

Report on Review of Interim Financial Information

To,

The Board of Directors,

Mudra Lifestyle Limited

Introduction

We have reviewed the accompanying statement of unaudited financial results of **MUDRA LIFESTYLE LIMITED** for the quarter and half year ended **31st March 2012**, being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter group Shareholding' which have been traced from disclosure made by the management and have not been reviewed by us. Management is responsible for preparation and fair presentation of these interim financial information in accordance with Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standard) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

Scope of 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 an analytical procedure 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.

Basis for qualified conclusion

Based on the information provided to us by the management, the cost of the inventory would be higher than the net realisable value and hence, the inventory as on 31 March 2012 has been valued at net realisable value. However, we have not been provided with the appropriate working of the valuation of inventory as on 31 March 2012.

Qualified Conclusion

Based on our review conducted as above, with the exception of the matter described in the preceding paragraph, 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 recognized 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.

Further, we also report that we have, on the basis of the books of accounts, other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholding in respect of aggregate amount of public shareholding, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

For K C P L & Associates
Chartered Accountants
Firm Reg.No.119223W



Parasmal Jain
Partner
M.No.134160



Place: Mumbai
Date: 12 May, 2012