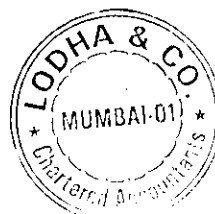
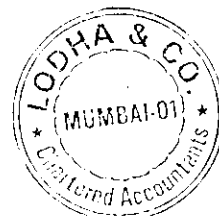


INDEPENDENT AUDITORS' REPORT**To the Board of Directors,
UNIMERS INDIA LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of Unimers India Limited ('the Company') for the year ended 31st March, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared on the basis of the related financial statement which are in accordance with the Accounting Standard prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.
3. a) The accumulated losses of the Company as at the year end exceeds its entire net worth, However, the Company has been advised that since certain conditions as per the Sick Industrial Companies (Special Provisions) Act, 1985 were not being met, it was not eligible to make a reference to BIFR. However, should the legal status as regards the validity of the closure of the plant, appropriate steps will have to be taken by the Company in this regard. Moreover, the plant operations were suspended since October, 2007 and thereafter formally closed and workers retrenched effective from 26th June, 2008. These financial statements have, however, been prepared by the management on a "going concern" basis, considering the various revival/restructuring options being pursued by the management. This being a technical matter and in view of uncertainty, we are unable to express an opinion as to whether the Company can now operate as a going concern. However, as explained, should the Company be unable to continue as a going concern, there would be impact on the assets & liabilities of the Company. The extent of the effect of the resultant adjustments to the accumulated losses, assets and liabilities as at the period end is presently not ascertainable.



- b) We are unable to express an opinion as to when and to what extent the carrying value of Building of Rs.240.64 would be realised in view of the closure of all manufacturing activities since October, 2007 (formally closed and workers retrenched effective from 26th June, 2008), the impact whereof on the loss for the quarter, accumulated losses, assets and liabilities as at the year end is presently, not ascertainable.
4. The Company has not yet deposited long outstanding amount of Rs.164.69 lacs (for the previous quarter, corresponding quarter and previous year Rs. 164.69 lacs) to the Investor Education & Protection Fund (IEPF) and consequential liability of interest / other charges on the same.
5. The accounts of certain Lenders of Rs. 4,945.06 lacs (for previous year ended Rs. 4,945.06 lacs), Securities application money due for refund of Rs. 75.21 lacs (for previous year ended Rs. 75.21 lacs), Advances from customers of Rs. 385.55 lacs (for previous year ended Rs.374.34 lacs), Trade Payables of Rs. 887.05 lacs (for previous year ended Rs. 712.96 lacs), Bank balances (Dr.) of Rs. 0.27 lacs (for previous year ended Rs. 0.27 lacs), Loans & Advances recoverable of Rs. 121.58 lacs (for previous year ended Rs. 119.65 lacs) being subject to confirmations / reconciliations and adjustments, if any, having consequential impact on the loss for the quarter and for the year, assets, liabilities and accumulated losses as at the close of the year, the amount of adjustment if any, are as explained by the management presently not ascertainable and therefore, not accounted for.
6. Other than stated in para "7" below, liability as may arise towards interest/compound interest/penalty on delayed/non-payment to certain lenders / trade payables / statutory / workers dues has not been ascertained and not provided for.
7. The Company has not provided interest payable of Rs. 613.04 lacs (for the previous year ended Rs.522.38 lacs) in respect of public debentures; Rs. 1,922.76 lacs (for the previous year ended Rs.1500.86 lacs) in respect of secured / unsecured loans and Rs. 574.69 lacs (for the previous year ended Rs. 476.12 lacs) in respect of certain other liabilities. As explained, the management is in discussion with the parties concerned in respect of interest payable and is hopeful of its waiver.
8. We further report that without considering the matter referred in para 3 to 6 above, the effect of which could not be determined, had the observation made by us in para 7 above been considered, the loss before tax for the year end would have been Rs. 3,391.65 lacs; for the previous year ended Rs. 2,636.57 lacs (as against reported loss of Rs. 276 lacs; and loss for the previous year ended Rs.137.21 lacs), accumulated losses would have been Rs. 12,874.42 lacs; for previous year ended Rs. 11,982.13 lacs (as against reported figure of Rs. 9,758.77 lacs; for previous year ended of Rs. 9,482.77 lacs); and other current liabilities would have been Rs. 9,075.69 lacs; for the previous year ended Rs. 8,382.55 lacs and (as against reported figure of Rs. 5,960.04 lacs; for previous year ended Rs. 5,883.20 lacs).



9. In our opinion and best to our information and according to the explanations given to us, subject to what is stated in para 3 to 8 above, the Statement:
- a. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - b. gives a true and fair view in conformity with aforesaid Accounting Standards and other accounting principles generally accepted in India of the Net Profit and other financial information of the Company for the quarter and year ended 31st March, 2016

The Statement includes the results for the Quarter ended 31st March, 2016 and 31st March, 2015 being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the financial year which were subject to limited review by us.

**For LODHA & COMPANY
Chartered Accountants
Firm Registration No. 301051E**



**R. P. Baradiya
Partner
Membership No. 44101**

**Mumbai
May 26, 2016**

