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Maharashtra, INDIA

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Chartered Accountants
"Dwarka", First Floor
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999 Navi Peth, Pune – 411 030

Independent Auditors' Report

TO,
THE BOARD OF DIRECTORS OF
PERSISTENT SYSTEMS LIMITED

Report on the Condensed Financial Statements

We have audited the accompanying interim condensed financial statements of **PERSISTENT SYSTEMS LIMITED** ("the Company"), which comprise the interim condensed balance sheet as at June 30, 2015, the interim condensed statement of profit and loss and the interim cash flow statement for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

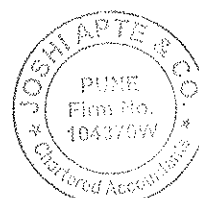
Management's responsibility for the Condensed Financial Statements

Management is responsible for the preparation of these interim condensed financial statements in accordance with the requirements of Accounting Standard (AS-25) on Interim Financial Reporting specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the interim condensed financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these interim condensed financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the interim condensed financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the interim condensed financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the interim condensed financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Company's preparation and fair presentation of the interim condensed financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the interim condensed financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the accompanying interim condensed financial statements have been prepared, in all material respects, in accordance with the requirements of Accounting Standard (AS-25) on Interim Financial Reporting specified Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India:

- (a) in the case of the interim condensed balance sheet, of the state of affairs of the Company as at June 30, 2015;
- (b) in the case of the interim condensed statement of profit and loss, of the profit of the Company for the quarter ended on that date; and
- (c) in the case of the interim cash flow statement, of the cash flows of the Company for the quarter ended on that date.

For Deloitte Haskins & Sells LLP

ICAI Firm Registration No: 117366W/W-100018

Chartered Accountants

per Hemant M. Joshi
Partner
Membership No.: 038019
Place: Pune
Date: 25 July 2015



For Joshi Apte & Co.

ICAI Firm Registration No: 104370W

Chartered Accountants

per C. K. Joshi
Partner
Membership No.: 030428
Place: Pune
Date: 25 July 2015

