



**S.R.R.K. Sharma Associates**  
CHARTERED ACCOUNTANTS

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### LIMITED REVIEW REPORT

**The Board of Directors**  
**HMT Ltd**  
**Bangalore**

We have reviewed the accompanying un-audited Statements of financial results of HMT Limited for the Quarter and Half year ended 30<sup>th</sup> September 2013, except for the disclosures regarding 'Public Shareholding' and Promoter and Promoter Group Shareholding' which have been traced from disclosures made by management and have not been audited by us. The financial results incorporate the relevant returns of two Units reviewed by the Branch Auditors and returns of one Unit certified by the Unit Management.

These statements are the responsibility of the Management. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Financial Statements 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 of financial information consists principally of applying analytical procedures for financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

- 1. The Company has made long term investments aggregating to Rs1.66 Crores in a subsidiary company, viz., HMT Chinara Watches Limited whose net worth has eroded. In our opinion, there is a total decline in the value of these investments, which is other than temporary. No provision for above diminution is made as required by AS 13 prescribed under Companies (Accounting Standards) Rules, 2006.**
- 2. No provision has been made towards loans and advances due from the above subsidiaries amounting to Rs 81.17 Crores.**
- 3. Certain balances under Trade Payables, other current liabilities, Trade Receivables, Loans and advances are subject to confirmation and reconciliation. These balances include certain old balances requiring review and reconciliation. Consequential impact of the same on the financial statements is not ascertainable.**



**S.R.R.K. Sharma**  
**Associates**



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**4. Attention is invited to point no.4 of note to Statement of unaudited results wherein the Company has not published the figures for the corresponding period of the quarter and half year i.e., 30-09-2012, due to sales reversals in the previous year consequent to audit. Hence the unaudited financial results for the quarter and half year ended 30th September 2013 along with previous quarter ended 30-06-2013 has been published and the unaudited financial results published earlier for quarter and half year ended 30-09-2012 are not comparable. Accordingly the statement of assets & liabilities have been published for the half year ended 30-9-2013 only.**

Except to what has been stated above, based on our review conducted as above, nothing has come to our attention that causes us to believe that accompanying statement of un-audited 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.

For M/s S R R K SHARMA ASSOCIATES  
Chartered Accountants  
(ICAI Regn No 003790S)

(CA S R R K Sharma)  
Partner (M.No.18088)

Date: 29-11-2013  
Place: Bangalore

