

Limited Review Report**Review Report to
The Board of Directors
K S OILS LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of K S OILS LIMITED ('the Company') for the quarter ended 31st December, 2011 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 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) 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 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. Auditors' Report on earlier financial statements contains qualification/ reservation as follows:
 - i) Sundry debtors are subject to confirmation and reconciliation. Its consequential effect, if any, on the relevant asset and loss for the period, are not quantifiable.
 - ii) Variations/ fluctuations in costs and sales price and our reliance on the management representation, this being a technical matter;
 - iii) Position of inventory as per report of independent chartered accountants. Report for position of debtors & inventory awaited from the stock auditors appointed by lead bankers. The reasons for which we could not observe inventory count as provided under Assurance Standard SA 501 "Audit Evidence- Additional Considerations For Specific Items.";
 - iv) Pending approval of the Central Government for the excess managerial remuneration of Rs. 96 lacs.



4. Based on our review conducted as above, *subject to the effects of the our observations given in para 3 above*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards notified pursuant to 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 Haribhakti & Co.

Chartered Accountants

Firm Registration No. 103523W


Sumant Sakhardande

Membership No.: 34828



Mumbai

Date: 08th February, 2012