

Auditor's Report On Quarterly Audited Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors
Tarapur Transformers Limited

We have audited the quarterly financial results of Tarapur Transformers Limited ('the company') for the quarter ended March 31, 2017 and the year to date results for the period April 01, 2016 to March 31, 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and



Raman S Shah B.Com., F.C.A.
Santosh A Sankhe B.Com., F.C.A.
Bharat C Bhandari B.Com., F.C.A.

RAMAN S SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

(ii) Give a true and fair view of the net profit/ loss and other financial information for the quarter ended March 31, 2017(date of the quarter end) as well as the year to date results for the period from April 01 2016 to March 31, 2017 except in Annexure I Statement on Impact of Audit Qualifications.

For Raman S. Shah & Associates
Chartered Accountants


(CA Raman S. Shah)

Membership No .033272
(Partner)
F.R. No. 119891W



Place: Mumbai

Date: 30th May 2017

Head Office : 2nd Floor, 'A' Wing, Sam Plaza, H K Irani Road, Daharu Road (W) 401602 • (02528) 222892, 223243

Mumbai Office : 102-A, Inder Darshan, Jamli Gali, Borivali (W), Mumbai 400092 • (022) 28337792

Boisar Office : Shop No. 118 To 121, Harmony Plaza, Boisar 401501 • (02525) 266030/36 • ramansshah@gmail.com

ANNEXURE I

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

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

(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	3072.69	3072.69
	2.	Total Expenditure	3299.14	4069.19
	3.	Net Profit/(Loss)	(226.45)	(996.50)
	4.	Earnings Per Share	(1.16)	(5.11)
	5.	Total Assets	10822.31	10822.31
	6.	Total Liabilities	10822.31	10822.31
	7.	Net Worth	4966.35	3549.09
	8.	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL

!! Audit Qualification (each audit qualification separately):

a) Details of Audit Qualification:

1) With regards to pending confirmation of balances:

The company has sent letters to customers in respect of trade receivables for confirming balances outstanding as at March 31, 2017, but in most of the cases the customers have not sent written confirmation confirming the balance outstanding as at March 31, 2017.

2) With Regard to pending confirmation of unsecured loans given:

The company has sent balance confirmation letters to parties who are not covered in the register maintained under section 189 of the Companies Act, 2013, but in most of the cases the company have not received written confirmation confirming the balance outstanding as at March, 31, 2017. Further in respect of loans granted, repayment of the principal amount was not as stipulated and payment of interest has also not been regular.



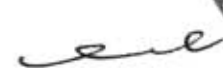
3) With regarding to provision of Interest payable to Canara Bank :

The Company has not provided for Interest payable to Canara Bank amounting to Rs. 738.50 Lacs for the year ended 31st March 2017. Also for the financial year 2015-2016 the company has not provided for Rs. 619.62 lacs. The Company has also not made any provision for penal interest claimed by the bank. As a result the loss for the year ended 31st March 2017 is understated by Rs. 738.50 Lacs & current liabilities as at 31st March, 2017 are also understated by Rs. 738.50 Lacs and reserves are overstated by Rs. 738.50 Lacs. As a result the accumulated Reserves are overstated by Rs. 1358.12 lacs. The amount of penal interest cannot be quantified as the details have not been received from the bank.



	<p>4) With regarding to provision of Interest payable to Dhanlaxmi Bank:</p> <p>The Company has not provided for interest payable to Dhanlaxmi Bank amounting to Rs. 31.55 Lacs. for the year ended 31st March 2017. Also for the financial year 2015-2016 the company has not provided for Rs. 27.59 lacs. As a result the loss for the year ended 31st March 2017 is understated by Rs. 31.55 Lacs & current liabilities as at 31st March, 2017 are also understated by Rs. 31.55 Lacs and reserves are overstated by Rs.59.14 Lacs</p> <p>5) With regarding Physical verification of Inventory:</p> <p>The company has not conducted periodic physical verification of inventory at reasonable intervals.</p> <p>6) With regarding Non Payment of Statutory Dues:</p> <p>The company is not regular in paying the Statutory dues regarding Service Tax, Income Tax, Sales tax, Professional Tax etc.</p>
b)	Type of Audit Qualification : Qualified Opinion
c)	Frequency of qualification: Repetitive
d)	<p>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>With reference to point no 3 & 4 :</p> <p>Based on the advice received by the company, it has been decided not to provide any interest on liability of Canara Bank & Dhanlaxmi Bank .</p>
e)	For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification:
	<p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>With reference to point no 1:</p> <p>The Board considers all outstanding balance of customers as on 31st March, 2017 are subject to provision.</p> <p>With reference to point no 2:</p> <p>Company has received balance confirmation from some of the Companies and is vigorously following up with the rest of the borrowers. Company expects to receive balance confirmation from all the companies to whomsoever advances have been given. Efforts are made to regularize arrears and recovery against overdue principal and interest.</p> <p>With reference to point no 5:</p> <p>Management had properly observed the inventory at regular intervals.</p>



		With reference to point no 6:
		Company had paid the Statutory dues though some of the dues has been delayed because of the financial position
		(iii) Auditors' Comments on (i) or (ii) above: Satisfactory
III	Signatories	
	CEO / Managing Directors	
	CFO	
	Audit Committee Chairman	
	Statutory Auditor	
	Place: Mumbai	
	Date: 30.05.2017	



RAMAN S. SHAH
Chartered Accountant
M. No. 33272