S. JANARDHAN & ASSOCIATES
CHARTERED ACCOUNTANTS

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REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of M/s. Cranes Software International Limited, Bengaluru for the 3rd quarter ended December 31st, 2012 except for the disclosures regarding the 'public share holding' and 'promoters and promoters group holding' which have been traced from disclosures made by the Management which have not been reviewed by us. In respect of the financial results of foreign subsidiary companies where we are not the auditors, we have received review report (except Singapore) from the respective auditors and we have not carried out any review of the same. The consolidated statements are compiled on the information provided by the management.

The statement published is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a review report wherever applicable on this financial statement based on our review.

We conducted our review in accordance with the standard on Review Engagement (SRE) 2400; "Engagements to Review Financial Statements" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements. Our review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, we comment as under:

1. The above referred statements have been prepared, as per practice, under the assumption of "Going Concern". However, the conditions and observations mentioned below and reported earlier for the year ended 31st March, 2012, still exists mainly in respect of parent Company M/s Cranes Software International Limited, Bangalore. In view of the same we express our reservation about the Company's ability to continue as a 'Going Concern".

2. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Income Tax, Service tax, Sales Tax, Dividend and Dividend Distribution Tax and the like not deposited by the Company in favour of the respective statutory authorities.

3. There are overdue amounts to banks and other lending institutions, including unsecured Foreign Currency Bond Holders. In some cases, such institutions and parties said to represent such creditors, have initiated steps for recovery of dues.

4. Confirmations of balances have not been obtained from receivables, which are substantial in nature from quite a long time. The company has initiated the process of recovery of dues. However, no amounts are received from such parties and no provision for doubtful debt is made by the company.

5. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and no extension of time obtained from authorities and furnished to us for our verification.

6. Substantial advances are made by the company in the earlier years, which are overdue and are outstanding as on the date of limited review. In the absence of any tangible evidences as to the value of services to be rendered by such parties, we are unable to express any opinion whether such advances are stated at their realizable value.

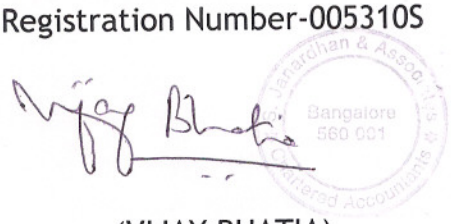
7. Receivables from Debtors in specific cases including advances recoverable in foreign currency have not been restated in accordance with AS-11 (The Effects of Changes in Foreign Exchange Rates) as the recoverability of amount from them are considered doubtful.

8. The Company does not satisfy the virtual certainty test for recognition of deferred tax credit as laid down in Accounting Standard 22

9. All the Directors of the Company are disqualified from being appointed or reappointed u/s. 274(1)(g)(B) of the Companies Act, 1956 for non-payment of Dividend declared during 2009.

Subject to the above, we believe that the accompanying statements of unaudited financial results have disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed and that it contains no material misstatement.

For S.JANARDHAN & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm's Registration Number-005310S



PLACE: BANGALORE
DATE: 14.02.2013

(VIJAY BHATIA)
PARTNER
Membership No.201862