

Quarterly Compliance Report on Corporate Governance

Name of Company : Chandni Textiles Engineering Industries Limited

Quarter/~~Half~~-Year ending on : 31st March, 2014

Particulars	Clause of Listing Agreement	Compliance Status Yes/No/	Remarks
I. Board of Directors	49 (I)		
(A) Composition of Board	49 (IA)	Yes	
(B) Non-executive Directors' compensation & disclosures	49 (IB)	Yes ¹	
(C) Other provisions as to Board and Committees	49 (IC)	Yes	
(D) Code of Conduct	49 (ID)	Yes	Annual Affirmation for FY 14 will be obtained at the Board Meeting for adopting annual accounts for the FY 14.
II. Audit Committee	49 (II)		
(A) Qualified & Independent Audit Committee	49 (IIA)	Yes	
(B) Meeting of Audit Committee	49 (IIB)	Yes	
(C) Powers of Audit Committee	49 (IIC)	Yes	
(D) Role of Audit Committee	49 (IID)	Yes ²	
(E) Review of Information by Audit Committee	49 (IIE)	Yes ²	
III. Subsidiary Companies	49 (III)	N.A.	There is no Subsidiary Company.
IV. Disclosures	49 (IV)		
(A) Basis of related party transaction	49 (IVA)	Yes ³	
(B) Disclosure of Accounting Treatment	49 (IVB)	Yes	Will be complied where applicable.
(C) Board Disclosures	49 (IVC)	N.A. ⁴	
(D) Proceeds from public issues, rights issues, preferential issues etc.	49 (IVD)	Yes	
(E) Remuneration of Directors	49 (IVE)	Yes	Necessary details will be provided in the Annual Report for FY 14
(F) Management	49 (IVF)	Yes	
(G) Shareholders	49 (IVG)	Yes	
V. CEO/CFO Certification	49 (V)	Yes	Will be obtained at the meeting where Accounts for F.Y.14 are considered.
VI. Report on Corporate Governance	49 (VI)	Yes	Will be provided in the Annual Report for F.Y.14
VII. Compliance	49 (VII)	Yes	



¹ No compensation other than sitting fees for the Board Meeting/ Committee Meeting is paid to the non-executive Directors. No stock options have yet been granted.

² The matters as specified in this sub-clause have been considered by the Audit Committee at the relevant meetings.

³ Details of Related Party Transactions, if any, will be placed before the Audit Committee at its forthcoming Meeting.

⁴ Considering the size and nature of the activities of the Company, there is no need for Risk Assessment and Minimisation Procedure and hence not implemented.

For **Chandni Textiles Engineering Industries Limited**



Compliance Officer



Date : 15th April, 2014