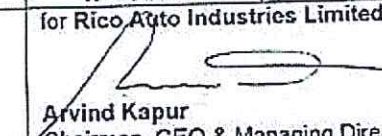
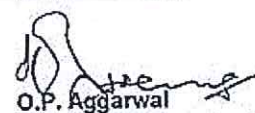
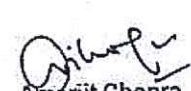
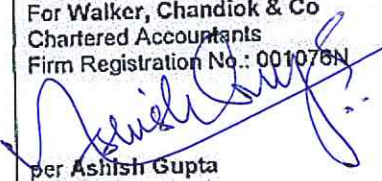


FORM A

(Pursuant to Clause 31(a) of the Listing Agreement)

1.	Name of the Company	Rico Auto Industries Limited
2.	Annual Financial Statements for the year ended	March 31, 2013
3.	Type of Audit Observation	<p>Un-qualified</p> <p>The report of the statutory auditors contains the following observations on the standalone financial statements:</p> <p>Observations in the annexure to the Independent Auditors' Report under the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956:</p> <p>Clause (ii)(c)</p> <p>a) The Company is maintaining proper records of inventory and material discrepancies noticed on physical verification have been properly dealt with in the books of account.</p> <p>Clause (iv)(b)</p> <p>b) Owing to the unique and specialized nature of the items involved and in the absence of any comparable prices, we are unable to comment as to whether the transactions made in pursuance of such contracts or arrangements have been made at the prevailing market prices at the relevant time.</p> <p>Clause (ix)(a)</p> <p>c) Undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities, though there has been a slight delay in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.</p> <p>Clause (xi)</p> <p>d) In our opinion, the Company has not defaulted in repayment of dues to any bank. There are no dues to debenture-holders. The Company has delayed in repayment of an instalment of Rs.0.92 crore to one financial institution for 37 days by March 31, 2013. The delay was made good subsequent to the year end on April 12, 2013.</p> <p>Clause (xvii)</p> <p>e) In our opinion, the Company has used funds raised on short-term basis for long-term investment. During the year, the Company has raised funds from short term borrowings amounting to Rs.33.25 crores, which would fall due for repayment within one year from the date of their receipt and such funds have been invested for acquiring long term investments and fixed assets.</p>
4.	Frequency of Observation	<p>i. Observation (a) has appeared for the first time</p> <p>ii. Observation (b) has appeared for the first time</p> <p>iii. Observation (c) has been appearing since financial year 2008-09</p> <p>iv. Observation (d) has appeared for the first time and</p> <p>v. Observation (e) has been appearing since, financial year 2011-2012</p>
5.	Signed by	<p>for Rico Auto Industries Limited</p> <div style="display: flex; justify-content: space-around;"> <div style="text-align: center;">  Arvind Kapur Chairman, CEO & Managing Director </div> <div style="text-align: center;">  O.P. Aggarwal CFO & Executive Director (Fin.) </div> <div style="text-align: center;">  Anurjit Chopra Chairman - Audit Committee </div> </div> <p>For Walker, Chandiok & Co Chartered Accountants Firm Registration No.: 001076N</p> <div style="text-align: center;">  Ashish Gupta Partner Membership No.: 504662 </div> <p>Place: Gurgaon</p>