



Limited Review Report

The Board of Directors

FE (India) Limited

{formerly known as Financial Eyes (India) Limited}

1. We have reviewed the accompanying statement of unaudited financial results of FE (India) Limited {formerly known as Financial Eyes (India) Limited} (hereinafter referred as 'the Company') W – 19, Greater Kailash Part II, New Delhi – 110048 for the quarter ended on 30th September, 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. 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) 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.
3. **Basis for Qualified Conclusion**
 - a. *We invite attention to note no. 4 relating to the status of bank limits of the Company. The working capital limits availed by company from consortium of banks are irregular since 30th June 2015, the bankers have constituted a Joint Lender Forum (JLF) to sort out the problems, company has submitted a revival plan. As per our information the revival plan is under discussion of JLF / lead banker and in the meantime one of the consortium member bank has classified the company account as non-performing (NPA) on 30th September 2015.*
 - b. *The Company is not able to pay off its statutory liabilities specially self-assessment income tax for AY 2014-15 and 2015-16 amounting to Rs. 412.97 lacs.*
 - c. *There is drastic drop in business activities. The company has achieved a turnover of Rs. 128.88 lacs in July – September 2015 quarter against Rs. 18,964.48 lacs in the corresponding quarter of last year. The stock holding has also become Nil.*





There is huge fund crunch and it seems that company is not capable to sustain its operations without additional resources. From this it proves that there exist major uncertainties which are casting significant doubt on the company's ability to continue as a going concern.

d. The Company has paid for insurance Policies in the name of WTD and this payment is classified in account books as Investment stating the reason that the intending beneficiary of these policies is company, though due to some mistake these were issued in the name of WTD and the WTD has given consent for unconditional absolute assignment in favour of company, which is in process. This was stated in Note 2.32 of Balance Sheet of the Company as on 31st March 2015. However, the company is yet to show any documentary evidence for assignment process.

From this we can only draw the conclusion that investments of the company are overstated by Rs. 35 lacs as on 30th September, 2015 and Loans and Advances to related parties (Assets) are understated by Rs. 35 lacs on that date.

4. Based on our review conducted, *except for the possible effect of the matters described in our basis for qualified conclusion paragraph referred to in para 3 above*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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.

Date: 14th November, 2015
Place: New Delhi

For L M S C & Co
Chartered Accountants

(Shri Chand)
Partner, M. No. 098635
Firm Regn. No. 021763N

