

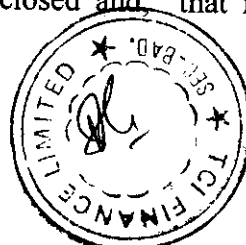
S.B. Billimoria & Co.

Chartered Accountants
1-8-384 & 385,
3rd Floor, Gowra Grand,
S. P. Road, Begumpet,
Secunderabad-500 003.
INDIA

Tel : +91 (040) 4031 2600
Fax : +91 (040) 4031 2714

Auditors' Report The Board of Directors TCI Finance Limited

1. We have reviewed the accompanying statement of "UNAUDITED FINANCIAL RESULTS OF TCI FINANCE (the "Company") LIMITED FOR THE HALF YEAR ENDED SEPTEMBER 30, 2010" (the "Statement"). 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 the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by 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 Statement is free of material misstatements. 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 opinion.
3. We have traced the figures of the Assets and Liabilities as at 30th September, 2009 given in Note 7 of the Statement from the unaudited financial statements for the half year ended 30th September. These figures were not reviewed by us.
4. Loans and Advances include advance of Rs 189.22 lacs to a subsidiary whose net worth as at March 31, 2010 had been completely eroded and in respect of which no provision has been made. We are unable to comment on the recoverability of the amount advanced.
5. (Attention is invited to note 5 (b) of the Statement regarding the status of advance of Rs.762.60 lacs given towards purchase of land.)
6. Except for the effect of adjustments that may be required in respect of the matter dealt with in paragraph 4 above and based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed and that it contains any material misstatement.



S.B. Billimoria & Co.

7. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Registrars.

For S.B.Billimoria & Co.
Chartered Accountants
(Registration No.101496W)

Rajasekh

K. Rajasekhar
Partner

(Membership No. 23341)

Place: Secunderabad
Date: 26th October, 2010

