

N. C. Shah & Associates

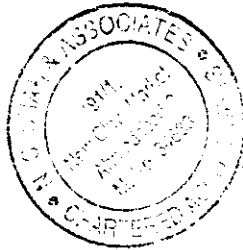
Chartered Accountants
191/1, New Cloth Market,
Ahmedabad - 380 002

Deloitte Haskins & Sells

Chartered Accountants
'Heritage', 3rd Floor,
Nr. Gujarat Vidhyapith,
Off Ashram Road,
Ahmedabad - 380 014

Auditors' Limited Review Report

To
The Board of Directors of
Aarvee Denims & Exports Limited
On Unaudited Financial Results



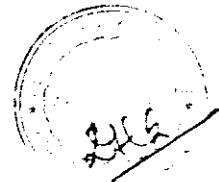
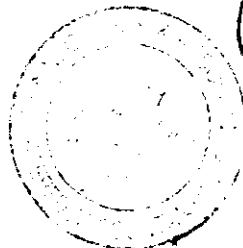
We have reviewed the accompanying statement of unaudited financial results ("the Statement") of **Aarvee Denims & Exports Limited** for the period ended 31st December, 2009. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2400, 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.

Attention is invited to Note No 5 of the Statement which states that exceptional item for the quarter and for the period of nine months ended on 31st December, 2009 are net of Rs. Nil and Rs. 464.93 lacs respectively of loss on settlement of derivative contract matured during the quarter/period as such loss was not provided on mark to market basis as at 31st March, 2009.

Subject to above and based on our review, 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 stock exchanges including the manner in which it is to be disclosed, or that it contains any material misstatement.

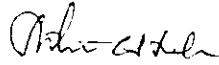
...2



Order of the

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

For N.C. Shah & Associates
Chartered Accountants



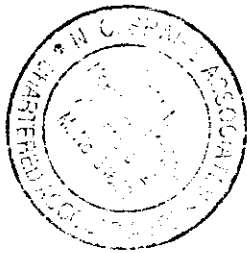
Nitin C. Shah

Proprietor

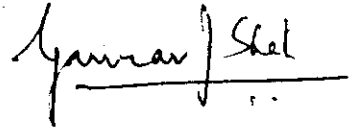
Membership No. 34633

Place: Ahmedabad

Date: 29th January, 2010



For Deloitte Haskins & Sells
Chartered Accountants



Gaurav J. Shah

Partner

Membership No. 35701

Place: Ahmedabad

Date: 29th January, 2010

