

Form A

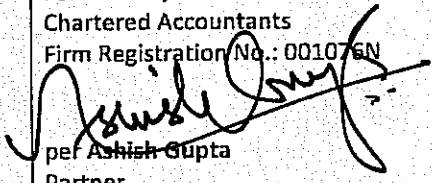
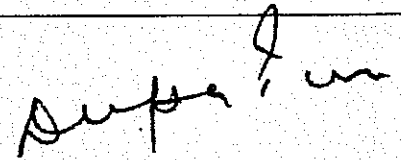
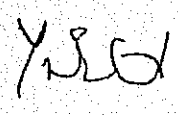

Format of covering letter of the annual audit report to be filed with the stock exchanges

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|----|--|---|
| 1. | Name of the Company                            | Moser Baer India Limited  |
| 2. | Annual Financial Statements for the year ended | 31 March 2013   |
| 3. | Type of Audit Observation                      | <p>The report of statutory auditors contains the following observations on the financial statements:</p> <p>(I) Emphasis of Matter in the Independent Auditors' Report on the financial statements:</p> <p>A. We draw attention to note 44(d) to the financial statements regarding restructuring of the outstanding Foreign Currency Convertible Bonds, the related accounting and also the uncertainty of this being accepted by the bond holders and approved by concerned regulatory authorities. Our opinion is not qualified in respect of this matter.</p> <p>B. We draw attention to note 47(a) in the financial statements with respect to management's assessment, based on valuation performed by an independent valuer, of recoverability of investments in and other receivables from two subsidiaries namely Moser Baer Photovoltaic Limited and Moser Baer Solar Limited amounting to Rs. 1,472,573,990 and Rs.6,163,124,675 respectively. The recoverability of these amounts is dependent on successful implementation of new technologies, external market conditions, regulatory benefits and conclusion of debt restructuring in the terms as proposed by the subsidiaries, which are significantly uncertain. Our report is not qualified in respect of this matter.</p> |

*Supra*

*Shirish*

*h. J. Kumar*

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| 4  | Frequency of observation   | Observations (i) A has appeared for the first time and observation (i) B has been appearing since 2011-12.  |
| 5. | <p>Signed by:</p> <p><b>Managing Director</b><br/>Mr. Deepak Puri</p> <p><b>CFO</b><br/>Mr. Yogesh Mathur</p> <p><b>Auditor of the Company</b><br/>For Walker, Chandiok &amp; Co<br/>Chartered Accountants<br/>Firm Registration No.: 001076N<br/><br/>per Ashish Gupta<br/>Partner<br/>Membership No.: 504662<br/>Place: New Delhi<br/>Date: May 30, 2013</p> <p><b>Audit Committee Chairman</b><br/>Mr. Bernard H Gallus</p> | <p></p> <p></p> <p></p> |

