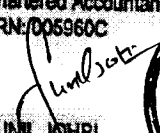


FORM B

(Clause 31(a) of Listing Agreement)

1.	Name of the Company:	VASWANI INDUSTRIES LIMITED
2.	Annual financial statements for the year ended	31st March 2011
3.	Type of Audit observation	QUALIFIED
4.	Frequency of observation	
5.	Draw attention to relevant notes in the annual financial statements THIS IS THE FOURTH YEAR OF OBSERVATION THIS IS THE THIRD YEAR OF OBSERVATION THIS IS THE FIRST YEAR OF OBSERVATION	Note No. 6 of notes to account- regarding certain disclosures relating to Micro/Small/Medium Enterprises. Note No. 5 of notes to accounts-During the year the Company has not produced M.S Ingots. Note no 13 of notes of accounts- regarding foreign currency translation & forward exchange contracts.
6.	Management response to the qualification in the directors report:	The observations made by the statutory Auditors in their report, read with relevant notes to accounts, are self explanatory. The following are the explanations to the qualifications of auditors in their report for the year ended March, 31, 2011. Refer point no 13 of Directors Report.
7.	Additional comments from the board/audit committee chair:	AS PER THE DISCLOSURE MADE IN THE REPORT For, Vaswani Industries Ltd.
8.	To be signed by-	
	CEO/Managing Director•	 Director
	CFO•	
	AUDIT COMMITTEE CHAIRMAN•	
	AUDITOR OF THE COMPANY•	For, SUNIL JOHRI & ASSOCIATES Chartered Accountants FRN:005960C  SUNIL JOHRI Partner Membership No: 074854 