

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone and Consolidated separately)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016</b>				
<i>[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]</i>				Rs. In Lacs
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	342.07	342.07
	2.	Total Expenditure	345.19	934.36
	3.	Net Profit/(Loss)	7.37	(581.80)
	4.	Earnings Per Share	0.21	(16.30)
	5.	Total Assets	5136.33	5136.33
	6.	Total Liabilities	5136.33	5136.33
	7.	Net Worth	395.81	(1410.84)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
<b>II.</b>	<b><u>Audit Qualification (each audit qualification separately):</u></b>			
	a. <b>Details of Audit Qualification:</b> The Company had not made any provision for interest on term loan and cash credit from State Bank of India from 1 <sup>st</sup> Oct, 2012 to 31 <sup>st</sup> March 2016 which amount to Rs. 1806.65 Lacs (previous year Rs. 1217.48 Lacs) resulting in overstatement of profit to the extent of Rs. 589.17 lacs for the financial year 2015-16. Above accounting treatment is contrary to the requirement of Accounting Standard - 1 issued by the Institute of Chartered Accountants of India.			
	b. <b>Type of Audit Qualification :</b> Qualified Opinion			
	c. <b>Frequency of qualification:</b> Repetitive / since 2012 continuing			
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> In view of the ongoing discussion with the State Bank of India with respect to One Time Settlement of the dues, the Company has not considered interest on the Term Loans & Cash Credit for the quarter, ended 31 <sup>st</sup> March, 2016 for an amount of Rs.154.64 Lac and the Cumulative Interest for the year ended on 31 <sup>st</sup> March, 2016 amounts to Rs.589.17 Lac. It may be considered as a stop gap arrangement and not as a deviation of AS1. Since the Company is expecting substantial waiver of the total interest payable to State Bank of India based on ongoing discussion, the consequential effect on the Net Profit /Net Loss and the Net Worth cannot be estimated /quantified now and will depend on the outcome of the final One Time settlement.			
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			
	(i) <b>Management's estimation on the impact of audit qualification:</b>			
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b>			
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b>			
<b>III.</b>	<b><u>Signatories:</u></b>			
	•	Whole Time Director (DWIJA DAS CHATTERJEE "DIN -02183974 ")	for Shelter Infra Projects Limited	
	•	CFO -(JEETENDRA NATH MITRA "PAN- AJWPM2878F")	JNMitra	
	•	Audit Committee Chairman (CHINMOY MAZUMDAR "DIN -00021324" )	C. F. O.	
	•	Statutory Auditor	G. Basu	
	Place: KOLKATA			For G. BASU & CO. Chartered Accountants R. No.-301174E
	Date: 31-05-2016			G. Guha Partner (M. No.-054702)