

Limited Review Report

**Review Report to
The Board of Directors
Cimmco Limited**

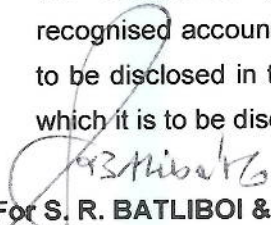
1. We have reviewed the accompanying statement of unaudited financial results of Cimmco Limited ('the Company') for the quarter ended December 31, 2011 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been 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 the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Without qualifying our conclusion, attention is drawn to certain claims of Rs 5,049.34 lacs (Rs 5049.34 lacs as at September 30, 2011) for which arbitration/legal proceedings are under progress and the management is hopeful of favorable decisions in this regard. The matter was also referred in our review report on the financial results for the quarter ended September 30, 2011.
4. *Attention is drawn to the following items:*
 - a. *Certain advances of Rs 629.24 lacs (Rs 987.50 lacs as at September 30, 2011), which have been considered good of recovery by the management. However, pending final outcome of the court cases/negotiations/completion of assessment proceedings with the relevant parties/authorities, we are unable to comment upon their recoverability and consequential impact on the loss of the Company.*



- b. *Non reconciliation/pending confirmation of the account with Asset Reconstruction Company (India) Limited, the impact whereof is presently unascertainable.*
- c. *Certain raw material inventories of Rs 1250.20 lacs (Rs 1250.20 lacs as at September 30, 2011) lying in the bonded warehouse under the custody of Custom Authorities, for which auction proceedings have been initiated. Pending confirmation from the Custom Authorities, we are unable to comment upon the carrying value of such inventories.*

Items referred above had also caused us to qualify our review report on the financial results for the quarter ended September 30, 2011.

5. Based on our review conducted as above, read with our observation in Para 3 above and except for the possible effects of the our observations in para 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 Accounting Standard 25 "Interim Financial Reporting", notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) 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. R. BATLIBOI & CO.

Firm Registration Number: 301003E

CHARTERED ACCOUNTANTS


per R. K. AGRAWAL

Partner

Membership No. 16667



Place: Kolkata

Date: February 10, 2012