M B A H & CO

CHARTERED ACCOUNTANTS

120, MIDAS, Sahar Plaza Complex, Andheri Kurla Road,
Andheri (E), Mumbai 400059
Telefax: 022 40104772 Email: mbahco@gmail.com

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF
PIONEER EMBROIDERIES LIMITED

1. We have audited the accompanying financial statements of PIONEER EMBROIDERIES LIMITED, for the year ended March 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation 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 statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable 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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

   An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the financial statements.

   We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

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

For **M B A H & CO**
Chartered Accountants
(Firm's Registration Number: 121426W)

M B A H & CO. MUMBAI Chartered Accountants

Mahesh Bhageria
Partner
Membership Number: 034499

Place : Mumbai
Date : 12th May, 2016

M B A H & CO

CHARTERED ACCOUNTANTS

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Andheri (E), Mumbai- 400059
Telefax: 022 40104772 Email: mbahco@gmail.com

Auditor's Report On Consolidated Financial Results of the Company for the year ended 31st March, 2016 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
THE BOARD OF DIRECTORS OF
PIONEER EMBROIDERIES LIMITED

1. (a) We have audited the consolidated financial results of PIONEER EMBROIDERIES LIMITED ("the holding company") and its subsidiary Companies (the holding Company and its subsidiaries are hereafter referred to as "the Group") and its associate for the year ended 31st March, 2016 attached herewith being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

   (b)These consolidated financial results have been prepared on the basis of the consolidated financial statements of the Company as at and for the year ended 31st March, 2016, and the relevant requirement of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are the responsibility of the company's management and have been approved by the Board of Director of the Company. The consolidated financial statements as at and for the year ended 31st March, 2016, have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder, and other accounting principles generally accepted in India.

   (c) Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. (a) We did not audit the financial statements of one subsidiary included in the consolidated financial results whose financial statements reflect total assets of ₹Nil as at 31st March, 2016, as well as the total revenues of ₹Nil for the year ended on that date. These financial statements and other financial information, has been audited by other auditors, whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, to the extend they have been derived from such financial statements is based solely on the report on such other auditors.

   (b) We did not audit the financial statements of one foreign subsidiary whose financial statements reflect total assets of ₹2.57 lacs as at 31st March, 2016 and total revenue of ₹Nil for the year ended on that date as considered in the consolidated financial statements.

   The consolidated financial statements also include the Group's share of net loss of ₹10.10 lacs for the year ended 31st March, 2016, in respect of one associate whose financial statements have not been audited by us.

M B A H & CO. MUMBAI Chartered Accountants

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These financial statements / financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and associate, and our report relates to the aforesaid subsidiary and associate, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

4. In our opinion and to the best of our information and according to the explanations given to us these consolidated financial results.

   (i) Include financial results of the following entities (subsidiaries and associate) included in the consolidation.
      a) Hakoba Lifestyle Limited (Subsidiary)
      b) Mas Embroideries Private Limited (Subsidiary)
      c) Pioneer Realty Limited (Subsidiary)
      d) S.R Investments Limited (Subsidiary)
      e) Crystal Lace (I) Limited (Associate)

   (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

   (iii) give a true and fair view of the consolidated net profit/loss and other financial information for the year ended 31st March, 2016 .

For **M B A H & CO**
Chartered Accountants
(Firm's Registration Number: 121426W)

M B A H & CO. MUMBAI Chartered Accountants

Mahesh Bhageria
Partner
Membership No. 034499

Place : Mumbai
Date : 12th May, 2016