

**Quarterly Compliance Report on Corporate Governance:-**

**Name Of Company: Charms Industries Limited**

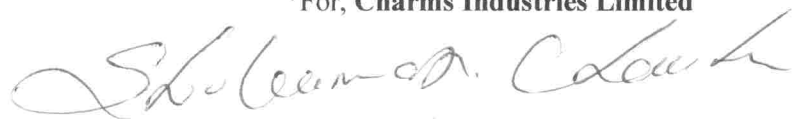
**Quarter Ending on: - 31<sup>st</sup> December, 2012**

Particulars		Clause of Listing Agreement	Compliance Status (Yes/No/N.A)	Remarks
<b>I.</b>	<b>Board of Directors</b>	49 (I)		
	(A) Composition of Board	49 (IA)	Yes	
	(B) Non – executive Directors Compensation & disclosures	49 (IB)	Yes	
	(C) Other Provisions as to Board and Committees	49 (IC)	Yes	
	(D) Code of Conduct	49 (ID)	Yes	Will be complied in the annual report
<b>II.</b>	<b>Audit Committee</b>	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	
	(E) Review of Information by Audit Committee	49 (IIE)	Yes	
<b>III.</b>	<b>Subsidiary Companies</b>	49 (III)	N.A.	
<b>IV.</b>	<b>Disclosures:</b>	49 (IV)		
	(A) Basis of related party transactions	49 (IVA)	Yes	
	(B) Disclosure of Accounting Treatment	49 (IVB)	Yes	
	(C) Board Disclosures	49 (IVC)	Yes	
	(D) Proceeds from Public Issue, Rights Issues, Preferential issues etc.	49 (IVD)	N.A.	
	(E) Remuneration of Directors	49 (IVE)	Yes	Except M.D. no remuneration paid to any other directors
	(F) Management	49 (IVF)	Yes	Will be complied in the annual report
	(G) Shareholders	49 (IVG)	Yes	
<b>V.</b>	<b>CEO/ CFO Certification</b>	49 (V)	Yes	Will be complied in the annual report
<b>VI.</b>	<b>Report on Corporate Governance</b>	49 (VI)	Yes	Will be complied in the annual report
<b>VII.</b>	<b>Compliance</b>	49 (VII)	Yes	Will be complied in the annual report

For, Charms Industries Limited

Place: Ahmedabad

Date: 12/01/2013



**Shivkumar R. Chauhan**  
**Managing Director & Compliance Officer**