

## Limited Review Report

Review Report to  
The Board of Directors  
SPML Infra Limited

1. We have reviewed the accompanying statement of unaudited financial results of SPML Infra Limited ('the Company') for the quarter ended June 30, 2013 (the "Statement"), 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 reviewed 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 the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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. *Attention is drawn in respect of a contract modified by the customer of the Company, the matter relating to settlement of claims, counter claims and consequential damages is presently sub-judice. Accordingly, we are unable to comment about the impact, if any, of the aforesaid termination on the related contract value, contract cost and unbilled revenue of Rs. 3071.69 lacs and its consequential impact on the loss for the quarter.*  
*The audit and review report for the year/quarter ended March 31, 2013 was also modified in respect of the above matter.*
4. Attention is drawn to the following:
  - a) Arbitration claims of Rs. 5,508.17 lacs having been recognised as income during the quarter .The arbitrator had ruled the award in favor of the Company but the counterparty had preferred appeal there against during earlier years. The management is confident to recover such claims.




- b) Recoverability of arbitration claim of Rs. 3,028.30 lacs booked as income in the previous year where the Company had received arbitration award in its favor. The customer has preferred an appeal against the said arbitration awards during the quarter. The management believes that the final outcome of the appeal would be in favor of the Company based on the facts of the case and is confident to recover the claims.

Our review report is not qualified in respect of above matters.

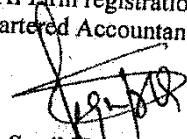
5. Based on our review conducted as above, *except for the effects of the our observations paragraph 3 above*, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended)] 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 S.R. BATLIBOI & CO. LLP  
ICAI Firm registration number: 301003E  
Chartered Accountants

  
Per Manoj Gupta  
Partner  
Membership No.:083906  
Place: Gurgaon  
Date: August 14, 2013



For Sunil Kumar Gupta & Co.  
ICAI Firm registration number: 003645N  
Chartered Accountants

  
Per Sunil Kumar Gupta  
Partner  
Membership No.:082486  
Place: Gurgaon  
Date: August 14, 2013

