February 14, 2017

To
The Assistant Vice President
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Mumbai – 400 050

To
The General Manager
BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400 001

Sub.: Outcome of the Board Meeting held on 14th February 2017

Dear Sir(s),

In compliance with Regulation 30(6) and Regulation 33(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached the Unaudited Financial Results for the quarter and nine months ended 31st December, 2016 accompanied with limited review report issued by statutory auditor that was recommended by Audit Committee and approved by the Board of Directors in their meeting held on 14th February, 2017 respectively.

This is for your kind information and record, please.

Thanking you

Yours truly

FOR INDOSOLAR LIMITED

INDOSOLAR LIMITED

Manish Gupta
Company Secretary

Encl.: As above

INDOSOLAR LIMITED
CIN: L18101DL2005PLC134879
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Statement of standalone Unaudited Financial Results for the Quarter and nine months ended 31 December 2016 (Rs. in Lakhs)

Sl. No.	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figure for current period ended	Year to date figure for previous period ended	Previous Year ended
		31.12.2016	**30.09.2016**	**31.12.2015**	**31.12.2016**	**31.12.2015**	**31.03.2016**
	(Refer Notes below)	**Un-audited**	**Un-audited**	**Un-audited**	**Un-audited**	**Un-audited**	**Audited**
1	**Income from Operations**						
a	Net sales/income from operations (net of excise duty)	12,799.29	10,735.08	7,959.16	32,917.01	15,794.88	25,740.93
b	Other operating income	1.47	1.32	1.31	4.89	40.30	27.18
	Total income from Operations (net)	**12,800.76**	**10,736.40**	**7,960.47**	**32,921.90**	**15,835.18**	**25,768.11**
2	**Expenses**						
a	Cost of Materials consumed	7,133.22	9,420.74	5,359.69	23,655.07	10,639.05	18,778.14
b	Purchase of stock in trade	116.68	113.87	54.80	418.06	187.99	302.35
c	Changes in inventories of finished goods and stock in trade	933.05	(1,840.21)	517.01	(624.00)	246.24	72.33
d	Employee benefits expense	380.29	388.53	323.90	1,085.54	983.35	1,037.88
e	Depreciation and amortisation expense	771.49	692.66	708.61	2,132.45	2,012.95	2,657.08
f	Power and fuel	528.32	605.36	422.71	1,672.53	1,121.08	1,598.95
g	Foreign exchange loss (net)	59.08	-	-	-	60.01	-
h	Other expenses	935.18	912.42	773.69	2,513.27	2,002.50	3,143.53
	Total Expenses	**10,857.31**	**10,293.37**	**8,160.41**	**30,852.92**	**17,253.17**	**27,590.26**
3	**(Loss)/Profit from operations before other income, finance costs (1-2)**	**1,943.45**	**443.03**	**(199.94)**	**2,068.98**	**(1,417.99)**	**(1,822.15)**
4	Other income	32.42	118.90	26.22	81.71	61.39	215.91
5	**(loss)/Profit from ordinary activities before finance costs (3+4)**	**1,975.87**	**561.93**	**(173.72)**	**2,150.69**	**(1,356.60)**	**(1,606.24)**
6	Finance costs (Refer note 8)	3,872.70	3,723.10	3,657.15	11,195.82	9,793.04	12,520.96
7	**(loss)/Profit from ordinary activities before tax (5-6)**	**(1,896.83)**	**(3,161.17)**	**(3,830.87)**	**(9,045.13)**	**(11,149.64)**	**(14,127.20)**
8	Tax expense	14.23	-	-	14.23	-	-
9	**Net (loss)/Profit after tax (7-8)**	**(1,911.06)**	**(3,161.17)**	**(3,830.87)**	**(9,059.36)**	**(11,149.64)**	**(14,127.20)**
10	Paid-up equity share capital (Face value of the share-Rs.10 each)	35,813.00	35,813.00	35,813.00	35,813.00	35,813.00	35,813.00
11	Reserves (excluding revaluation reserve, if any)						(60,591.77)
12	Basic and Diluted Earnings per share (of Rs.10/- each) **(not annualised)**	(0.53)	(0.88)	(1.07)	(2.53)	(3.11)	(3.94)

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Notes to the unaudited financial results for the Quarter ended 31st December 2016

1. As on 31st December 2016, the current liabilities exceed the current assets by ₹ 136,343.50 lakhs. Due to non-fulfillment of its obligations under CDR package in the meeting of CDR EG, held on 29th September 2016, exited from CDR Cell. As Company's accounts become Non Performing Assets ("NPA") all long term borrowings have been classified as current liabilities. The management has evaluated the impact of CDR exit and is of the view that there would not be any material impact of the same on the financial results. The Company has received a communication from Andhra Bank informing absolute assignment and transfer of all its debts and securities etc to Asset Reconstruction Company (India) Limited (ARCIL). In the absence of any communication from ARCIL regarding such assignment of facilities, adjustments, if any, in the carrying value of borrowings and interest thereon could not be ascertained.

2. The Company's claim of its being eligible for certain capital incentives has been ordered in favor, by the High Court of Delhi (Single bench) directing the concerned authorities to recalculate the eligibility within four weeks from the date of the order (i.e. 3rd July 2015). In the absence of response by the department, the Company filed a contempt petition in High Court of Delhi and the Court again directed the department to comply with the order within a period of six weeks from 11th May 2016. The department submitted their report and next date of hearing has been fixed on 20th March 2017. The concerned authorities had also moved an appeal before the Double Bench of High Court of Delhi against the order of the Single Judge bench dated 3rd July 2015 for which order is awaited. The entitlement of the capital incentive will be known after the decision of the court.

3. The Company has incurred expenses in foreign currency amounting to ₹ 213,985.80 lakhs (including imported machinery, raw material consumed and expenses etc.) till 31st December 2016. Being an Export Oriented Unit, Company had imported such machinery and raw material without payment of duties. On the basis of an undertaking given to Special Economic Zone that the Company shall be able to earn a positive Net Foreign Exchange (NFE) within ten years from the commencement of its operations (i.e.16th July 2009). As at 31st December 2016, the Company has a positive Net Foreign Exchange Earnings of ₹ 17,722.74 lakhs. However there are certain errors in Annual Progress Reports (APR) filed by the company which are under revision.

4. The solar cell manufacturing line includes a process called Light Induced Plating (LIP) currently not utilized fully to conserve the cost of operation. The Company's technology partner is upgrading the process technology which shall enable full utilization of LIP giving better solar cell efficiency at lower cost. The original cost of these equipments was ₹ 4,492.67 lakhs and present WDV as on 31st December 2016 is ₹ 2,836.07lakhs. In view of the plans to utilize the machinery in the near future post the development of the necessary technology, the management considers it appropriate that there is no impairment in respect of the said asset.

5. Despite significant downturn in global market and as a result of several initiatives by Government of India, the domestic market has been showing an upturn resulting in Company getting orders and hence continuing of commercial production. Based on the current orders in hand (approx.56.27 MW), the Company expects to operate at the significant level of capacity utilisation till April 2017, favorable decision of Single bench of the High Court of Delhi in relation to the Company's eligibility for certain capital incentive, management believes that there is no impairment in respect of the carrying value of its fixed assets including capital work in progress as at 31st December 2016 and that it is appropriate to prepare the accounts on a going concern basis.

6. The Company has only one single primary business segment viz. manufacture and sale of Photovoltaic Solar cells. Therefore, the disclosure requirements of Accounting Standard - 17

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"Segment Reporting" specified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 are not applicable.

7. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 14th February 2017. The same has been filed with the stock exchange and is available on the website of the Company.

For and on behalf of the
Board of Directors of Indosolar Limited

Date: 14th February 2017
Place: Greater Noida

INDOSOLAR LIMITED

H.R. Gupta
Managing Director
DIN: 00297722

CA

Arun K. Gupta & Associates
Chartered Accountants

D-58, East of Kailash,
New Delhi-110 065
Phone : 26287884 Fax : 26472939
Email : info@arunkguptaassociates.com

<u>LIMITED REVIEW REPORT</u>

Review Report to
The Board of Directors,
Indosolar Limited

1. We have reviewed the accompanying statement of unaudited financial results of Indosolar Limited ('the Company') for the quarter ended 31st December, 2016 ("the Statement"). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 on 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily, to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Attention is invited to the following developments as explained in detail in the notes to the financial results:

(a) The Company has continued to incur significant losses in the current quarter and in the year to date resulting in further erosion of its net worth which had already been fully eroded during the year ended 31st March 2014.The Company's current liabilities exceeds the current assets by Rs. 136,343.37 lakhs as on 31st December 2016. The Company's short term borrowings from banks as at 31st December 2016 is ▯ 1,34,300.36 lakhs. These lender banks have exited from Corporate Debt Restructuring (CDR) package vide their letter dated 4th November, 2016. As a result the accounting for these balances should be as per the original agreements entered with such lender banks. However, in absence of requisite information from the banks, we are unable to comment upon the possible impact of such exit on the carrying value of aforesaid short term borrowings, as at 31st December 2016 and interest expense (including penal interest, if any) for the quarter ended and up to 31st December 2016. (Note 1 of the Statement)

(b) The company's claim of its being eligible for certain capital incentives are still under litigation and the outcome will be known upon the conclusion of the litigation. (Note 2 of the Statement).

(c) The Company's ability to meet its obligation to Special Economic Zone on the basis of which the Company imported certain raw materials and machinery without payment of customs duty is dependent on the future performance of the company (Note 3 of the Statement)

(d) No provision for impairment has been made in respect of machine namely Light Induced Plating (LIP) currently not utilized. The present WDV of the assets is Rs. 2,836.07 lakhs as on 31st December 2016. (Note 4 of the Statement)

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ARUN K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
NEW DELHI

On the basis of the overall evaluation of the above factors and considering the domestic content requirements, expression of interests issued by certain Public Sector Units, procurement of recent orders and favorable decision of the High court of Delhi, single bench, in relation to the company's eligibility for certain capital incentive, the Company's continuing efforts to settle with the banker's and sale of the Company's loan by one of the lenders to Asset Reconstruction Company (India) Limited vide its letter dated 25th October 2016, management believes that there is no impairment in carrying value of its fixed assets including capital work in progress as at 31st December 2016 and it is appropriate to prepare the accounts on a going concern basis.

In our view, the full erosion of net worth, inability of the company to meet its certain material liabilities and commitments, the fact that the impact of the government decisions would be known only in future, the uncertainty of outcome of claims, impact of exit from the Corporate Debt Restructuring (CDR) Cell and uncertainty on the ability of the company to meet its export obligations create material uncertainties on the going concern assumption of the company. Therefore, the quantum of impairment in respect of carrying value of fixed assets including capital work in progress cannot be determined at present consequently material uncertainties exist regarding the use of going concern assumption in preparing the Statement.

4. Based on our review conducted as explained in paragraph 1 and 2 and subject to our observations in paragraph 3 which highlight material uncertainties, the impact of which is currently not ascertainable including the ability of the company to continue as a going concern, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable Accounting Standards specified in Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure requirement) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For ARUN K GUPTA & ASSOCIATES
Firm Registration No. 000605N
Chartered Accountants

ARUN K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Place: New Delhi
Dated: 14-02-2017

(GIREESH KUMAR GOENKA)
PARTNER
M. No. 096655