

SAZGAR ENGINEERING WORKS LIMITED
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED
INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim balance sheet of **SAZGAR ENGINEERING WORKS LIMITED** as at December 31, 2011 and the related condensed interim profit & loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement for the half year then ended, and a summary of significant accounting policies and other explanatory notes (here-in-after referred to as "interim financial information"). Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan for interim reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

The Figures for the condensed interim profit & loss account for the quarters ended December 31, 2011 and December 31, 2010 have not been reviewed, as we are required to review only the cumulative figure for the half year ended December 31, 2011.

Scope of review

We conducted our review in accordance with the international Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2011 is not prepared in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

February 13, 2012
Islamabad.

KABANI AND COMPANY.
Chartered Accountants
Younus Kamran