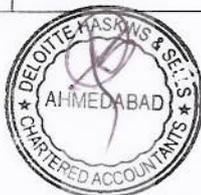


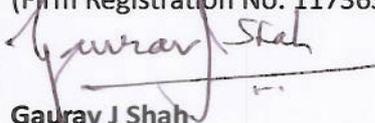
FORM B

(Pursuant to Clause 31 of the Listing Agreement)

Format of covering letter of the Audit Report to be filed with the Stock Exchange

1.	Name of the Company	DIGJAM Limited
2.	Annual financial statements for the year ended	March 31, 2013
3.	Type of Audit qualification	<p>Qualified.</p> <p>The Auditors in their report dated April 26, 2013 at page no. 11 of the Annual Report have under the para entitled 'Basis for Qualified Opinion' stated:</p> <p>Attention is drawn to Note 11 to the financial statements which describes the dispute with regard to possession of property. In the absence of necessary evidence, we are unable to comment upon the ultimate recoverability of Capital Advances given by the Company towards purchase thereof carried in the Balance Sheet at Rs. 8,80,62,934 (As at 31st March, 2012: Rs. 8,80,62,934), which are considered good by the management.</p>
4.	Frequency of qualification	The remark appearing in the Auditors' reports since the accounting period ended June 30, 2004
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	<p><u>Note No. 11 to the accounts</u> for the year ended March 31, 2013 at page no. 21 of the Annual Report states as under:</p> <p>"The Capital Advances include Rs. 8,80,62,934 (Previous year: Rs. 8,80,62,934) towards building, the physical possession of which has been arbitrarily withheld by the developer. The Company has taken necessary legal steps to get the possession of the said building/recovery of amounts paid alongwith interest. Necessary recognition of interest etc., if any, will be made on settlement of the ongoing legal/arbitration proceedings."</p> <p><u>The management response</u> to the aforesaid comment as mentioned in the Directors' Report for the aforesaid year is stated at page no. 4 of the</p>



		<p>Annual Report as under:</p> <p>"The observations of the Auditors regarding advances towards building are explained in Note No. 11 to the Accounts; necessary legal steps have been initiated by the Company to get possession of the said building/recovery of amounts paid alongwith the interest, and the advances are considered good".</p>
6.	Additional comments from the board/audit committee chair:	<p>The Audit Committee has reviewed the position of the subject amount of Rs 880.63 lacs, shown under Capital Advance in the Balance Sheet as at March 31, 2013 and has, in view of the necessary legal steps which have been taken by the Company for possession of the building/recovery of the amount paid alongwith interest, and the matter being still under arbitration proceedings, considered the said advance of Rs 880.63 lacs as good. The Committee also noted that necessary adjustment including for interest would be made on settlement of the ongoing proceedings.</p>
7.	<p>To be signed by -</p> <ul style="list-style-type: none"> ● CEO/Managing Director ● Asst. Vice President (Finance) ● Audit Committee Chairman ● Auditors of the Company 	<p> Sri C Bhaskar Managing Director & Chief Executive Officer</p> <p> Sri Sunil Gupta Asst. Vice President (Finance)</p> <p> Sri A. C. Mukherji Chairman of the Audit Committee DIGJAM Limited</p> <p>Refer our audit report dated April 26, 2013 On the stand alone financial statements of the Company For Deloitte Haskins & Sells Chartered Accountants (Firm Registration No. 117365W)</p> <p> Gaurav J Shah Partner (Membership No. 35701) Place: New Delhi , April 26, 2013</p>