



K. M. Sugar Mills Ltd.

Corporate Office and Works : Motinagar, Faizabad-224 201

Phone : 05278-254059/254173 Fax : 05278-254031

E-mail : director@kmsugar.com/admin@kmsugar.com



To
The Assitt. Vice President (Listing)
The National Stock Exchange India Ltd.
Exchange Plaza
Bandra Kurla Complex
Bandra (E)
Mumbai-400051

Dt:13.08.2012

Ref: Clause 41 of the Listing Agreement

Reg: Limited Review Report by the Statutory Auditors relating to Un-Audited Financial Results for the Quarter ended on 30th June 2012

Dear Sir(s),

With reference to the captioned subject matter please find the enclosures as Limited Review Report by the Statutory Auditors relating to Un-audited Financial Results for the Quarter ended on 30th June 2012.

Kindly take the above document on record.

Thanking You

For K M Sugar Mills Ltd.

Akhilesh Kumar Singh
Company Secretary



Mehrotra & Mehrotra

CHARTERED ACCOUNTANTS

C-561, Defence Colony, New Delhi - 110024
Tel.: 91-11-41092780-784, Fax :91-11-24337501
E-mail : mm@mmcharteredaccountants.com
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LIMITED REVIEW REPORT

Review Report to K.M. Sugar Mills Ltd.

We have reviewed the accompanying statement of unaudited financial results of **K.M. Sugar Mills Ltd.** for the **quarter ended 30th June, 2012** *except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholdings' which have been traced from disclosures made by the management and have not been audited by us.* This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/Committee of Board of Directors. 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 is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above and subject to the following:

That the provision of deferred tax liability as per Accounting Standard-22 on "Accounting for taxes on Income" has not been considered in the unaudited quarterly results;

nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized 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 Mehrotra & Mehrotra
Chartered Accountants


Rajesh Jhalani
(Partner)
M.No. 74809



Date: 13th August, 2012
Place: New Delhi