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**GIRI & BANSAL**  
Chartered Accountants

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

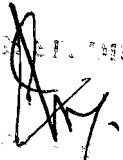
**Subject: Limited Review Report for the Quarter / Three Months ended 30<sup>th</sup> June 2014**

1. We have reviewed the accompanying statement of unaudited financial results of JAIN STUDIOS LIMITED for the quarter/ three months ended 30<sup>th</sup> June 2014 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 assets (net) amounting to Rs. 736.99 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 (impact unascertained).
- b) In respect of one time settlement (OTS) arrived at with SASF, SASF vide its letter dated 29<sup>th</sup> March 2014 has agreed to extend the date of buy back of shares of the company amount Rs. 500.00 lacs upto 1<sup>st</sup> October 2014 along with return of 12.75% till 30<sup>th</sup> September 2014.

JAIN STUDIOS LTD  




- 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.*

*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, 5 and 6 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 Clause 41 of the Listing Agreement, except non disclosure / publication of audit qualifications (as per the year ended 31<sup>st</sup> March, 2014), including the manner in which it is to be disclosed or that it contains any material misstatement.

For GIRI & BANSA,  
Chartered Accountants



N. P. BANSA, J.  
Partner  
M. No. 18077

Place: New Delhi  
Dated: 12.08.2014

A handwritten signature in black ink, appearing to be "G. S. S.", located at the bottom center of the page.