



ARUN KISHORE & CO.

Chartered Accountants

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Limited Review Report to the Board of Directors of MVL Ltd. For the 3 months period ended 30th June, 2015

- 1) We have reviewed the accompanying statements of unaudited financial results of MVL Ltd. ("The Company") for the three months period ended 30th June 2015, 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 in meeting held on 13th Aug, 2015. 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) An advance of Rs. 23.66 crores is outstanding in the name of group company Noesis Industries Ltd as on 30.06.2015 which **is doubtful of recovery and for which no provision has been made in these accounts**. Noesis Industries Ltd. has apparently no means to repay the amount of loan. This advance to a sick group company is prejudicial to the interest of the lending company.
- 4) During this quarter interest on bank and Institutional loans classified as NPA by the lenders has not been provided. In consequence of such non provision of interest, revenue from operations arising out of "percentage of completion method" (POC) is understated by Rs. 7.13 crores and net profit from operations is overstated by Rs. 3.24 crores.
- 5) **Subject to para 3 & 4 above**, based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statements prepared in accordance with the Accounting Standards specified under section 133 of Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place: New Delhi
Date: 13th August 2015

For ARUN KISHORE & COMPANY
CHARTERED ACCOUNTANTS
ICAI Firm Regn. - 001898N

C.A. ARUN KISHORE
PARTNER
(Membership No. 10770)