

Ref No: NSE/LIST/1583

October 30, 2014

The Company Secretary
Mukta Arts Limited
Mukta House, Behind Whistling Woods Institute,
Film City Complex, Goregaon East,
Mumbai - 400065

Dear Madam/ Sir,

Sub: - Manner of Dealing with the Qualified Audit Reports filed by the Listed Companies.

This has reference to SEBI Circular No. CIR/CFD/DIL/7/2012 dated August 13, 2012 read with the SEBI's Clarificatory Circular CIR/CFD/DIL/9/2013 dated June 05, 2013 on the captioned subject matter.

SEBI has informed the Exchange that based on the deliberations at QARC, the cases (Annexure I) were referred to FRRB for its opinion on the qualifications. Subsequently, SEBI is in receipt of opinion of FRRB in these cases.

SEBI has directed the Exchange to advise the company, with regards to rectification in terms of Clause 5 (d) (iii), the qualifications raised by the Statutory Auditor of the Company shall be suitably rectified, and the same qualification shall not appear in the Audit Report for the next reporting period.

You are advised to ensure compliance of the said SEBI directives and report status of compliance to the Exchange.

Yours faithfully,
For National Stock Exchange of India Limited



Avinash Kharkar
Asst. Vice President

CC to: The Statutory Auditor
B S R & Company, Chartered Accountants
Lodha Excelus, 1st Floor, Apollo Mills compound,
N M Joshi Marg, Mahalakshmi,
Mumbai - 400011



Name of the Company	Qualification	Opinion of FRRB	Action to be taken
Mukta Arts Limited	Investments made in & loans given to Whistling Woods International Limited, a subsidiary of the Company are doubtful of recovery as net worth of the said subsidiary stands fully eroded as at March 31, 2013	Qualification is justified. Further, FRRB suggested that the qualification may be dealt in accordance with para 5(d)(iii) of the circular instead of 5(d)(ii)	Rectification in terms of Clause 5(d)(iii) of the SEBI Circular