



**NATIONAL STOCK EXCHANGE
OF INDIA LIMITED**

Ref No: NSE/LIST/1831

NIFTY 50

Stock of the nation
October 30, 2014

The Company Secretary
AI Champdany Industries Limited
25, Princep Street,
Kolkata - 700072

Kind Attn: - Mr. Swaroop Saha

Dear Sir,

Sub: - Manner of Dealing with the Qualified Audit Reports filed by the Listed Companies.

This has reference to SEBI Circular No. CIR/CFD/DIL/7/2012 dated August 13, 2012 read with the SEBI's Clarificatory Circular CIR/CFD/DIL/9/2013 dated June 05, 2013 on the captioned subject matter.

SEBI has informed the Exchange that based on the deliberations at QARC, the cases (Annexure I) were referred to FRRB for its opinion on the qualifications. Subsequently, SEBI is in receipt of opinion of FRRB in these cases.

SEBI has directed the Exchange to advise the company, with regard to restatement of Financial Statements pertaining to Financial Year 2012-13 in terms of Clause 5 (d) (ii) of the SEBI Circular dated August 13, 2012, June 05, 2013 with regards to rectification in terms of Clause 5 (d) (iii), the qualifications raised by the Statutory Auditor of the Company shall be suitably rectified, and the same qualification shall not appear in the Audit Report for the next reporting period.

You are advised to ensure compliance of the said SEBI directives and report status of compliance to the Exchange.

Yours faithfully,
For National Stock Exchange of India Limited

Avinash Kharkar
Asst. Vice President

CC to: The Statutory Auditor
D.P Sen and Co., Chartered Accountants
22 Ashutosh Chowdhury Avenue,
2nd floor, No. 22,
Kolkata - 700019



Name of the Company	Qualification	Opinion of FRRB	Action to be taken
AI Champdany Industries Limited	Non ascertainment of profit / loss on outstanding commodity hedging materials as at the end of the year.	Qualification is justified. Further, FRRB suggested that the qualification may be dealt in accordance with para 5(d)(iii) of the circular instead of 5(d)(ii)	Rectification in terms of Clause 5(d)(iii) of the SEBI Circular
	Non-provision/ ascertainment of liability for gratuity on actuarial basis from the year commencing from 1.4.1997 to 31.03.2007 in respect of one unit of the company.		
	Pending assessment of losses in respect of stocks of finished goods damaged by fire, no adjustment has been made to the accounts.	Qualification is justified	Restatement under Clause 5(d)(ii) of the SEBI Circular
	Recognition of remission of taxes by Sales Tax Authority in the accounts.		
	Non-ascertainment/provision of possible loss which may arise for non-recovery of interest free loans and advances in the nature of loans.		