

**Independent Auditors' Report on review of Condensed Interim
Financial Statements to the Members**

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Siemens (Pakistan) Engineering Company Limited** ("the Company") as at 31 March 2008 and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity for the six months period then ended (the interim financial information). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the auditing standards as applicable in Pakistan and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the six months period ended 31 March 2008 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Other Matters

The figures for the quarters ended 31 March 2008 and 31 March 2007 in the condensed interim profit and loss account have not been reviewed and we do not express a conclusion thereon.

Date: April 28, 2008

Karachi

**KPMG Taseer Hadi & Co.
Chartered Accountants**