

U.B.SURA & CO

CHARTERED ACCOUNTANTS
14, KRISHNA KUNJ, 144/45, M. G. ROAD
GHATKOPAR (EAST), MUMBAI-400 077
Tel. 21022735, 21022095 email: caubsura@gmail.com

INDEPENDENT AUDITORS REVIEW REPORT OF INTERIM STANDALONE FINANCIAL RESULTS OF KARMA ENERGY LIMITED

We have reviewed the accompanying statement of standalone unaudited Financial Results of **Karma Energy Limited** for the Quarter ended **June 30, 2016**, attached herewith, being submitted by the company pursuant to the requirement Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our review of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interim Financial Reporting (AS 25/ Ind AS34), prescribed, under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. 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 Statement.

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

We believe that our audit provides a reasonable basis for our opinion. In our opinion and to the best of our information and according to the explanations given to us these quarterly 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 in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit/loss and other financial information of the company for the quarter ended **30th June, 2016**

FOR U. B. SURA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 110620 W

U.B.Sura

U. B. SURA
PROPRIETOR
Mumbai: Dated: 09/08/2016



Karma Energy Limited

(Corporate Identity Number - L3110MH2007PLC168823)

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

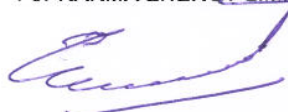
Unaudited Financial Results for the Quarter Ended and 3 Months Ended on 30.06.2016

| PART I | | Rs. in Lakh | | | |
|---|---|--|--|--|-------------------------------------|
| Statement of Standalone / Consolidated Unaudited Results for the Quarter Ended 30.06.2016 | | | | | |
| | Particulars | Quarter Ended 30.06.2016 Unaudited | Quarter Ended 31.03.2016 Unaudited | Quarter Ended 30.06.2015 Unaudited | Year Ended 31.03.2016 Audited |
| 1 | Income from operations | | | | |
| [a] | Net sales / income from operation (Net of excise duty) | 728.58 | 101.43 | 296.60 | 1,298.06 |
| [b] | Other operating income | 15.87 | 45.45 | 14.43 | 99.35 |
| | Total income from operations [net] | 744.45 | 146.88 | 311.03 | 1,397.41 |
| 2 | Expenses | | | | |
| [a] | Cost of materials consumed | - | - | - | - |
| [b] | Purchase of stock-in-trade | - | - | - | - |
| [c] | Changes in inventories | - | - | - | - |
| [d] | Employee benefits expense | 85.90 | 79.85 | 79.84 | 321.12 |
| [e] | Depreciation and amortisation expense | 124.61 | 124.36 | 124.36 | 500.16 |
| [f] | Operation & Maintenance cost | 98.87 | 100.96 | 90.93 | 356.26 |
| [g] | Energy & Other Direct Costs | 79.27 | 14.76 | 7.68 | 38.09 |
| [h] | Other expense (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately) | 36.20 | 57.82 | 55.52 | 184.28 |
| | Total expenses | 424.86 | 377.74 | 358.33 | 1,399.90 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1 - 2) | 319.59 | (230.85) | (47.30) | (2.49) |
| 4 | Other Income | 81.13 | 14.04 | 7.82 | 38.09 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | 400.73 | (216.81) | (39.48) | 35.60 |
| 6 | Finance Costs | 231.35 | 176.29 | 164.74 | 699.45 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6) | 169.38 | (393.11) | (204.22) | (663.85) |
| 8 | Exceptional Items | - | (519.59) | - | (519.59) |
| 9 | Profit / (Loss) from ordinary activities before tax (7 + 8) | 169.38 | 126.48 | (204.22) | (144.26) |
| 10 | Tax Expense | 26.47 | 97.29 | (46.90) | 9.96 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9 - 10) | 142.91 | 29.19 | (157.32) | (154.22) |
| 12 | Extra ordinary items (net of tax expense Rs _____) | - | - | - | - |
| 13 | Net Profit / (Loss) for the year (11 - 12) | 142.91 | 29.19 | (157.32) | (154.22) |
| 14 | Share of profit / (loss) of associates | - | - | - | - |
| 15 | Minority interest | - | - | - | - |
| 16 | Net Profit / (Loss) after taxes, minority interest and share of Profit / (Loss) of associates (13 + 14 + 15) | 142.91 | 29.19 | (157.32) | (154.22) |
| 17 | Paid up Equity Share Capital (Rs 10/- Per Share) | 1,156.99 | 1,156.99 | 1,156.99 | 1,156.99 |
| 18 | Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year | | | | 2,998.45 |
| 19 i | Earning per Share (before extraordinary itmes) (of Rs 10/- each) (not annualised) | | | | |
| (a) | Basic | 1.24 | 0.25 | (1.36) | (1.33) |
| (b) | Diluted | 1.24 | 0.25 | (1.36) | (1.33) |
| 9 ii | Earning per Share (after extraordinary itmes) (of Rs 10/- each) (not annualised) | | | | |
| (a) | Basic | 1.24 | 0.25 | (1.36) | (1.33) |
| (b) | Diluted | 1.24 | 0.25 | (1.36) | (1.33) |
| | See accompanying note to the financial results | | | | |

NOTES :

- 1 The above results have been taken on record at the meeting of the Board of Directors held on 09.08.2016
- 2 Other Income includes Rs.69.30 Lakh being Interest provided on delayed payments receivable from Tamil Nadu state power utility in accordance with the order received from Hon'ble Supreme Court.
- 3 As the Company has only one reportable segment, segment reporting as per Accounting Standard is not applicable.
- 4 Previous years' / periods' figures have been regrouped and / or reclassified wherever necessary to correspond with current years' / periods' classification / disclosure.

For KARMA ENERGY LIMITED



Ganesh N Kamath
Managing Director
DIN - 00040805

Place : Mumbai, Date : 09.08.2016

