



CG-VAKTM
SOFTWARE & EXPORTS LTD



23rd July, 2018

To
The Department of Corporate Services
The BSE Limited
Floor 25, P.J.Towers
Dalal Street
Mumbai - 400 001

Dear Sirs,

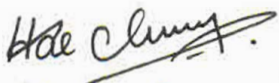
Sub: Compliance of Regulation 30 of SEBI LODR, 2015 - Caution Letter - Reg.

The Company has received a caution letter dated 13.07.2018, from the Securities Exchange Board of India, with respect to disclosure under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 & SEBI Circular CIR/CFD/FAC/CMD/56/2016. We are herewith disseminating the letter received from SEBI.

Kindly take the same on your records.

Thanking you.

Yours faithfully,
For **CG-VAK SOFTWARE AND EXPORTS LIMITED**


Harcharan. J
Company Secretary





भारतीय प्रतिभूति
और विनिमय बोर्ड
Securities and Exchange
Board of India

Pradeep Ramakrishnan
Deputy General Manager
Compliance and Monitoring Division
Corporation Finance Department
Phone: +91-22 26449246
Email: pradeepr@sebi.gov.in

SEBI/HO/CFD/CMD/OW/P/2018/...19.851
July 13, 2018

Sh. Harcharan. J
Company Secretary
CG VAK Software & Exports Limited
171, Mettupalayam Road
Coimbatore - 641043

M/s N.C. Rajan & Co.
Chartered Accountants
Statutory Auditor (CG VAK Software & Exports Ltd)
Selket Enclave, First Floor, 16,
Dr. Munusamy Garden Street,
Avinashi Road, Coimbatore - 641018

Sub: Caution Letter with respect to disclosure under Regulation 33 SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") & SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016

Sirs,

1. This has reference to disclosures made by CG VAK Software & Exports Limited ('the company') on BSE:
 - a. On May 29, 2017 & August 05, 2017 in respect of the audited financial results for the year ended March 31, 2017 and
 - b. On February 14, 2018 & March 22, 2018 in respect of quarterly financial results for quarter ended with December 31, 2017.
2. The following is observed:
 - a. With respect to the audited financial results for the year ended March 31, 2017, it is noted that the company has filed the unmodified opinion of its auditors in Form A co-signed by its CEO/CFO as well as its auditors.

This was not applicable at that point in time as such requirement for submission in Form A had already been rescinded vide SEBI circular dated May 27, 2016. When this discrepancy was brought to the notice of the company, it has admitted the error and submitted the revised letter along with the unmodified opinion of the auditors.

- b. As regards the financial results for the quarter ended December 31, 2017, the auditors have erroneously stated that they have not reviewed the financial results for the quarter ended December 31, 2017 (instead of December 31, 2016) as per Ind-AS.

Subsequent to the same being brought to their notice, the error has been clarified and corrected by the auditors; a revised limited review report has also been furnished.

Page 1 of 2

सेबी भवन, प्लॉट सं. सी 4-ए, "जी" ब्लॉक, बान्द्रा कुर्ला कॉम्प्लेक्स, बान्द्रा (पूर्व), मुंबई - 400 051.
दूरभाष : 2644 9950 / 4045 9950 (आई.वी.आर.एस.), 26449000 / 40459000 फैक्स : 2644 9019 से 2644 9022 वेब : www.sebi.gov.in



अनुवर्ती :
Continuation :

भारतीय प्रतिभूति
और विनिमय बोर्ड
**Securities and Exchange
Board of India**

3. Both the aforesaid errors have arisen due to the oversight of the auditor as well as the listed entity.

While a listed entity should take care to ensure such errors don't occur, as far as the auditor is concerned, as a professional certifying the accounts of a company, such errors are unacceptable, especially in critical documents such as financial results.

4. In view of the above, the company and the auditors are advised to be cautious in future and avoid recurrence of such instances.
5. The company is also advised to disseminate this letter to the Stock Exchanges and also place it before its board in its next meeting.

Yours faithfully,

Pradeep Ramakrishnan

CC:

1. BSE Ltd
Phiroze Jeejebhoy Towers,
Dalal Street,
Mumbai – 400 001
2. The Disciplinary Committee ,
ICAI Bhawan
Indraprastha Marg
Post Box No. 7100
New Delhi - 110 002