

October 30, 2014

Ref No: NSE/LIST/1583

The Company Secretary  
Hikal Limited  
717/718, Maker Chamber V, 7th Floor,  
Nariman Point,  
Mumbai - 400021

**Kind Attn: - S.V. WAHALEKAR**

Dear 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 regard to restatement of Financial Statements pertaining to Financial Year 2012-13 in terms of Clause 5 (d) (ii) of the SEBI Circular dated August 13, 2012, June 05, 2013.

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, 1<sup>st</sup> Floor, Apollo Mills compound,  
N M Joshi Marg, Mahalakshmi,  
Mumbai - 400011



Name of the Company	Qualification	Opinion of FRRB	Action to be taken
Hikal Limited	The Company has not provided for a "mark-to-market" loss on derivative contracts/receivables aggregating to Rs 116.17 million as at 31 March 2013 (31 March 2012: Rs 452.63 millions) (Refer Note 28 to financial statements) for the reasons stated by the management in the said note. Consequently, without considering the tax effect, the profit before tax for the year and reserves and surplus are overstated by Rs 116.17 million (31 March 2012: Rs 452.63 millions), short term loans and advances are overstated by Rs Nil (31 March 2012: Rs 70.10 millions) and other current liabilities are understated by Rs 116.17 million (31 March 2012: Rs 382.53 millions).	Qualification is justified	Restatement under Clause 5(d)(ii) of the SEBI Circular