

JAIN STUDIOS LTD.

13th February 2016

To

The Manager, Capital Market (Listing)
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra Kurla Comple, Bandra (E)
Mumbai-400051
Scrip code: JAINSTUDIO

The Corporate Relationship Dept.
BSE Limited
1st floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Mumbai-400001
Stock Code: 532033

Re: Limited Review Report towards the Un-audited financial results for the quarter/nine months ended 31st December 2015 under Regulation 33 of the SEBI (LODR) Regulations, 2015

Dear Sir/Madam

Please find enclosed herewith a copy of Limited Review Report towards the Un-audited financial results for the quarter/nine months ended 31st December 2015 under Regulation 33 of the SEBI (LODR) Regulations, 2015 for your record and information.

Thanking you

Yours faithfully

For Jain Studios Limited


Satyendu Pattnaik

Company Secretary

K-37, Second Floor,
Green Park Main
New Delhi-110016
Ph: 011-26962425

GIRI & BANSAL
Chartered Accountants

To
The Board of Directors
Jain Studios Limited
Scindia Villa, Sarojini Nagar,
New Delhi – 110 023.

Subject: Limited Review Report for the Quarter / Nine Months ended 31st December 2015

1. We have reviewed the accompanying statement of unaudited financial results of JAIN STUDIOS LIMITED for the quarter/ Nine months ended 31st December 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/ Committee of Board of Directors. 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) 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to:
 - a) In respect of recognition and carry over of deferred tax assts (net) amounting to Rs. 594.54 lacs, based on management perception in respect of availability of sufficient taxable income in coming years against which such assets can be realized. In respect of MAT credit entitlement amounting to Rs 26.45 Lacs recognised and carried over based on management perception and our inability to comment thereon. Further, provision for taxation including deferred tax has not been made as stated in the foot note no. 3 to accompanying financial results which reads "The Provision for Current Tax and Deferred Tax has been made at the end of the year".
 - b) *In respect of One Time Settlement ("OTS") arrived at with Stressed Assets Stabilization Fund ("SASF"), SASF vide its letter dated 12th February 2015 and 5th*



March 2015 respectively denied the further extension and revoked the OTS and subsequent modifications thereof including reversal of waiver of dues and restoration of the original liability as per the terms of loan agreement and adjustment of payment received by SASF from the company towards the dues. The same has not been effected in the account books of the company.

A notice from Solicitors of SASF dated 13.10.2015 has been served upon the company, calling upon the company to forthwith pay Rs 267.28 crores (Rupees Two Hundred and Sixty Seven Crores and Twenty Eight Lakhs) only, as a consequence of the Revocation of the OTS, due to non-compliance of OTS terms by the company (JSL).

Necessary accounting entries, writing back the benefit of OTS (one time settlement with SASF), has not been effected in the books of account of the company till date.

- c) In respect of custom duty saved Rs. 351.48 Lacs during earlier years as per EPCG Scheme, against which the company's funds amount Rs 274.21 lacs are laying deposited with custom department. No provision has been made for the custom duty saved and interest thereon which will amount to Rs. 705.02 lacs approximately.

As explained to us the company has made an application to DGFT for extension to fulfill the Export Obligation.

- 4 Based on our review conducted as above and subject to our comments in para 3 above and read with foot note nos. 4 and 5 to accompanying unaudited financial results, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI(Listing Obligation and Discloser Requirement) Regulation, 2015, except non disclosure / publication of audit qualifications (as per the year ended 31st March, 2015), including the manner in which it is to be disclosed or that it contains any material misstatement.

For GIRI & BANSAL
Chartered Accountants



(N. P. BANSAL)
Partner
M. No. 80319

Place: New Delhi
Dated: 13.02.2016