

13th September, 2016

The Manager
Dept. of Corporate Services
Bombay Stock Exchange Limited
Mumbai - 400001.

Dear Sir / Madam,

Sub.: Outcome of Board Meeting - Reg. 30 & 33 of LORD Regulations- reg.
Ref.: Prajay Engineers Syndicate Limited, Scrip code: 531746

This has reference to our correspondence dated 02.9.2016. Pursuant to Regulation 30 & 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Un-Audited Financial Results of the Company for the Quarter ended 30th June, 2016 drawn in compliance of Indian AS along with Limited Review Report thereon, have been approved by the Board of Directors at its meeting held on 13th September, 2016.

The meeting of Board of Directors commenced at 4.00 P.M. and concluded at 5.30 P.M.

The Un-Audited Financial Results for the quarter ended 30.6.2016 have been reviewed by the Statutory Auditors M/s. Meenavalli & Associates. The Un-Audited Financial results along with copy of the Limited Review Report are attached for your information.

Kindly take the above on you records.

Thanking you,

Yours truly,
For Prajay Engineers Syndicate Limited


D. Madhavi Latha
Company Secretary

Encl.: As above.

Prajay Engineers Syndicate Limited

Regd. Office : 8-2-293/82/A, Plot No. # 1091
Road No. # 41, Near Peddamma Temple
Jubilee Hills, Hyderabad - 500 033
Phone: 040-66 222 999, Fax: 040-66 222 966

E-mail: : info@prajayengineers.com

www.prajayengineers.com

CIN: L45200AP1994PLC017384

| PRAJAY ENGINEERS SYNDICATE LIMITED | | | | | |
|--|---|------------------------------|--|--|---------------------------|
| Statement of Standalone Unaudited Financial Results for the Quarter ended 30th June'2016 | | | | | |
| (Rs. In Lakhs) | | | | | |
| Sl.No. | Particulars | 3 months ended 30-06-2016 | Preceding 3 months ended 31- 03-2016 | Corresponding 3 months ended 30- 06-2015 in the previous year | year ended 31- 03-2016 |
| | | (Un-audited) | (Un-audited) | (Un-audited) | (Audited) |
| PART I | | | | | |
| 1. | Income from operations | | | | |
| (a) | Net sales/income from operations | 1,028.42 | 1,396.93 | 1,556.83 | 7,266.72 |
| (b) | Other operating income | - | - | - | - |
| | Total Income from operations (Net) | 1,028.42 | 1,396.93 | 1,556.83 | 7,266.72 |
| 2 | Expenses | | | | |
| (a) | Cost of Land, Plots and Constructed Properties | 774.30 | 927.14 | 1,103.60 | 5,336.93 |
| (b) | Direct Cost Hotels & Resorts | 107.90 | 137.27 | 131.71 | 455.34 |
| (c) | Employee benefits expenses | 165.71 | 153.57 | 165.81 | 617.78 |
| (d) | Depreciation and amortisation expenses | 138.13 | 151.18 | 150.06 | 616.12 |
| (e) | Other expenses | 184.71 | 97.01 | 302.92 | 1,782.07 |
| | Total Expenses | 1,370.75 | 1,466.17 | 1,854.10 | 8,808.24 |
| 3 | Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2) | (342.33) | (69.24) | (297.27) | (1,541.52) |
| 4 | Other Income | 87.63 | 65.04 | 501.86 | 762.92 |
| 5 | Profit/(Loss) from ordinary activities before finance costs and exceptional items(3+4) | (254.70) | (4.20) | 204.59 | (778.60) |
| 6 | Finance cost | 339.21 | 366.49 | 297.31 | 1,285.19 |
| 7 | Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5-6) | (593.91) | (370.69) | (92.72) | (2,063.79) |
| 8 | Exceptional Items (Prior period adjustments) | - | - | - | - |
| 9 | Profit/(Loss) from ordinary activities before tax expenses (7-8) | (593.91) | (370.69) | (92.72) | (2,063.79) |
| 10 | Tax expenses (Current Period) | - | - | - | - |
| | Prior period Tax Adjustment | - | - | - | - |
| | Deferred Tax | 60.70 | 66.71 | 67.38 | 279.84 |
| 11 | Net Profit/(Loss) from ordinary activities after tax (9-10) | (654.61) | (437.40) | (160.10) | (2,343.63) |
| 12 | Extraordinary items (Net of Tax Expenses) | - | - | - | - |
| 13 | Net Profit/(Loss) (11-12) | (654.61) | (437.40) | (160.10) | (2,343.63) |
| 14 | Paid-up equity share capital (69935791 shares of Rs.10/- each) | 6,993.58 | 6,993.58 | 6,993.58 | 6,993.58 |
| 15 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | 54,301.46 |
| 16 | Earnings per share(of Rs.10 each) (not annualised) | | | | |
| (a) | Basic | (0.94) | (0.63) | (0.23) | (3.35) |
| (b) | Diluted | (0.94) | (0.63) | (0.23) | (3.35) |

For Prajay Engineers Syndicate Limited



D. Vijay Sen Reddy
Managing Director

Date:13.09.2016
Place:Hyderabad

Prajay Engineers Syndicate Limited

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PRAJAY ENGINEERS SYNDICATE LIMITED

Segmentwise Revenue, Results and Capital Employed for the quarter ended 30.06.2016

| Sl.No. | Particulars | (Rs. in Lakhs) | | | |
|----------|--|------------------------------|--|--|---------------------------|
| | | 3 months ended 30-06-2016 | Preceding 3 months ended 31- 03-2016 | Corresponding 3 months ended 30- 06-2015 in the previous year | Year ended 31- 03-2016 |
| | | (Un-audited) | (Un-audited) | (Un-audited) | (Audited) |
| 1 | Segment Revenue | | | | |
| (a) | Construction and Development | 796.97 | 1,129.72 | 1,273.43 | 6,300.76 |
| (b) | Hospitality - Hotels and Resorts | 231.45 | 267.21 | 283.39 | 965.96 |
| (c) | Unallocated Corporate Revenue | 87.63 | 65.04 | 501.86 | 762.92 |
| | Total | 1,116.05 | 1,461.97 | 2,058.68 | 8,029.64 |
| 2 | Segment Results | | | | |
| (a) | Construction and Development | (295.17) | (17.80) | (250.85) | (1,353.03) |
| (b) | Hospitality Services - Hotels and Resorts | (16.07) | (13.96) | (26.14) | (79.06) |
| | Total | (311.24) | (31.76) | (276.99) | (1,432.09) |
| 3 | Unallocated Expenditure | | | | |
| (a) | Interest and Finance Charges | 339.21 | 366.49 | 297.31 | 1,285.19 |
| (b) | Other unallocated expenditure (net of unallocated income) | (56.55) | (27.56) | (481.57) | (653.49) |
| 4 | Profit before Exceptional Items | (593.91) | (370.69) | (92.72) | (2,063.79) |
| 5 | Exceptional Items (Prior period adjustments) | - | - | - | - |
| 6 | Profit before Taxation | (593.91) | (370.69) | (92.72) | (2,063.79) |
| 7 | Provision for Taxation | 60.70 | 66.71 | 67.38 | 279.84 |
| 8 | Profit after Taxation | (654.61) | (437.40) | (160.10) | (2,343.63) |
| 9 | Capital Employed | | | | |
| | - Construction and Development | 35,153.82 | 36,819.46 | 41,329.49 | 36,819.46 |
| | - Hospitality - Hotels and Resorts | 21,490.29 | 21,036.02 | 20,013.15 | 21,036.02 |
| | - Unallocated | 12,957.47 | 12,998.62 | 13,096.71 | 12,998.62 |

Notes:

- The Indian Accounting Standards (Ind AS) as notified by the Companies (Indian Accounting Standards) Rules, 2015 are applicable to the company for the period commencing from April 01, 2016. Accordingly, the results for the quarter ended 30.6.2016 are drawn as per the notified Ind AS and the results of 30th June 2015 have been restated to comply with Ind AS to make them comparable.
- The Ind AS compliant financial results for the quarter ended 30.6.2015 are not subjected to limited review. However, the management has exercised due diligence to ensure that the financial results provide a true and fair view of the company's affairs.
- Reporting of Ind AS compliant financial results for the quarter and year ended March 31, 2016 not being mandatory are in accordance with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and are as reported earlier.
- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13.09.2016
- As a result of economic slowdown and continued recessionary tendencies in the realty sector, the realisations from customers are very slow.
- Segments have been identified in accordance with Indian Accounting Standard 108 on Segment Reporting, concerning the returns / risk profiles of the business and the company has two such segments as follows:
(a) Construction and Development of Property
(b) Hospitality - Hotels and Resorts
- There are no material adjustments in the Balance Sheet and Statement of P & L account on account of transition from the previous Indian GAAP to Ind AS, consequently, the impact on P & L for the quarter ended 30.6.2015 is negligible. Hence, the comparisons are not shown.
- The financial results of the company shall be available at "www.prajayengineers.com", "www.bseindia.com" and nseindia.com.

For Prajay Engineers Syndicate Limited

D. Vijay Sen Reddy
Managing Director

Date: 13.09.2016
Place: Hyderabad

Prajay Engineers Syndicate Limited

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MEENAVALLI & ASSOCIATES

Chartered Accountants

Review Report on Quarterly Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We have reviewed the accompanying statement of unaudited financial results of M/s Prajay Engineers Syndicate Limited for the period ended 30th June 2016. 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 these financial statements 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 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Meenavalli & Associates**

Chartered Accountants

Firm Reg No. 012208S

m. machar rao

CA. Machar Rao. M

Partner

M.No. 218836



Place: Hyderabad

Date: 13.09.2016.

Contact : meenavalli.ca@gmail.com, mmrao.ca@gmail.com, Tel: 42225125, 9848811125, 9848711125

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Branch Office : # 3-16D-3/2, Flat No. S2, Dhanalakshmi Nilayam, Santhi Nagar, Kakinada - 533003, E.G.Dt., A.P.

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