



AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF JAIN IRRIGATION SYSTEMS LIMITED ON THE CONSOLIDATED FINANCIAL STATEMENTS OF JAIN IRRIGATION SYSTEMS LIMITED

1. We have examined the attached Consolidated Balance Sheet of Jain Irrigation Systems Limited, its subsidiaries and its joint venture as at 31st March, 2009, the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year then ended.
2. These consolidated financial statements are the responsibility of the management of Jain Irrigation Systems Limited. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the generally accepted auditing standards in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting frame work and are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of the subsidiaries and the joint venture. These financial statements have been audited / reviewed by other auditors whose reports have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of these subsidiaries and the joint venture, is based solely on the reports of the other auditors. The financial statements of some of these subsidiaries which have been audited / reviewed for the year ended as on 31st December 2008. The financial statements of these subsidiaries have been redrawn by the management of the Company, to give effect to significant transactions that have occurred between 31st December 2008 and 31st March 2009. The aggregate value of assets as at 31st March, 2009 and the aggregate revenue for the year then ended, in respect of these subsidiaries and joint venture, included in these consolidated financial statements is Rs.116130.06 lacs and Rs.102630.11 respectively.
4. We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS) 21 – 'Consolidated Financial Statements' and Accounting Standard (AS) 27 – 'Financial Reporting of Interests in Joint Ventures', and on the basis of the financial statements of Jain Irrigation Systems Limited, its subsidiaries and the joint venture.
5. On the basis of the information and explanations given to us, and the read together with the notes to the consolidated financial statements, we are of the opinion that:
 - (a) the Consolidated Balance Sheet gives a true and fair view of the consolidated state of affairs of Jain Irrigation Systems Limited, its subsidiaries and joint venture as at 31st March, 2009;
 - (b) the Consolidated Profit and Loss Account gives a true and fair view of the consolidated results of operations of Jain Irrigation Systems Limited, its subsidiaries and joint venture for the year then ended, and
 - (c) the Consolidated Cash Flow Statement gives a true and fair view of the consolidated cash flows of Jain Irrigation Systems Limited, its subsidiaries and joint venture for the year ended on that date.

For and on behalf of
DALAL & SHAH
Chartered Accountants

Shishir Dalal
Partner
Membership No.37310

Jalgaon: 25th August, 2009