

**Limited Review Report****Review Report to  
The Board of Directors  
Infomedia 18 Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results of Infomedia 18 Limited (formerly known as Infomedia India Limited) ('the Company') ('the Statement') for the quarter ended September 30, 2011, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these unaudited financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the unaudited financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *As at September 30, 2011, the accumulated losses of the Company exceed the share capital and reserves by Rs. 1,544.45 lakhs. During the quarter ended September 30, 2011, the Company has incurred losses of Rs. 1,380.69 lakhs. During the year ended March 31, 2011, the Company had incurred losses of Rs. 3,065.65 lakhs. Further, as indicated in Note 4 of the Statement, (a) the Business Directories business, the New media business and the Publishing business of the Company is in the process of being demerged into a separate undertaking as per a Scheme of Arrangement, and (b) Management of the Company is also evaluating various options in relation to its Printing business, including sale. These factors indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern which is dependent on the Company continuing its business operations, establishing profitable operations and obtaining continuing financial support from its shareholders. These mitigating factors have been more fully disclosed in Note 4 to the Statement in view of which the accompanying unaudited financial results have been prepared on going concern assumption, and consequently, no adjustments have been made to the same in this regard. We are unable to comment on the consequential effects, if any, on the unaudited financial results, arising from the above.*
4. *The Company had received an Income tax demand of Rs 529.22 lakhs in the previous year ended March 31, 2011 which had been disputed by the Company. The Company has filed an appeal before higher authority and has also been legally advised that the possibility of the matter being decided against the Company is not likely. However in our view the demand crystallizing against the Company is possible. Accordingly, the ultimate outcome of the matter cannot presently be determined, and no provision for any liability that may result has been made in the unaudited financial results. Based on the foregoing, we are unable to comment on the impact, if any, of this matter on the unaudited financial results.*



# S.R. BATLIBOI & ASSOCIATES

Chartered Accountants

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5. Based on our review conducted as above, subject to our comments in paragraphs 3 and 4 above, the impact of which on the unaudited financial results cannot be ascertained, nothing has come to our attention that causes us to believe that the accompanying Statement of standalone unaudited financial results is not prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

*S.R. Batliboi & Associates*

For S.R. Batliboi & Associates

Firm registration number: 101049W

Chartered Accountants

*Amit Majmudar*

per Amit Majmudar

Partner

Membership No.: 36656

Mumbai

October 14, 2011

