

S. R. BATLIBOI & Co. LLP
Chartered Accountants
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Panchshil Tech Park
Yerwada,
Pune - 411 006

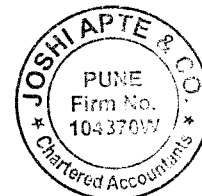
JOSHI APTE & Co.
Chartered Accountants
"Dwarka", First Floor
2 Phatak Baug Society
999 Navi Peth,
Pune - 411 030

**Auditor's Report On Quarterly Financial Results and Year to Date Results of the
Company Pursuant to the Clause 41 of the Listing Agreement**

To
Board of Directors of
Persistent Systems Limited,

1. We have audited the quarterly consolidated financial results of Persistent Systems Limited ("the Company") and its subsidiaries (collectively referred to as the "Group") for the quarter ended March 31, 2014 and the consolidated financial results for the year ended March 31, 2014, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement, except for the 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. These consolidated quarterly financial results as well as the consolidated year-to-date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, notified under the Companies Act, 1956 read with General Circular 15/2013 dated 13 September 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as consolidated financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

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S. R. BATLIBOI & Co. LLP

JOSHI APTE & Co.

3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date consolidated financial results:
- i. include the quarterly and year to date financial results of the following entities:
 - 1. Persistent Systems Limited
 - 2. Persistent Systems, Inc.
 - 3. Persistent Systems Pte. Ltd.
 - 4. Persistent Systems France SAS
 - 5. Persistent Telecom Solutions Inc.
 - 6. Persistent Systems Malaysia Sdn. Bhd.
 - 7. Cloudsquads Inc.
 - ii. are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - iii. give a true and fair view of the net profit and other consolidated financial information for the quarter ended March 31, 2014 and the year to date results for the period April 1, 2013 to March 31, 2014.

For S. R. BATLIBOI & Co. LLP
ICAI Firm Registration Number: 301003E
Chartered Accountants



per Paul Alvares
Partner
Membership No.: 105754
Place: Pune
Date : April 19, 2014

For JOSHI APTE & Co.
ICAI Firm Registration Number: 104370W
Chartered Accountants



per C. K. Joshi
Partner
Membership No.: 30428
Place: Pune
Date : April 19, 2014

