

LIMITED REVIEW REPORT

To,
The Board of Directors,
UNIMERS INDIA LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of **UNIMERS INDIA LIMITED** for the quarter ended 30th June, 2015 except for the disclosures regarding 'public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited or reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "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 financial results are free of material misstatements. 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. a) *The accumulated losses of the Company as at the yearend 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 change, 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.254.09 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 quarter 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 quarter & previous year ended Rs. 4,945.06 lacs & Corresponding quarter ended Rs. 4,945.06 lacs), Securities application money due for refund of Rs. 75.21 lacs (for previous quarter, corresponding quarter and previous year ended Rs. 75.21 lacs), Advances from customers of Rs. 374.34 lacs (for previous quarter & year ended Rs.374.34 lac, and corresponding quarter ended Rs. 374.42 lacs), Trade Payables of Rs. 728.26 lacs (for previous quarter & year ended Rs.712.96 lacs and Corresponding quarter ended Rs. 721.70 lacs), Bank balances (Dr.) of Rs. 0.27 lacs (for previous quarter & year ended Rs. 0.27 lacs, Corresponding quarter ended Rs.0.27 lacs), Loans & Advances recoverable of Rs. 119.65 lacs (for previous quarter & year ended Rs. 119.65 lacs and Corresponding quarter ended Rs.120.18 lacs) being subject to confirmations / reconciliations and adjustments, if any, having consequential impact on the loss for the quarter, assets, liabilities and accumulated losses as at the close of the quarter, 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. 541.54 lacs (for current quarter, previous quarter and corresponding quarter ended Rs.19.16 lacs & for the previous year ended Rs.76.63 lacs) in respect of public debentures, Rs. 1,602.04 lacs (for current quarter ended Rs.101.18 lacs, previous quarter ended Rs.155.11 lacs, corresponding quarter ended Rs.92.16 lacs & for the previous year ended Rs.522.38 lacs) in respect of secured / unsecured loans and Rs.500.76 lacs (for current quarter, previous quarter and corresponding quarter ended Rs.24.64 lacs & for the previous year ended Rs.98.56 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 current quarter would have been Rs. 2673.08 lacs; for previous quarter Rs. 2522.78 lacs; for corresponding quarter Rs.1824.41 lacs and for the previous year ended Rs.2,636.57 lacs (as against reported loss of Rs. 28.74 lacs; loss for previous quarter of Rs. 23.42 lacs; loss for corresponding quarter of Rs. 41.86 lacs and loss for the previous year ended Rs.137.21 lacs), accumulated losses would have been Rs. 12,155.85 lacs; losses for previous quarter and year ended of Rs. 11,982.13 lacs and corresponding quarter Rs. 11,424.43 lacs (as against reported

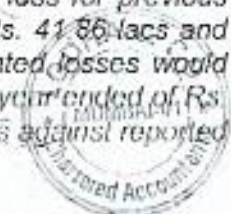


figure of Rs.9,511.51 lacs ; accumulated losses for previous quarter and year ended of Rs.9,482.77 lacs and corresponding quarter Rs.9,387.42 lacs); and other current liabilities would have been Rs. 8,257.53 lacs; for previous quarter and year end Rs.8,382.55 lacs and corresponding quarter Rs. 7,856.37 lacs (as against reported figure of Rs. 5,883.19 lacs; for previous quarter and year ended Rs. 5,819.56 lacs and corresponding quarter Rs. 5,883.19 lacs).

9. Based on our review conducted as above, *subject to what is stated in para 3 to 8 above*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement .

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



A.M. Hariharan
Partner
Membership No.38323

Place: Mumbai
Date : 11th August 2015

