



S.K. BADJATYA & CO.
CHARTERED ACCOUNTANTS

307, D.R. Chambers
12/56, D. B. Gupta Road, Karol Bagh, New Delhi-110005
Tel.: 23612570, Telefax : 41548689 Mobile : 9810163640
E-mail : jainsudhir_ca@rediffmail.com

Limited Review report

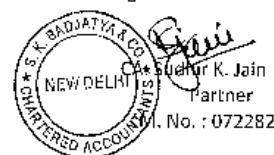
Review Report to

The Board of Directors, Chromatic India Limited

1. We have reviewed the accompanying statement of stand alone unaudited financial results of Chromatic India Limited for the quarter ended 30th September, 2014 except for the disclosures regarding "Public Shareholding " and "Promoter and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 statements are free of material misstatement. 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. No provision has been made in the unaudited financial results as on 30.09.2014 with regard to the realisability of loan from Societa Eiducle L Con SA (Arcoiris SA), erstwhile subsidiary company, aggregating Rs. 136.04 lacs as at 30th September 2014 (Rs. 136.04 lacs as at 30th September 2013), where the net worth has been completely eroded and there is no significant activities being carried out. In view of doubtful recovery, provision for interest and exchange variation have not been done for the quarter ended 30.09.2014.

The above has resulted in overstatement of profits by Rs. 136.04 lacs (Rs. 136.04 lacs as at 30th September 2013) and overstatement of Loans & Advances by Rs. 136.04 lacs (Rs.136.04 lacs as at 30th September 2013).The management is of the opinion that there is no impairment of other loans & advances including loans to subsidiaries as on 30.09.2014.
4. The company has not implemented schedule II of the Companies Act; 2013 during the quarter ended 30.09.2014. The depreciation has been calculated and accounted for as per schedule XIV of the Companies Act; 1956. The impact on the profits of the company is not ascertainable.
5. The Company has not complied with AS 15- 'Employees Benefits' for leave encashment and AS 22- 'Accounting for Taxes on Income' and therefore the impact on the financial results cannot be ascertained.
6. Based on our review conducted as above, subject to the effects of our observations given in para 3 & 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in AS-25 'Interim Financial Reporting' [notified pursuant to the Companies (Accounting Standards) Rules, 2006] and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.K. Badjatya & Co.
Chartered Accountants
Firm Regn. No. 004017C



Place : Mumbai

Date : 14th November, 2014