



LAKHANI & LAKHANI

CHARTERED ACCOUNTANTS

To,
The Board of Directors,
Gratex Industries Limited,
109, KakadUdyogBhavan,
L.J.Road, Mahim,
Mumbai – 400 016.

1. We have reviewed the Statement of Standalone Unaudited Financial Results (the “Statement”) of **GRATEX INDUSTRIES LIMITED** (the ‘Company’) for the quarter ended 30th June,2018. The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the “Listing Regulations, 2015”) which has been initialed by us for identification purpose. The Statement is the responsibility of the Company’s Management. Our responsibility is to issue a report on the Statement based on our review.
2. This statement which is the responsibility of the Company’s Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. 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 Statement is free of material misstatement.
4. **Conclusion:**

Based on our review conducted as stated above, we conclude that there is a departure from the requirements of Applicable Financial Reporting Framework i.e. Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies. As Per IND AS 19, the company needs to make liability of Post Employment Benefits and short term employee benefits i.e. Gratuity and Leave Encashment, while the company is directly recognizing the expense while making payment to employees.





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5. Based on our review conducted as stated above, except for the matter specified in above paragraph, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The previously issued financial information of the company for the quarter ended June 30, 2017, were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, and were reviewed by us.

For LAKHANI & LAKHANI
Chartered Accountants

Deepak M. Mojindra
(Partner)
M. No.: 129704
Firm Reg No: 115728W
Place: Thane
Date: 13th August, 2018

