

Limited Review Report

The Board of Directors
Entegra Limited

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of Entegra Limited ('the Company') for the quarter ended 30th June 2015 (the 'Statement'), except for disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our 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 we 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 and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
 - (i) Based on our review conducted as above and subject to (i) Non-provision in respect of Deposit given to one of the party which is shown under the head Long term loans and advances amounting to Rs 20,00,00,000. The said deposit is given for occupying rent free area in the proposed newly constructed building. However the said project is still on hold by the developer but the management is hopeful of its performance in near future. On account of the aforesaid non-provision, loss for the year has been understated and deposit have been overstated by Rs 20,00,00,000 (ii) Non-provision of interest liability amounting to Rs. 2,026,443,789 of M/s. Edelweiss Asset Reconstruction Company Ltd. (EARCL), who have been absolutely assigned all rights and interests in the financial assistance of the Company, vide Assignment Agreement dated 28.03.2014 in respect of the Loan which was taken in the earlier years by the Company from Central Bank of India based on the estimates of the management that the liability that exists in the books of accounts would be sufficient to meet the proposed One Time Settlement (OTS) amount, which will be negotiated with EARCL. On account of the aforesaid non-provision towards interest, loss for the year and borrowing have been understated by Rs. 2,026,443,789, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognised accounting practices and policies has not 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, or that it contains any material misstatement.

For Shyam Malpani & Associates
Chartered Accountants
Firm Registration No: 120438W




Shyam Malpani
Proprietor
Membership No. 34171

Mumbai, dated 14th August, 2015