



Confidential

संख्या / No. CAS/33-9/07-08/NSIC/14

भारतीय लेखा तथा लेखापरीक्षा विभाग,
कार्यालय प्रधान निदेशक वाणिज्यिक लेखापरीक्षा
एवं पदेन सदस्य, लेखापरीक्षा बोर्ड-1

INDIAN AUDIT & ACCOUNTS DEPARTMENT,
OFFICE OF THE PRINCIPAL DIRECTOR OF COMMERCIAL
AUDIT & EX-OFFICIO MEMBER, AUDIT BOARD-1

दिनांक/Dated 27.08.2008

To
The Chairman-cum-Managing Director,
The National Small Industries Corporation Limited,
Okhla Industrial Estate,
New Delhi.

Subject: Comments of the Comptroller & Auditor General of India under
Section 619 (4) of the Companies Act, 1956 on the Accounts of The
National Small Industries Corporation Limited for the year ended 31
March 2008.

Sir,
Please find enclosed herewith the Nil Comments of the Comptroller & Auditor
General of India under Section 619 (4) of the Companies Act, 1956 on the Annual
Accounts of The National Small Industries Corporation Limited for the year ended
31 March 2008. These Nil Comments may be printed in the Annual Report of the
Company and placed in the Annual General Meeting of the Company in the same
manner as that of the Statutory Auditors' Report.

Yours faithfully,

(Birendra Kumar)

Principal Director of Commercial Audit
& ex-officio Member, Audit Board-I,
New Delhi.

Encl: As above

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF
THE NATIONAL SMALL INDUSTRIES CORPORATION LIMITED FOR THE YEAR
ENDED 31 MARCH 2008**

The preparation of financial statements of **The National Small Industries Corporation Limited** for the year ended 31 March 2008 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 12 August 2008.

I on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under Section 619(3) (b) of the Companies Act, 1956 of the financial statements of **The National Small Industries Corporation Limited** for the year ended 31 March 2008. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report under Section 619 (4) of the Companies Act, 1956.

For and on behalf of the
Comptroller and Auditor General of India



(Bijendra Kumar)

**Principal Director of Commercial Audit
& ex-officio Member, Audit Board-I,
New Delhi.**

Place: New Delhi

Dated: 27 August 2008