



Sec: 160

November 13, 2018

To,  
The Manager Listing  
BSE Limited,  
Corporate Relationship Department  
Dalal Street, Mumbai – 400 001  
Serip Code:517230

To,  
The Manager Listing  
National Stock Exchange of India Limited  
Corporate Communication Department  
Bandra (EAST), Mumbai – 400 051.  
Serip Symbol: PAEL

Dear Sir/Madam,

**Sub : Unaudited Financial Results (Standalone) of the Company along with Limited Review Report for the quarter and six months ended on September 30, 2018.**

With reference to our letter dated 02.11.2018 and captioned subject, we do hereby inform you that the meeting of Board of Directors of the Company held today i.e. 13<sup>th</sup> September, 2018 and *inter-alia* transacted the following business:-

- 1) Considered and taken on record Unaudited Financial Results (Standalone) of the Company for the quarter and six months ended **30<sup>th</sup> September, 2018** along with Limited Review Report of the Auditors. The financial results are also being published in newspapers.

Attached please find a copy of the Limited Review Report of the Statutory Auditors of the Company, as required under regulation 33 of the Listing Regulations is also enclosed herewith.

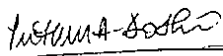
The above information is also hosted on the website of the company at [www.paelttd.com](http://www.paelttd.com)

The meeting of the Board of Directors commenced at 4.00 p.m. and concluded at 5.00 p.m.

Kindly take the above document on record and acknowledge.

Thanking you,

Very truly yours,  
For PAE Limited



Pritam A. Doshi  
Managing Director  
DIN: 00015302



Encls: a/a

**PAE LIMITED**



(Rupees in lacs)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEP 2018							
	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
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>I</b>	<b>Income</b>						
	Revenue from Operations	1	2	(2)	3	(1)	9
<b>II</b>	Other Income	14	11	16	25	79	202
<b>III</b>	<b>Total Revenue</b>	<b>15</b>	<b>13</b>	<b>14</b>	<b>28</b>	<b>78</b>	<b>211</b>
<b>IV</b>	<b>Expenses</b>						
a)	Changes in inventories of traded goods	(1)	1	(31)	(0)	0	34
b)	Purchases of traded goods	4	(0)	33	4	34	5
c)	Employee benefits expense	20	22	22	42	46	90
d)	Finance cost	10	11	25	21	45	47
e)	Depreciation and amortisation	3	3	2	6	7	14
f)	Other expenses	45	29	43	74	90	173
	<b>Total Expenses</b>	<b>81</b>	<b>66</b>	<b>94</b>	<b>147</b>	<b>222</b>	<b>363</b>
<b>V</b>	<b>Profit Before Exceptional and Tax (III-IV)</b>	<b>(66)</b>	<b>(53)</b>	<b>(80)</b>	<b>(119)</b>	<b>(144)</b>	<b>(152)</b>
<b>VI</b>	Exceptional Items	350	0	0	350	0	0
<b>VII</b>	<b>Profit/(Loss) before Tax (V-VI)</b>	<b>284</b>	<b>(53)</b>	<b>(80)</b>	<b>231</b>	<b>(144)</b>	<b>(152)</b>
<b>VIII</b>	<b>Tax expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
a)	Tax expenses	0	0	0	0	0	0
b)	Current tax	0	0	0	0	0	0
c)	Deferred Tax	0	0	0	0	0	0
<b>IX</b>	<b>Profit (Loss) for the period after Tax (VII-VIII)</b>	<b>284</b>	<b>(53)</b>	<b>(80)</b>	<b>231</b>	<b>(144)</b>	<b>(152)</b>
<b>X</b>	Other Comprehensive Income (OCI)	0	(5)	0	(5)	(2)	(17)
<b>XI</b>	<b>Total Comprehensive Income (IX+X)</b>	<b>284</b>	<b>(58)</b>	<b>(80)</b>	<b>226</b>	<b>(142)</b>	<b>(169)</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	2.73	(0.51)	(0.77)	2.22	(1.38)	(1.46)
	Diluted	2.73	(0.51)	(0.77)	2.22	(1.38)	(1.46)

**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 July 05, 2016.
- 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 expect 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 written off and warranty stock are subject to reconciliation and confirmation. Closing stock is subject to physical verification. 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) No provision for bank interest has been made during the quarter ended 30.09.2018 and also for previous year as on 31.03.2018 as the bank facilities have been classified as Non Performing Assets by the Consortium banker. Bankers have taken possession of the security charged to bank under SARFAESI Act 2002 and during the quarter bankers has issued notice for sale of properties by "e" auction and auctioned the Vashi Property for a consideration of Rs. 4.06 Crore. The proceeding from sale is allocated between SBI and Corporation Bank in the ratio of 80:20.

**PAE LIMITED**

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





- b) SBI has offered One Time Settlement Scheme against which company has paid 5% application money amounting to Rs. 42.83 Lakhs till 30th Sept, 2018 which has been shown as advance against OTS Scheme. Company has also paid Rs. 12.10 Lakhs to Corporation Bank pending settlement shown as advance payment against settlement.
- c) Company has settled the dues with one of the supplier as per the court consent resulted in income of Rs. 9.17 Lakhs during the quarter shown under other income.
- d) Suppliers have filed legal case u/s 138 of Negotiable Instrument Act amounting to Rs. 39.46 Lacs. Company is in process of settlement and negotiation for the said matter.
- 4) The company has only one reportable segment namely "Power Products" hence segment disclosure under Ind AS 108 is not required.
- 5) Holding in the associate company Shurjo Energy Private Ltd. (1,65,70,437 shares) have been valued at Rs. 0.002 per share as per the valuation done by Independent valuer as on 30.09.2017 as Balance sheet is not available for the year ended 31.03.2018
- 6) The company has adopted Indian Accounting Standard (Ind AS) notified by the Ministry of Corporate Affairs with effect from 1st April, 2017 (transition date being 1st April, 2016). Accordingly, the financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2016 (amended) as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and the other accounting principle generally accepted in India. Accordingly, results for the quarter ended 30th September 2017 have been restated to comply with Ind AS to make those comparable.

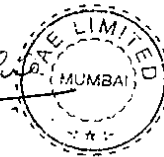
The reconciliation of net profit between Ind AS and erstwhile Indian GAAP is as follows:

Nature of Adjustments	Period
Net Profit as per Indian GAAP on 30.09.2017	(142.00)
<i>Add/(Less): Adjustments made as per Ind AS</i>	
Increase in Expenses to be recognised in Profit & Loss as per Actuarial Valuation	(1.57)
<b>Net profit as per Ind AS on 30.09.2017</b>	<b>(143.57)</b>
Other Comprehensive Income	1.57
<b>Total Comprehensive Income</b>	<b>(142.00)</b>

1. Property, Plant and Equipment carried forward at carrying cost. No fair valuation done.
2. Investment in subsidiary and Quoted Investments wherever available has been valued at fair value as on 30.09.2018
- 7) Exceptional item represents profit on sale of fixed assets under e auction by bank Rs. 3.50 Crores.
- 8) Company has Undisputed statutory dues of Rs. 56.16 Lakhs as on 30.09.2018 and interest liability provided on it Rs. 14.04 Lakhs.
- 9) Non provision for interest on ICO of promoters, loans & advances, unclaimed matured deposits, o/s supplier balances as the company is in process of settlement with suppliers and settlement of left employees liability is unascertainable.
- 10) Assessment has been completed by VAT Department, Maharashtra for the Assessment year 2009-10 and 2010-11 during previous year and determined net refund of Rs. 4.19 Lakhs against company's refund claim of Rs. 36.83 Lakhs. No effect of disallowance of refund has been given in books of accounts. Due to which profit for the period is higher by Rs. 32.74 Lakhs and Loans & advances are also higher to that extent. Company is in process of condonation of delay and filing appeal against the assessment order.
- 11) According to the requirements of Ind AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 revenue for the quarter ended 30.09.2017 were reported exclusive of VAT and Service Tax. The Government of India has implemented the Goods and Service Tax (GST) from 01.07.2017 replacing VAT, Service Tax, Excise Duty and various other indirect taxes. As per Ind AS 18, the revenue for the quarter ended 30.09.2018 are reported net of GST. Hence there is no impact on comparative figures for the quarter ended 30.09.2017 and 30.09.2018.
- 12) The figures for the quarter ended 30.09.2018 are the balancing figures between the unaudited figures for the six month ended 30.09.2018 and published figures upto the quarter and three months ended 30.06.2018
- 13) Previous years/Quarters figure are regrouped wherever necessary.
- 14) The above result reviewed and recommended by audit committee and approved by board of directors in the meeting held on 13.11.2018

For PAE Limited

*Pritam A Doshi*



Pritam A Doshi  
Managing director

Place : 13th Nov'2018  
Place : Mumbai

## PAE LIMITED

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BALANCE SHEET AS AT 30.09.2018  
PAE LIMITED

Particulars		As at Sept 30, 2018	As at March 31, 2018
1		2	3
<b>ASSETS</b>			
<b>1 Non Current Assets</b>			
(a) Property, Plant and Equipment		338.40	409.10
(b) Capital Work in Progress			
(c) Investment Property			
(d) Goodwill			
(e) Other Intangible Assets		0.16	0.30
(f) Intangible Assets under Development			
(g) Biological Assets other than bearer plants			
(h) Financial Assets			
(i) Investments		2.68	12.05
(ii) Trade Receivables			
(iii) Loans		52.32	51.95
(iv) Others			
(i) Deferred Tax Assets (Net)			
(j) Other Non Current Assets			
<b>2 Current Assets</b>			
(a) Inventories		12.00	11.85
(b) Financial Assets			
(i) Investments			
(ii) Trade Receivables		50.61	50.57
(iii) Cash and Cash Equivalents			
(iv) Bank Balance other than above		27.93	27.05
(v) Loans		137.93	82.96
(vi) Others			
(c) Current Tax Assets (Net)			
(d) Other Current Assets			
	<b>Total Assets</b>	<b>824.27</b>	<b>946.03</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital		1,041.96	1041.96
(b) Other Equity		(4,904.40)	(5,121.71)
<b>LIABILITIES</b>			
<b>1 Non Current Liabilities</b>			
(a) Financial Liabilities			
(ii) Other Financial Liabilities		910.00	910.00
(b) Provisions		27.80	29.05
(c) Deffered Tax Liabilites (Net)			
(d) Other Non Current Liabilities			
<b>2 Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings		2,730.88	2868.44
(ii) Trade Payables		393.22	620.57
(iii) Other Financial Liabilities			
(b) Other Current Liabilities		612.88	585.87
(c) Provisions		11.94	11.85
(d) Current Tax Liabilities (Net)			
	<b>Total Equity and Liabilities</b>	<b>824.27</b>	<b>946.03</b>

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**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 unaudited financial results of PAE Limited (The company) for the quarter and six months ended September 30, 2018 which are included in the accompanying 'Statement of Standalone unaudited financial results for the quarter and six months ended September 30, 2018. (The statement has been prepared by the company pursuant to regulation 33 of the Securities and Exchange Board of India ('Listing Obligation and Disclosure Requirements) Regulation, 2015 ("The listing Regulation 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016. The statement is the responsibility of the company's management and has been approved by the board of directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express conclusion 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 six months ended 30<sup>th</sup> September, 2018. It has incurred accumulated losses of Rs. 6846.78 lacs till March 31, 2018 and profit of Rs. 231.07 (excluding other comprehensive income ) for the quarter and six months ended 30<sup>th</sup> September, 2018 making total accumulated loss (Deficit in Profit & Loss account) of Rs. 6615.71 Lakhs as of September 30, 2018. 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, warranty receivables, loans and advances.

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warranty payables written off and warranty stock are subject to reconciliation and confirmation. Closing stock is subject to physical verification. 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) & 3(d) of Notes to the published results.

#### 4. Other Matter

1. We draw your attention in respect of non-provision for interest on ICD of promoters, loans & advances, unclaimed matured deposits, outstanding supplier balances and settlement of left employees' liability is unascertainable.
2. Assessment has been completed by VAT Department, Maharashtra for the Assessment year 2009-10 and 2010-11 during previous year and determined net refund of Rs. 4.19 Lakhs against company's refund claim of Rs. 36.83 Lakhs. No effect of disallowance of refund has been given in books of accounts. Due to which profit for the period is higher by Rs. 32.74 Lakhs and Loans & advances are also higher to that extent. No evidence is available for condonation of delay request or appeal filing by the company.

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 prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, interim financial reporting (Ind AS 34) specified under section 133 of the Companies Act 2013 read with relevant rules issued thereafter 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 circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement

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

*R C Vakharia*

Rohit C Vakharia  
Proprietor  
M.No. 033728

Date: 13<sup>th</sup> November, 2018  
Place: Mumbai