

The Board of Directors
MORARJEE TEXTILES LIMITED
MUMBAI.



MAKER BHAVAN NO. 2,
18, NEW MARINE LINES,
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Dear Sirs,

We have reviewed the accompanying statement of unaudited financial results of MORARJEE TEXTILE LIMITED, 2, Peninsula Spenta, Mathuradas Mills, Senapati Bapat Marg, Lower Parel, Mumbai 400 013, for the quarter ended 30th June 2012 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 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.

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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The Company has not accrued Interest income on loans / advances given to Company under the same management amounting to Rs. 116 lacs for the quarter ended on 30th June 2012, Rs. 81 lacs for the quarter ended on 31st March 2012 and Rs. 220 lacs for the year ended on 31st March 2012. As a result of the same, the profit for the quarter ended on 30th June 2012 is lower by Rs. 116 lacs, loss for the quarter ended on 31st March 2012 is higher by Rs. 81 lacs and profit for the year ended on 31st March 2012 is lower by Rs. 220 lacs and correspondingly, finance cost for the abovementioned periods is shown higher by equivalent amounts.

Based on our review conducted as above, nothing has come to our attention except the matter mentioned above that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practises 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.

Mumbai

Date: 01/08/12

Shah & Co.
Chartered Accountants
FRN: 109430W

Ashish Shah
Partner
M. No.: 103750

