



February 13<sup>th</sup>, 2020

To,

**National Stock Exchange of India Ltd.**  
Exchange Plaza, C-1, Block-G,  
Bandra-Kurla Complex, Bandra (E),  
Mumbai – 400 051.  
**Scrip code : PAEL**

**BSE Limited**  
Floor 25, P J Towers,  
Dalal Street,  
Fort, Mumbai – 400 001.  
**Scrip code : 517230**

Dear Sir/Madam,

**Subject: Outcome of Board Meeting under regulations 30 and 33 of SEBI (Listing obligation and Disclosure Requirements) Regulations, 2015 held today i.e. 13<sup>th</sup> February, 2020**

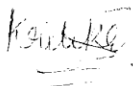

With reference to the captioned subject, this is to inform you that the Board of Directors of the Company in its meeting held today i.e. 13<sup>th</sup> February, 2020 which commenced at 04:00 p.m. and concluded at 05:05 p.m., inter-alia, have considered and approved Standalone Un-Audited Financial Results for the quarter & nine months ended 31<sup>st</sup> December, 2019 alongwith Limited Review Report among other businesses.

The above information is also hosted on the website of the company at [www.paeltd.com](http://www.paeltd.com)

Kindly take the above information on your records.

Thanking you,

Yours sincerely,  
For PAE Limited

**Kritika Nigam**  
**Company Secretary & Compliance officer**

Encls: A/a

**PAE LIMITED**

Registered office: 69, Tardeo Road, Mumbai - 400 034 • Phone: +91 22 66185799 • Fax: +91 22 66185757 • [www.paeltd.com](http://www.paeltd.com)  
CIN: L99999MH1950PLC008152



(Rupees in Lacs)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DEC 2019							
	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in previous year	Year to date figures for current period ended	Year to date figures for previous period ended	Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>I</b>	<b>Income</b>						
	Revenue from Operations	0	1	1	1	4	5
<b>II</b>	Other Income	21	20	(1)	47	24	42
<b>III</b>	<b>Total Revenue</b>	<b>21</b>	<b>21</b>	<b>0</b>	<b>48</b>	<b>28</b>	<b>47</b>
<b>IV</b>	<b>Expenses</b>						
a)	Changes in inventories of traded goods	1	0	4	1	4	11
b)	Purchases of traded goods	0	(0)	0	0	4	2
c)	Employee benefits expense	25	24	63	72	105	137
d)	Finance cost	22	21	20	65	41	61
e)	Depreciation and amortisation	2	2	2	6	8	10
f)	Other expenses	16	23	221	63	295	344
	<b>Total Expenses</b>	<b>66</b>	<b>70</b>	<b>310</b>	<b>207</b>	<b>457</b>	<b>565</b>
<b>V</b>	<b>Profit Before Exceptional and Tax (III-IV)</b>	<b>(45)</b>	<b>(49)</b>	<b>(310)</b>	<b>(159)</b>	<b>(429)</b>	<b>(518)</b>
<b>VI</b>	Exceptional Items	0	(2)	546	(2)	896	858
<b>VII</b>	<b>Profit/(Loss) before Tax (V-VI)</b>	<b>(45)</b>	<b>(51)</b>	<b>236</b>	<b>(161)</b>	<b>467</b>	<b>340</b>
<b>VIII a)</b>	<b>Tax expenses</b>						
b)	Current tax	0	0	0	0	0	(4)
c)	Deferred Tax	0	0	0	0	0	0
<b>IX</b>	<b>Profit (Loss) for the period after Tax (VII-VIII)</b>	<b>(45)</b>	<b>(51)</b>	<b>236</b>	<b>(161)</b>	<b>467</b>	<b>336</b>
<b>X</b>	<b>Other Comprehensive Income (OCI)</b>	<b>2</b>	<b>0</b>	<b>(1)</b>	<b>2</b>	<b>(6)</b>	<b>29</b>
<b>XI</b>	<b>Total Comprehensive Income (IX+X)</b>	<b>(43)</b>	<b>(51)</b>	<b>235</b>	<b>(159)</b>	<b>461</b>	<b>365</b>
<b>XII</b>	Paid up Equity Share Capital (face value of Rs.10/- each)	1042	1042	1042	1042	1042	1042
<b>XIII</b>	<b>Earning Per Share (EPS) (of Rs.10/- each)</b>						
	Basic	(0.43)	(0.49)	2.26	(1.55)	4.48	3.22
	Diluted	(0.43)	(0.49)	2.26	(1.55)	4.48	3.22

**Notes:-**

- 1) The standalone financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) As specified in the companies (Indian Accounting Standard) Rules, 2015 (as amended) in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 and SEBI circular dated March 29, 2019.
- 2) The statutory auditors of PAE Limited have qualified the following :
  - a) The statutory auditors of PAE Limited have qualified the company's status Going Concern. The management and Board of Directors of the Company have initiated various steps like cost reduction, identifying non core assets for monetisation, which will improve the cash flows, Further steps are also being taken to evaluate various alternatives for raising funds and resolution of debts. The Board of Directors expects improvement in business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.
  - b) The balances of sundry debtors, sundry creditors, Loan & advances, warranty receivables, warranty payables are subject to reconciliation and confirmation. Management is in process of reconciling the same.
  - c) Various legal cases are pending against the company and by the company, the amount is unascertainable depending on the outcome of the cases necessary effects will be given in the book of accounts.
- 3) a) In respect of Corporation bank no provision for bank interest has been made till date from the date bank facilities have been classified as Non Performing Assets by banker and legal proceeding is pending.  
b) Company has made Settlement offer to Corporation bank under OTS Scheme which is subject to approval of bank. Company has already made payment of Rs. 106.17 Lac till date which has been shown as advance.  
c) SBI has issued no due certificate. Releasing of possession of property and charges on property with MCA is pending.
- 4) Creation of charge for the ICD from Sadhana Nitro Chem Ltd. and loan from director and related parties as per resolution passed in previous year is pending.



**PAE LIMITED**



- 5) The company has only one reportable segment namely "Power Products & Services" hence segment disclosure under Ind AS 108 is not required.
- 6) Holding in the associate company Shurjo Energy Private Ltd. (1,65,70,437 shares) have been valued as per the valuation done by Independent valuer as on 30.09.2017 as latest Balance sheet is not available for the year ended 31.03.2019 and earlier year. No fair valuation is done by registered valuer as on date.
- 7) Company has undisputed statutory dues of Rs. 68.28 Lakhs as on 31.12.2019 and interest liability provided on it Rs. 24.88 Lakhs and disputed dues Rs. 2580.84 Lakhs which was disclosed under key audit matters.
- 8) Other expense includes penalty of non-payment of contribution to PF Trust Rs. 7.25 Lac and payment of Rs. 3.21 Lac under VAT Amnesty scheme and other income includes Rs. 30 Lakh for the business consulting services provided.
- 9) The Subsidiary company (PAE Infrastructure Pvt Ltd.) has applied for strike off their name from MCA pending approval investment in subsidiary has been written off resulting in loss of Rs. 35.20 Lac in the previous year. Accordingly the company ceased to be subsidiary.
- 10) Company has concluded its application for delisting of its shares from NSE in 2018-19 its confirmation is awaited
- 11) In previous quarter BSE has issued letter for non-compliance of applicable regulation of SEBI (LODR regulation 2015) and fined Rs. 13.70 Lac (Exclusive GST) and company has requested for waiver of fine. Their response is awaited.
- 12) Other comprehensive income (OCI) Rs. 1.77 Lac recognised during the quarter and nine months ended represents actuarial gain on account of actuarial valuation of Gratuity Liability.
- 13) Auditors have mentioned in Emphasis of matter regarding IFCOFR to be strengthened and internal audit control system which is under process to comply. Non provision for interest on loan from promoters/related parties, unclaimed matured deposits which may impact financial position, liability is unascertainable.
- 14) As per applicability of IndAS 116 w.e.f. 01.04.2019 in respect of lease rent as per management representation rental premises do not have any agreement and company will continue to occupy for one year and underlying assets are of low value hence, 'right of use assets' and 'lease liability' has not been recognised.
- 15) Exceptional items includes net of profit on sale of fixed assets Rs. 0.50 Lac and write off investment Rs. 2.32 Lac.
- 16) One of the Supplier has filed legal case u/s 138 of Negotiable Instrument Act amounting to Rs. 31.96 Lacs (net) which is pending. On the same supplier Insolvency proceeding has been commenced in NCLT. Claim submitted by company is subject to reconciliation.
- 17) The figures for the quarter ended 31.12.2019 are the balancing figures between the unaudited figures for the nine month ended 31.12.2019 and published figures upto the quarter and six months ended 30.09.2019
- 18) Previous years/Quarters figure are regrouped wherever necessary to make comparable with the current year.
- 19) The above result reviewed and recommended by audit committee and approved by board of directors in the meeting held on 13.02.2020

For PAE Limited

Pritam A Doshi  
Chairman & Managing director

Date : 13th February '2020  
Place : Mumbai



**PAE LIMITED**

Registered office: 69, Tardeo Road, Mumbai - 400 034 • Phone: +91 22 66185799 • Fax: +91 22 66185757 • www.paeltd.com  
CIN: L99999MH1950PLC008152

**R.C. VAKHARIA & CO.**  
Chartered Accountants

**ROHIT C. VAKHARIA**  
B.COM (HONS), F.C.A.

SE International School Complex,  
Ground Floor, Rokadia Cross Lane,  
Borivali (W), Mumbai - 400 092,  
Mob : 9820047108  
Tel.: 022 28927921  
Email : rohitvakharia23@gmail.com

Ref. No.

Date :

To

**The Board of Directors,  
PAE Limited,  
69, Tardeo Road,  
Mumbai – 400 034.**

1. We have reviewed the accompanying 'Statement of Standalone unaudited financial results for the quarter and nine months ended December 31,2019. The 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.

2. We conducted our review of this statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors of the Entity' issued by 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**3. Basis for Qualified Conclusion**

a) We draw your attention that Net Worth of the company is negative at the quarter and nine months ended 31st December, 2019. It has incurred accumulated losses of Rs. 6511.15 lacs till March 31, 2019 and loss of Rs. 161.39 Lakhs (excluding other comprehensive income ) for the quarter and nine months ended 31st December, 2019 making total accumulated loss (Deficit in Profit & Loss account) of Rs. 6672.54 Lakhs as of 31st December, 2019. Despite this, for the reasons mentioned in Note No. 2(a) of Notes to the published results, the accounts have been prepared on going concern basis. This condition indicates existence of a material uncertainty that may cast significant doubt about the Company's ability to continue on a going concern basis. We don't have the appropriate audit evidence to consider the Company to continue as going concern.

b) The balances of sundry debtors , sundry creditors, loans and advances, warranty receivable, warranty payable are subject to reconciliation and confirmation. We draw attention to Note No. 2(b) of Notes to the published result.

c) Various legal cases are pending against the company and by the company. The amount is unascertainable. We draw attention to Note No. 2 (c), 3(a) & 16 of Notes to the published results.

#### 4. Emphasis of Matter

1. We draw your attention in respect of non-provision for interest on loan from promoters and unclaimed matured deposits which may impact financial position, liability is unascertainable.
2. The Company policy for IFCOFR required to be strengthened for adequate effectiveness to determine the risk assessments & to detect fraud if any. We are unable to comment on Internal Financial Control over Financial Reporting in respect of statutory compliance and company doesn't have internal audit control system.

Our opinion is not modified in above matters.

#### 5. Qualified Conclusion

Subject to matters referred in para 3 above and 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 the applicable accounting standards and other recognized accounting practices and policies has disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29th March, 2019, including the manner in which it is to be disclosed, or that it contains any material misstatement

Date: 13.02.2020  
Place: Mumbai

**For R.C. Vakharia & Co.**  
**Chartered Accountants**  
**FRN: 111237W**

*R.C. Vakharia*

**Rohit C Vakharia**  
**Proprietor**  
**M.No. 033728**

**UDIN: 20033728AAAAAG1104**