



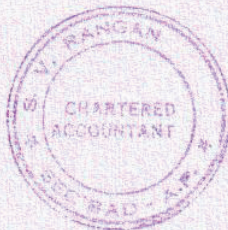
Independent Auditors' Review Report

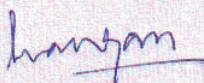
To The Board of Directors of
Prajay Engineers Syndicate Limited
Hyderabad

1. I have reviewed the accompanying statement of standalone Unaudited Financial Results of Prajay Engineers Syndicate Limited ("the Company") for the quarter and nine months ended 31st December, 2014 (the "Statement") being submitted by the Company pursuant to the requirements of clause 41 of the listing agreements with the stock exchanges, except for the disclosures in Part II referred to in paragraph 5 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. My responsibility is to issue a report on the statement based on my review.
2. I conducted my review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of interim financial information performed by the independent auditor of the entity" issued by the Institute of Chartered Accountants of India. This Standard requires that I plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data. A review is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is expression of opinion regarding the financial statements taken as a whole. I have not performed an audit and accordingly, I do not express an audit opinion.
3. I draw your attention to the following:
 - 3.1 Trade receivables considered good include an amount of Rs.21,583.00 lacs due from customers which are outstanding for more than six months. As a result of economic slowdown and recession in the realty sector, realizations from customers are slow. I am unable to comment on the realization of these receivables.
 - 3.2 Loans and advances considered good include an amount of Rs.5,999.05 lacs given towards purchase of land/development towards certain projects of long term nature, and an amount of Rs.1,019.38 lacs given to suppliers, etc outstanding from earlier years.

My opinion is not qualified in respect of matters specified in 3.1 and 3.2 above.
4. Based on my review conducted as stated above, nothing has come to my attention that causes me to believe that the accompanying statement, prepared in accordance with the accounting standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Company (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Further, I also report that I have traced from the details furnished by the management, the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and promoter & promoter group shareholding in terms of clause 35 of the listing agreements with the stock exchanges and the particulars relating to the undisputed investor complaints disclosed in Part II for the quarter and nine months ended 31st December, 2014 of the Statement.

Hyderabad
February 14, 2015




S V Rangan
Chartered Accountant
Membership No. 022037