

VAMA INDUSTRIES LIMITED
 Regd. Off. # 8-3-191/147/24, Plot No. B-12, Madhura Nagar, Hyderabad - 500 038
 CIN: L72200AP1985PLC041126
 Standalone Audited financial results for the Quarter and Year ended 31.03.2018

(in Rs Lakhs)

Particulars	Quarter ended March 31,2018	Quarter ended December 31,2017	Quarter ended March 31,2017	Year ended March 31,2018	Year ended March 31,2017
	Audited	Un Audited	Audited	Audited	Audited
Income					
Revenue from operations	1,170.00	2,895.89	2,131.55	6,863.00	4,286.32
Total Revenue from operations	1,170.00	2,895.89	2,131.55	6,863.00	4,286.32
Other income	23.62	5.13	4.97	233.41	22.72
Total Income	1,193.62	2,901.02	2,136.52	7,096.41	4,309.04
Expenses					
Cost of materials consumed	1,049.22	2,456.81	1,066.21	5,957.15	2,649.89
Changes in inventories	(194.81)	78.01	539.94	(309.68)	521.59
Employee benefits expense	162.00	72.11	91.96	362.18	384.95
Finance costs	45.70	48.42	61.06	174.99	188.96
Depreciation and amortization expense	8.07	7.80	5.85	31.94	22.57
Other expenses	91.01	64.10	226.89	245.89	357.90
Total Expenses	1,161.19	2,727.25	1,991.91	6,462.47	4,125.86
Profit before tax	32.43	173.77	144.61	633.94	183.18
Tax expense					
(1) Current tax	11.03	54.86	45.31	171.41	63.05
(2) Deferred tax	(0.96)	(9.40)	11.61	(7.37)	9.48
Net Profit for the Period	22.36	128.31	87.69	469.90	110.65
Other comprehensive income (OCI)					
(a) (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
(ii) Tax on items that will not be reclassified to profit or loss	-	-	-	-	-
(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total Other Comprehensive income	-	-	-	-	-
Total Comprehensive income	22.36	128.31	87.69	469.90	110.65
Earnings per equity share (Face value of Rs.2/- each)					
(1) Basic	0.04	0.24	0.17	0.89	0.21
(2) Diluted	0.04	0.24	0.17	0.89	0.21

V. Atchanna Reddy



Notes to the Statement of Standalone financial Results

1. The financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting standards) Rules, 2015 as amended by the companies (Indian Accounting standards) (Amendment) rules, 2016. The company adopted Ind AS from 1st April 2017, and these are the company's first annual financial statements prepared in accordance with Indian Accounting Standards (Ind AS). The company has adopted all applicable standards and adoptions were carried out in accordance with Ind AS 101- First time adoption of Indian Accounting Standards.
2. Total Income for the current quarter is Rs. 1,193.62 Lakhs compared to Rs. 2,136.52 Lakhs for the corresponding quarter of the previous year. Total Income for the financial year ended 31st March 2018 is Rs. 7,096.41 Lakhs compared to Rs. 4,309.04 Lakhs for the previous year.
3. The Profit before tax for the current quarter is Rs. 32.43 Lakhs compared to Rs. 144.61 Lakhs for the corresponding quarter of the previous year. The Profit before tax for the financial year ended 31st March 2018 is Rs. 633.94 Lakhs compared to Rs. 183.18 Lakhs for the previous year.
4. The Profit After tax for the current quarter is Rs. 22.36 Lakhs compared to Rs. 87.69 Lakhs for the corresponding quarter of the previous year. The Profit after tax for the financial year ended 31st March 2018 is Rs. 469.90 Lakhs compared to Rs. 110.65 Lakhs for the previous year.
5.
 - a) Reconciliation between Standalone financial results, as previously reported (referred as Previous GAAP) and IND AS

	Quarter ended 31st March 2017 (Audited)	Year ended 31st March 2017 (Audited)
Particulars		
Net profit as per Previous GAAP	95.40	124.82
Impact of amortisation of borrowings at effective rate of interest	0.17	(0.30)
Impact on account of measuring financial assets at fair value	7.05	(8.55)
Impact on account of deferred Tax	(0.30)	(1.18)
Impairment of trade receivables due to expected credit loss model and	(14.64)	(4.15)
Net profit as per IND AS	87.68	110.64
Other comprehensive Income (Net of Tax)	-	-
Total Comprehensive Income under IND AS	87.68	110.64

- b) Reconciliation between Total Equity, as previously reported (referred as Previous GAAP) and IND AS for the quarter

	Equity as at 31st March 2017 (Audited)	Equity as at 1st April 2016 (Audited)
Particulars		
Equity as per Previous GAAP	622.45	464.86
Derecognition of liability for proposed dividend for the year ended	63.24	12.65
Impact of amortisation of borrowings at effective rate of interest	1.44	1.74
Impact on account of measuring financial assets at fair value	(43.86)	(35.30)
Impact on account of deferred Tax	(27.12)	(25.95)
Impairment of trade receivables due to expected credit loss model and	(95.48)	(91.32)
Equity as per IND AS	520.67	326.68

6. The Board of Directors has recommended a final dividend of Rs 0.10/- (5%) per equity share of Rs. 2/- each for the year ended 31st March 2018.
7. The aforementioned results are reviewed by the Audit Committee of the Board and subsequently taken on record by the board of directors at its meeting held on 30th May, 2018. The statement included the results for the quarter ended 31st March 2018 and 31st March 2017 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial years, which were subject to limited review by the respective auditors.
8. The results for the year ended 31st March 2018 are also available on the Bombay stock exchange website and on the Company's website.
9. The Standalone Financial results are reviewed by the Statutory Auditors of the Company as per Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements)
10. The entire operations of the Company relate to only one segment viz., Hence segmental reporting as per Ind AS 108 is not made.
11. Figures of the earlier periods, wherever necessary, have been regrouped and rearranged to conform to those of the current period.

V. A. C. Gupta



Vama Industries Limited
Standalone Statement of Assets and Liabilities

(Rs.in Lakhs)

Particulars	31.03.2018 (Audited)	31.03.2017 (Audited)
ASSETS		
Non-current assets		
Property plant and Equipment	265.33	261.20
Other Intangible assets	150.47	170.70
Financial assets		
Investments	127.01	3.89
Other financial assets	180.12	136.83
Long term Loans and advances	42.45	58.75
Other non current assets	23.94	23.94
	789.32	655.31
Current assets		
Inventories	799.64	489.95
Financial assets		
Investments	-	-
Trade receivables	2,290.33	1,919.56
Cash and cash equivalent	493.70	616.11
Other financial assets	346.26	85.86
Other current assets	318.89	137.37
	4,248.82	3,248.85
TOTAL	5,038.14	3,904.16
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	1,050.80	1,050.80
Other Equity	927.32	520.66
	1,978.12	1,571.46
Liabilities		
Non-current liabilities		
Financial Liabilities		
Borrowings	174.51	71.97
Other Financial Liabilities	-	-
Deferred tax liabilities (net)	20.76	28.13
	195.27	100.10
Current liabilities		
Financial Liabilities		
Borrowings	387.14	1,029.71
Trade payables	2,035.08	904.71
Other financial liabilities	39.26	37.70
Provisions	171.39	63.09
Other Financial Liabilities	231.88	197.39
	2,864.75	2,232.60
TOTAL	5,038.14	3,904.16

V. Atchanta



VAMA INDUSTRIES LIMITED
 Regd. Off. # 8-3-191/147/24, Plot No. B-12, Madhura Nagar, Hyderabad - 500 038
 CIN: L72200AP1985PLC041126
 Consolidated Audited financial results for the Quarter and Year ended 31.03.2018

(in Rs Lakhs)

Particulars	Quarter ended March 31,2018	Quarter ended December 31,2017	Quarter ended March 31,2017	Year ended March 31,2018	Year ended March 31,2017
	Audited	Un Audited	Audited	Audited	Audited
Income					
Revenue from operations					
Total Revenue from operations	1,191.66	3,012.11	3,446.82	10,354.59	6,112.09
Other income	41.36	5.13	5.47	69.79	23.30
Total Income	1,233.02	3,017.24	3,452.29	10,424.38	6,135.39
Expenses					
Cost of materials consumed	1,064.44	2,566.72	5,126.73	6,486.81	7,095.94
Changes in inventories	(194.82)	78.01	(2286.21)	2532.27	(2304.57)
Employee benefits expense	162.00	72.11	91.96	362.18	384.95
Finance costs	45.87	48.89	62.23	185.12	190.16
Depreciation and amortization expense	8.07	7.80	5.85	31.94	22.57
Other expenses	95.77	83.51	230.22	254.48	361.49
Total Expenses	1,181.33	2,857.04	3,230.78	9,852.80	5,750.54
Profit before tax	51.69	160.20	221.51	571.58	384.85
Tax expense					
(1) Current tax	11.14	58.12	65.61	178.12	83.35
(2) Deferred tax	3.32	(8.57)	28.50	(10.66)	26.38
Net Profit for the Period	37.23	110.65	127.40	404.12	275.12
Other comprehensive income (OCI)					
(a) (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
(ii) Tax on items that will not be reclassified to profit or loss	-	-	-	-	-
(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total Other Comprehensive income	-	-	-	-	-
Total Comprehensive income	37.23	110.65	127.40	404.12	275.12
Earnings per equity share (Face value of Rs.2/- each)					
(1) Basic	0.07	0.21	0.24	0.77	0.52
(2) Diluted	0.07	0.21	0.24	0.77	0.52

V. Atchanta R



Notes to the Statement of Consolidated financial Results

1. The financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting standards) Rules, 2015 as amended by the companies (Indian Accounting standards) (Amendment) rules, 2016. The company adopted Ind AS from 1st April 2017, and these are the company's first annual financial statements prepared in accordance with Indian Accounting Standards (Ind AS). The company has adopted all applicable standards and adoptions were carried out in accordance with Ind AS 101-First time adoption of Indian Accounting Standards.
2. Total Income for the current quarter is Rs. 1,233.02 Lakhs compared to Rs. 3,452.29 Lakhs for the corresponding quarter of the previous year. Total Income for the financial year ended 31st March 2018 is Rs. 10,424.38 Lakhs compared to Rs. 6,135.39 Lakhs for the previous year.
3. The Profit Before tax for the current quarter is Rs. 51.69 Lakhs compared to Rs. 221.51 Lakhs for the corresponding quarter of the previous year. The Profit before tax for the financial year ended 31st March 2018 is Rs. 571.58 Lakhs compared to Rs. 384.85 Lakhs for the previous year.
4. The Profit After tax for the current quarter is Rs. 37.23 Lakhs compared to Rs. 127.40 Lakhs for the corresponding quarter of the previous year. The Profit after tax for the financial year ended 31st March 2018 is Rs. 404.12 Lakhs compared to Rs. 275.12 Lakhs for the previous year.
5.
 - a) Reconciliation between Consolidated financial results, as previously reported (referred as Previous GAAP) and IND AS for the quarter and Financial year ended 31st March 2017 as under

	Quarter ended 31st March 2017	Year ended 31st March 2017
Particulars	(Audited)	(Audited)
Net profit as per Previous GAAP	154.25	305.61
Impact on account of measuring financial assets at fair value	0.17	(0.30)
Impact of amortisation of borrowings at effective rate of interest	7.56	(7.97)
Impairment of trade receivables due to expected credit loss model	(20.20)	(18.08)
Impact of deferred taxes	(14.38)	(4.14)
Net profit as per IND AS	127.40	275.12
Other comprehensive Income (Net of Tax)	-	-
Total Comprehensive Income under IND AS	127.40	275.12

- b) Reconciliation between Total Equity, as previously reported (referred as Previous GAAP) and IND AS for the quarter and Financial year ended 31st March 2017 and 1st April 2016 as under

	Equity as at 31st March 2017	Equity as at 1st April 2016
Particulars	(Audited)	(Audited)
Equity as per Previous GAAP	803.82	481.15
Derecognition of liability for proposed dividend	68.12	(3.65)
Impact of amortisation of borrowings at effective rate of interest	1.44	1.74
Impact on account of measuring financial assets at fair value	(43.86)	(35.30)
Impact on account of deferred Tax	(27.12)	(25.95)
Impairment of trade receivables due to expected credit loss model	(115.14)	(91.32)
Equity as per IND AS	687.26	326.67

6. The Board of Directors has recommended a final dividend of Rs 0.10/- (5%) per equity share of Rs. 2/- each for the year ended 31st March 2018.
7. The aforementioned results are reviewed by the Audit Committee of the Board and subsequently taken on record by the board of directors at its meeting held on 30th May, 2018. The statement included the results for the quarter ended 31st March 2018 and 31st March 2017 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial years, which were subject to limited review by the respective auditors.
8. The results for the year ended 31st March 2018 are also available on the Bombay stock exchange website and on the Company's website.
9. The Consolidated Financial results are reviewed by the Statutory Auditors of the Company as per Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements).
10. The entire operations of the Company relate to only one segment viz., Hence segmental reporting as per Ind AS 108 is not made.
11. Figures of the earlier periods, wherever necessary, have been regrouped and rearranged to conform to those of the current period.

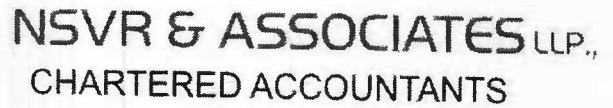


VAMA INDUSTRIES LIMITED
Consolidated Statement of Assets and Liabilities

Particulars	(Rs.in Lakhs)	
	31.03.2018 (Audited)	31.03.2017 (Audited)
ASSETS		
Non-current assets		
Property plant and Equipment	265.33	261.20
Other Intangible assets	150.47	170.70
Financial assets		
Investments	123.11	-
Other financial assets	182.99	186.18
Long term loans and Advances	42.45	58.75
Other non current assets	23.94	23.94
	788.29	700.77
Current Assets		
Inventories	799.64	3,316.11
Financial assets		
Trade receivables	2,648.30	3,253.92
Cash and cash equivalent	508.21	674.28
Other financial assets	207.92	65.63
Other current assets	226.89	201.29
	4,390.96	7,511.23
	5,179.25	8,212.00
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	1,050.80	1,050.80
Other Equity	1,028.13	687.26
	2,078.93	1,738.06
Liabilities		
Non-current liabilities		
Financial Liabilities		
Borrowings	174.51	71.97
Other Financial Liabilities		
Deferred tax liabilities (net)	32.25	42.90
Other non-current liabilities	-	-
	206.76	114.87
Current liabilities		
Financial Liabilities		
Borrowings	387.14	1,029.71
Trade payables	2,053.32	5,007.29
Other financial liabilities	43.11	41.29
Provisions	178.12	83.39
Other current liabilities	231.87	197.39
	2,893.56	6,359.07
TOTAL	5,179.25	8,212.00

V. Atchuta Rao

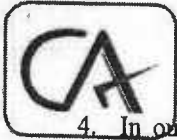




**To
The Board of Directors
Vama Industries Limited.**

- We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion





NSVR & ASSOCIATES LLP.,
CHARTERED ACCOUNTANTS

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) Is presented in accordance with the requirements of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- (ii) Gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other Standalone financial information of the company for the year ended March 31, 2018.

For NSVR ASSOCIATES & LLP

Chartered Accountants

(Firms' Registration No. 008801S/S200060)



R

R.Srinivasu

Partner

(Membership No. 224033)

Place: Hyderabad

Date: 30th May, 2018



INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors
Vama Industries Limited

1. We are engaged to audit the accompanying Statement of Consolidated Financial Results of **Vama Industries Limited** ("the Holding Company"), for the year ended March 31, 2018 ("the Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

2. Management Responsibility

This Statement, which is the responsibility of Company's Management and approved by the Board of Directors, has been compiled with the related financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under ('Ind AS') and other accounting principles generally accepted in India.

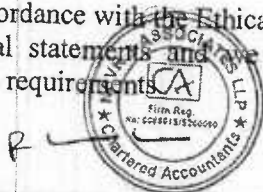
3. Auditor's Responsibility

Our responsibility is to conduct an audit of the Group's Consolidated Financial Statements in accordance with the Standards of Auditing to issue an Auditor's Report. However because of the matters described in **Basis for Disclaimer of Opinion** section of our report, we are not able to obtain sufficient and appropriate audit evidence with regard to audit of Subsidiary as the Auditor of Subsidiary has given Disclaimer opinion which restricts us to obtain a basis for forming an opinion on these Consolidated Financial Statements.

4. Disclaimer of Opinion

We do not express an opinion on the Consolidated Financial statements of the Company because of the significance of the matters described in the **Basis for Disclaimer of Opinion** section of our report, we have not been able to obtain sufficient and appropriate audit evidence with regard to Audit of subsidiary as the Auditor of Subsidiary has given Disclaimer Opinion which restricts us to obtain a basis for forming an audit opinion on these Consolidated Financial Statements.

We are independent of the Group in accordance with the Ethical requirements that are relevant to our audit of the consolidated financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements.





NSVR & ASSOCIATES LLP.,
CHARTERED ACCOUNTANTS

5. Basis for Disclaimer of Opinion


As mentioned in the Statutory Audit report of Subsidiary Company by their Statutory Auditors, the Trade Receivables of Subsidiary Company has a sum of US\$ 516,813/- which are long overdue at the year end. However the management is confident of recovery of the said amount in full if given time and no allowances for impairment were made. As the Auditors of Subsidiary are unable to obtain sufficient and appropriate audit evidence to convince to the recovery of the said receivables, they have given disclaimer opinion on the Financial Statements of Subsidiary in their report. Hence we are unable to determine the effect of such disclaimer opinion on the Group's Consolidated Financial Statements that may be required in relation to the recoverability of said amount of Trade receivables.

Place: Hyderabad
Date: 30th May, 2018

For NSVR ASSOCIATES & LLP
Chartered Accountants

(Firm's Registration No. 008801S/S200060)




R. Srinivasu
Partner

Membership No. 224033

VAMA INDUSTRIES LIMITED



Registered Office : Ground Floor, 8-3-191/147/24, Plot No. B-12, Madhura Nagar, S.R. Nagar Post, Hyderabad - 500 038, Telangana, India. Ph : +91-40-6661 9919, 6661 5534, Fax : +91-40-2370 8672.

Corporate Office : Ground Floor, 8-2-248/1/7/78/12, 13, Block -A, Lakshmi Towers, Nagarjuna Hills, Punjagutta, Hyderabad - 500 082, Telangana, India. Ph : +91-40-6684 5534, Fax : +91-40-2335 5821.

CIN: L72200TG1985PLC041126, E-mail: services@vamaind.com, Website: www.vamaind.com

Date: 30th May, 2018

To
The Deputy Manager
Corporate Relations Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai – 400 001

Dear Sir,

Sub: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for Unmodified Opinion

Ref: BSE Scrip Code: 512175

Declaration

(Unmodified Opinion on Standalone Audited Financial Results)

I, V A Rama Raju, Managing Director of M/s. Vama Industries Limited having its registered office at 8-3-191/147/24, Plot No.B-12, Madhura Nagar, S R Nagar, Hyderabad – 500 038, Telangana, hereby declare that, the M/s. NSVR & Associates LLP, Statutory Auditors of the Company have issued an Audit Report with unmodified opinion on Standalone Audited Financial Results for the year ended 31st March, 2018.

This disclosure is issued in compliance of Regulation 33 (3) (d) of the SEBI (LODR) Regulation, 2015 as amended vide its circular no CIR/CFD/CMD/56/2016 dated 27th May, 2016.

Thanking you,

Yours faithfully,

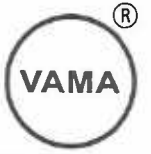
For Vama Industries Limited

V A Rama Raju

V A Rama Raju,
Managing Director



VAMA INDUSTRIES LIMITED



Registered Office : Ground Floor, 8-3-191/147/24, Plot No. B-12, Madhura Nagar, S.R. Nagar Post, Hyderabad - 500 038, Telangana, India. Ph : +91-40-6661 9919, 6661 5534, Fax : +91-40-2370 8672.

Corporate Office : Ground Floor, 8-2-248/1/7/78/12, 13, Block -A, Lakshmi Towers, Nagarjuna Hills, Punjagutta, Hyderabad - 500 082, Telangana, India. Ph : +91-40-6684 5534, Fax : +91-40-2335 5821.

CIN: L72200TG1985PLC041126, E-mail: services@vamaind.com, Website: www.vamaind.com

Date: 30th May, 2018

To
The Deputy Manager
Corporate Relations Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai – 400 001

Dear Sir,

Sub: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for Modified Opinion

Ref: BSE Scrip Code: 512175

Declaration

(Modified Opinion on consolidated Audited Financial Results)

I, V. A. Rama Raju, Managing Director of M/s. Vama Industries Limited having its registered office at 8-3-191/147/24, Plot No.B-12, Madhura Nagar, S R Nagar, Hyderabad – 500 038, Telangana, hereby declare that, the M/s. NSVR & Associates LLP Statutory Auditors of the Company have issued an Audit Report with modified opinion on Consolidated Audited Financial Results for the year ended 31st March, 2018.

And also we hereby enclosing a statement on impact of audit qualification in Annexure-1 (for audit report with modified opinion) for the year ended 31st March, 2018

This disclosure is issued in compliance of Regulation 33 (3) (d) of the SEBI (LODR) Regulation, 2015 as amended vide its circular no CIR/CFD/CMD/56/2016 dated 27th May, 2016.

Thanking you,

Yours faithfully,

For Vama Industries Limited

V. A. Rama Raju

**V A Rama Raju,
Managing Director**



ANNEXURE-1

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
				Rs. In Lakhs
i	Sl.No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	10,424.38	10,424.38
	2	Total Expenditure include tax	10,020.26	10,020.26
	3	Net Profit after tax	404.12	404.12
	4	Earnings Per Share	0.77	0.77
	5	Total Assets	5,179.25	5,179.25
	6	Total Liabilities	5,179.25	5,179.25
	7	Net Worth	2078.93	2078.93
	8	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
li	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: The Holding Company has to consolidate the financial statements / financial information for the year ended March, 31 2018 of its wholly owned subsidiary company, M/s Vama Technologies Pte Limited, incorporated at Singapore. The auditors of the subsidiary company, has given a Disclaimer of Opinion. The extract of the same was for forming such opinion is "The company's trade receivables include a sum of US\$ 516,813 due from two customers that have been long overdue at the year end. However the management is confident of recovery of the said amount in full if given time and no allowances for impairment were made. We were unable to obtain sufficient appropriate audit evidence to convince our-self for the recoverability of the said receivable. Hence, we are unable to determine the effect of any adjustment that may be required in relation to the recoverability of the said amount of trade receivables". Hence, Statutory auditors of Holding company i.e., Vama Industries Limited, are unable to determine the effect of such disclaimer opinion on the Group's Consolidated Financial Statements that may be required in relation to the recoverability of said amount of Trade Receivables. Accordingly, considering audit report of the subsidiary company, the statutory auditors have expressed "Disclaimer of Opinion on the consolidated financial results and other financial information of the group.			
	b. Type of Audit Qualification : Disclaimer of Opinion			
	c. Frequency of qualification : appeared first time			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views – Not Quantified			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Unable to estimate the Impact.			
	(ii) If management is unable to estimate the impact, reasons for the same:			
	The opinion formed by the auditor of subsidiary was based on not able to provide the confirmation of dues from the two parties due to the subsidiary. The dues were related to the supplies / services rendered to Government Organisations. As the Holding company is regular in business transactions with them and are confident of recovery.			





M. Atal Gupta for GP

V. Praveen

G. Siva

R. Srinivas



	<p>(iii) Auditors' Comments on (i) or (ii) above:</p> <p>Considering the Independent Auditor's report of the Subsidiary company, as we are unable to obtain the sufficient evidence to form our opinion on consolidated financial statements of group. Hence, We expressed Disclaimer of Opinion on the consolidated financial statements of the group</p>	
iii	<p><u>Signatories</u></p> <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="width: 45%;">  <p><i>V. Atchyuta Rama Raju</i> V. Atchyuta Rama Raju - Managing Director</p> <p><i>V. Srinivas</i> V. Srinivas - Audit Committee Chairman</p> </div> <div style="width: 45%;"> <p><i>G. Siva</i> G. Siva - CFO</p> <p><i>R. [Signature]</i> Statutory Auditor</p>  </div> </div>	
	Place: Hyderabad	
	Date: 30.05.2018	