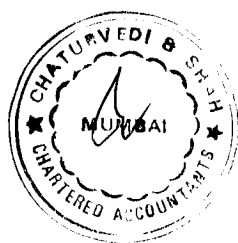


FORM A

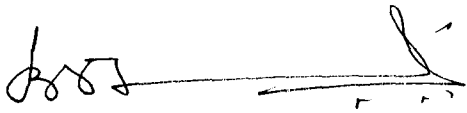
Covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company	Pipavav Defence and Offshore Engineering Company Limited
2.	Annual Standalone financial statements for the year ended	March 31, 2013
3.	Type of Audit Observation	<p>Un-qualified Emphasis of Matters:</p> <p>Following emphasis of matters have been given in the Independent Auditors' Report on Standalone Financial Statements for the year ended March 31, 2013. (Pls. refer page no. 42 of the Annual Report for FY 2012-13.)</p> <p>Without qualifying our opinion attention is drawn to the:-</p> <p>(i) Note No. 22.2 regarding recognition of revenue in respect of certain Panamax vessels under construction, wherein the matter is under arbitration, for the reasons explained therein.</p> <p>(For related note, pls. refer page no. 66 of the Annual Report for FY 2012-13.)</p> <p>(ii) Note No. 27.1 regarding Managerial Remuneration, which is subject to the approval of Central Government.</p> <p>(For related note, pls. refer page no. 68 of the Annual Report for FY 2012-13.)</p>




4.	Frequency of observation	<p>(i) The matter no. (i) is appearing since financial year ended March 31, 2012.</p> <p>(ii) The matter no. (ii) is appearing since financial year ended March 31, 2009.</p>
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For and on behalf of the Board of Directors



Bhavesh P. Gandhi
Executive Vice-Chairman



Praveen Mohnot
Chief Financial officer



R. M. Premkumar
Audit Committee Chairman

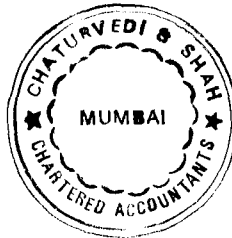
AUDITORS

Refer our Auditor's Report dated May 30, 2013 on the Standalone Financial statements of the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No. – 101720 W



R Koria
Partner
Membership No. – 35629

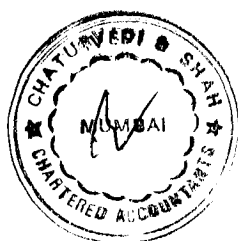


Place: Mumbai
Date:

FORM A

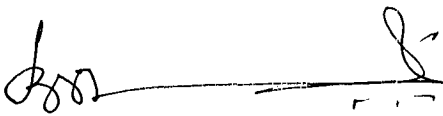
Covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company	Pipavav Defence and Offshore Engineering Company Limited
2.	Annual Consolidated financial statements for the year ended	March 31, 2013
3.	Type of Audit Observation	<p>Un-qualified Emphasis of Matters:</p> <p>Following emphasis of matters have been given in the Independent Auditors' Report on Consolidated Financial Statements for the year ended March 31, 2013. (Pls. refer page no. 83 of the Annual Report for FY 2012-13.)</p> <p>Without qualifying our opinion attention is drawn to the:-</p> <p>(i) Note No. 22.2 regarding recognition of revenue in respect of certain Panamax vessels under construction, wherein the matter is under arbitration, for the reasons explained therein.</p> <p>(For related note, pls. refer page no. 102 of the Annual Report for FY 2012-13.)</p> <p>(ii) Note No. 27.1 regarding Managerial Remuneration, which is subject to the approval of Central Government.</p> <p>(For related note, pls. refer page no. 104 of the Annual Report for FY 2012-13.)</p>

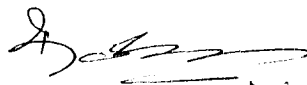


4.	Frequency of observation	<p>(i) The matter no. (i) is appearing since financial year ended March 31, 2012.</p> <p>(ii) The matter no. (ii) is appearing since financial year ended March 31, 2009.</p>
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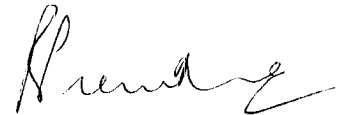
For and on behalf of the Board of Directors



Bhavesh P. Gandhi
Executive Vice-Chairman



Praveen Mohnot
Chief Financial officer



R. M. Premkumar
Audit Committee Chairman

AUDITORS

Refer our Auditor's Report dated May 30, 2013 on the Consolidated Financial statements of the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No. – 101720 W



R Koria
Partner
Membership No. – 35629

Place: Mumbai
Date:

