



V.R. BANSAL & ASSOCIATES

Chartered Accountants

B-11, Sector-2, NOIDA-201301, Tel: 2420-4320850

To,
The Board of Directors,
Lakshmi Precision Screws Limited,
Hisar Road,
Rohtak

We have reviewed the accompanying statement of unaudited financial results of Lakshmi Precision Screws Limited for the period ended 31st December, 2012 except for disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by management and have not audited by us. This statement is the responsibility of Company's Management and has been approved by Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagement 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 procedure 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.

The Company has made a provision of Rs 5411290/- upwards estimated gratuity liability and Rs. 3854896/- towards estimated encumbrance of leave as on 31st December, 2012. The liability as on 31st December, 2012 has not been ascertained as per AS-28 Employee Benefits issued by The Institute of Chartered Accountants of India.

As per the accounting policy of the Company, the Company is valuing its inventories at lower of cost and net realizable value. As explained to us, since exact cost is not ascertainable, the same is arrived at list price less 55% in case of finished goods and at list price less 15% in case of semi-finished goods and special items have been valued at 30% less in case of semi-finished goods and 20% less in the case of finished goods of the selling price. As explained to us the exact cost will be ascertained after implementation of cost records. Pending such determination of exact cost, the impact, if any, on the financial statements is not ascertainable and hence not provided for. Further, inventories have been taken as certified by the management.



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As per the information and explanations given to us, stocks of dies carried as inventories are amortized as a charge to the statement of profit and loss when they are scrapped from active use while the same should be written off on a systematic basis over their useful period of lives based on actual production. The impact, if any, on the financial statements is not ascertainable and hence cannot be quantified.

Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in the terms of clause 41 of Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For V.R.Bansal & Associates
Chartered Accountants
Registration No: 016534N



Dated 13.02.2013
Place : Noida