



Auditor's Report on Quarterly and Annual Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Garnet International Limited
901, Raheja Chamber,
Free Press Journal Marg,
Nariman Point,
Mumbai-400021

1. We have the audited the accompanying standalone financial results of Garnet International Limited ("the Company") for the quarter ended March 31, 2016 and the year to date results for the period from April 1, 2015 to March 31, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. These quarterly and annual standalone financial results have been prepared on the basis of standalone financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of such standalone financial statements, which have been prepared in accordance with Accounting Standard notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatement(s).

An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the


reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

3. In our opinion and to the best of our information and according to the explanations given to us these quarterly and annual financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2016 as well as the year to date results for the period from April 1, 2015 to March 31, 2016.
4. Attention is drawn to the fact that the figures for the quarter ended March 31, 2016 as reported in these results are the balancing figures between audited figures in respect of the year ended March 31, 2016 and published year to date figures upto the end of third quarter of the relevant financial years. Also the figures upto the end of third quarter had only been reviewed and not subjected to audit.
5. Also attention is drawn towards the following points :
 - a) Company's financial assets constitute more than 50 per cent of the total assets and income from financial assets constitutes more than 50 per cent of the gross income. However Company is not registered under section 45-1A of the Reserve bank of India.

For & on Behalf of

MVK Associates
Chartered Accountants
Firm Registration Number: 120222W


CA Mittal Vora
Partner
Membership. No. : 140786

Place : Mumbai
Date : May 30, 2016





**Auditor's Report On Quarterly and Annual Consolidated Financial Results
of the Company Pursuant to the Regulation 33 of the SEBI (Listing
Obligations and Disclosure Requirements) Regulations, 2015**

To
The Board of Directors
Garnet International Limited
901, Raheja Chamber,
Free Press Journal Marg,
Nariman Point,
Mumbai-400021

1. We have audited the accompanying consolidated financial results of Garnet International Limited ("the Holding Company") and its subsidiary for the year to date results for the period from April 1, 2015 to March 31, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. These annual consolidated financial results have been prepared on the basis of consolidated financial statements, which are the responsibility of the Holding company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with Accounting Standard notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s).

An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place

an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

3. We did not audit the financial statements of the Associates included in the consolidated financial results. These financial statements are audited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associate, is based solely on such audited financial statements. In our opinion and according to the information and explanations given to us by the Management, this financial statements / financial information are not material to the Group.
4. In our opinion and to the best of our information and according to the explanations given to us these annual consolidated financial results:
 - i. includes the year to date figures of the following entities :
 - Sukartik Clothing Private Limited, Subsidiary Company
 - Bhuta Investment Private Limited, Associate Company
 - ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - iii. give a true and fair view of the consolidated net profit and other financial information for the year ended March 31, 2016
5. Attention is drawn to the fact that the figures for the quarter ended March 31, 2016 as reported in these results are the balancing figures between audited figures in respect of the year ended March 31, 2016 and published year to date figures upto the end of third quarter of the relevant financial years. Also the figures upto the end of third quarter had only been reviewed and not subjected to audit.
6. Also attention is drawn towards the following points :
 - a) Figures of an associate company, i.e. Alaukik Mines and Power Private Limited were not consolidated as the audited balance sheet of the said company was not available.
 - b) Company's financial assets constitute more than 50 per cent of the total assets and income from financial assets constitutes more than 50

per cent of the gross income. However Company is not registered under section 45-IA of the Reserve bank of India.

- c) In case of a subsidiary company, Provision for employee benefits has not been done as per Accounting Standard 15 which deals with "Employee Benefits".

For & on Behalf of

MVK Associates
Chartered Accountants
Firm Registration Number: 120222W



CA Mittal Vora
Partner
Membership No. : 140786

Place : Mumbai
Date : May 30, 2016



GARNET INTERNATIONAL LIMITED

901, Raheja Chambers, Nariman Point, Mumbai - 400 021 (India)
Tel.: 6636 9942 • Fax: 6636 9943 • E-mail: info@garnetint.com.

CIN: L999009441995PLC003443

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Consolidated Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the financial year ended March 31, 2016.
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) [Rs. In Lakhs]	Adjusted Figures (audited figures after adjusting for qualifications) [Rs. In Lakhs]
	1.	Turnover / Total income	3630.39	Management is of the opinion that there is no material effect of the qualifications on the financial figures.
	2.	Total Expenditure	3504.84	
	3.	Net Profit/(Loss)	71.54	
	4.	Earnings Per Share	1.15	
	5.	Total Assets	5942.92	
	6.	Total Liabilities	5942.92	
	7.	Net Worth	4383.98	
	8.	Any other financial item(s) (as felt appropriate by the management)	--	
II	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification:			
	i. Figures of an associate company, i.e. Alaukik Mines and Power Private Limited were not consolidated as the audited balance sheet of the said company was not available.			
	ii. Company's financial assets constitute more than 50 per cent of the total assets and income from financial assets constitutes more than 50 per cent of the gross income. However Company is not registered under section 45-1A of the Reserve bank of India.			
	iii. In case of a subsidiary company, Provision for employee benefits has not been done as per Accounting Standard 15 which deals with "Employee Benefits".			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion			
	c. Frequency of qualification:			
	Whether appeared first time: Point No. II(a)(i), II(a)(ii), II(a)(iii).			
	Repetitive: Nil			



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	<p>CIN: L29999MH1999PLC003448</p> <p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.</p>	
	<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>	
	<p>(i). Management's estimation on the impact of audit qualification: N.A.</p>	
	<p>(ii). If management is unable to estimate the impact, reasons for the same:</p> <p><u>Reply for Point II(a)(i)</u>: Management is of the opinion that consolidation of Alaukik Mines & Power Private Limited will not have any material effect on the financials.</p> <p><u>Reply for Point II(a)(ii)</u>: Company will take necessary steps in due time.</p> <p><u>Reply for Point II(a)(iii)</u>: Noted and will be taken care in future</p>	
	<p>(iii). Auditors' Comments on (ii) above:</p> <p><u>Reply for Point II(a)(i)</u>: The same is noted.</p> <p><u>Reply for Point II(a)(ii)</u>: Ok.</p> <p><u>Reply for Point II(a)(iii)</u>: Ok.</p>	
III	<p>Signatories:</p> <ul style="list-style-type: none">• CEO/Managing Director• CFO• Audit Committee Chairman• Statutory Auditor	<p><i>Sg...</i></p> <p><i>Sh...</i></p> <p><i>...</i></p> <p><i>M...</i></p>
	<p>Place: Mumbai</p> <p>Date: May 30, 2016</p>	



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CIN: L92002MH2003PLC003448

**Statement on Impact of Audit Qualifications (for audit report with modified opinion)
submitted along-with Standalone Annual Audited Financial Results**

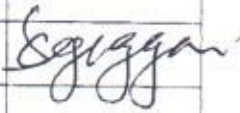
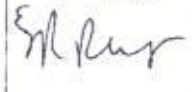


Statement on Impact of Audit Qualifications for the financial year ended March 31, 2016. [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) [Rs. In Lakhs]	Adjusted Figures (audited figures after adjusting for qualifications) [Rs. In Lakhs]
	1.	Turnover / Total income	2194.03	Management is of the opinion that there is no material effect of the qualifications on the financial figures.
	2.	Total Expenditure	2219.79	
	3.	Net Profit/(Loss)	28.04	
	4.	Earnings Per Share	0.45	
	5.	Total Assets	5051.82	
	6.	Total Liabilities	5051.82	
	7.	Net Worth	4212.20	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	
II	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:			
	i. Company's financial assets constitute more than 50 per cent of the total assets and income from financial assets constitutes more than 50 per cent of the gross income. However Company is not registered under section 45-IA of the Reserve bank of India.			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion			
	c. Frequency of qualification:			
	Whether appeared first time: Point No. II(a)(i), II(a)(ii).			



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CIN: L93600MH19005PLC003443

	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	
	(i). Management's estimation on the impact of audit qualification: N.A.	
	(ii). If management is unable to estimate the impact, reasons for the same: <u>Reply for Point II(a)(i):</u> Company will take necessary steps in due time.	
	(iii). Auditors' Comments on (ii) above: <u>Reply for Point II(a)(i):</u> Ok.	
III	Signatories:	
	• CEO/Managing Director	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
	Place: Mumbai	
	Date: May 30, 2016	