

The Board of Directors
Nuchem Limited
54, Industrial Area,
N.I.T.
Faridabad, Haryana.

**LIMITED REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS OF
NUCHEM LIMITED FOR THE QUARTER ENDED 31st MARCH, 2011**

We have reviewed the accompanying statement of Unaudited Financial Results of Nuchem Limited for the quarter ended 31.03.2011 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 reviewed by us. The statement of quarterly financial results has been prepared from interim financial statements which are the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in accounting standards AS-25 'Interim Financial Reporting' notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement, however, without qualifying our opinion we draw attention to foot note no-1, 2, 4 & 5, wherein reasons for non recognition of income & expenditure and other facts have been mentioned as under;

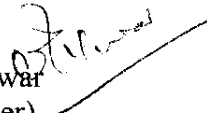
- a) Note no. 1 regarding non recognition of profit on sale of land of Rs.610.68 lacs owing to necessary approvals which are pending;
- b) Note no. 2 regarding pending One Time Settlement (OTS) with a bank. Except for provision of interest, no other liability has been provided for that may arise in future due to non-validation of the OTS arrangement.
- c) Note no. 4 regarding non provision of deferred tax assets/liabilities as per AS-22 notified pursuant to the Companies (Accounting Standards) Rules, 2006 the amount not being ascertained as the management considers the same to be accounted for in the audited accounts; and



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- d) Note no. 5 regarding the auditors qualification or other reservations in the last audited accounts for the financial year ended on 31.03.2010, not being addressed in the financial results, the loss disclosed in the statement for the quarter under review has not been impacted.


For D. S. Talwar & Company
Chartered Accountants
Firm Regn no-000993N


V. Talwar
(Partner)
Membership no. 07542

Place: New Delhi
Dated: 12/05/2011



For S. S. Kothari Mehta & Company
Chartered Accountants
Firm Regn no-000756N


Kamal Kishore
(Partner)
Membership no. 78017

