

PNB GILTS LIMITED
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED
31st March, 2012

(₹ In lakhs)

PARTICULARS	Audited Figures For 3 Months Ended			Audited Figures For the Year Ended	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
1 Income from operations					
(a) Net Sales/Income/(Loss) from Operations (Net of excise duty)	6957.46	3998.64	2222.46	16171.95	9779.23
(b) Other Operating Income	52.81	64.21	182.04	357.76	542.05
Total income from operations (net)	7010.27	4062.85	2404.50	16529.71	10321.28
2 Expenses					
a. Cost of materials consumed	NA	NA	NA	NA	NA
b. Purchases of stock-in-trade	NA	NA	NA	NA	NA
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	NA	NA	NA	NA	NA
d. Employees benefits expense	81.71	76.75	71.21	314.09	265.20
e. Depreciation and amortisation expense	22.63	23.02	28.11	90.54	91.06
f. Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	187.58	148.48	102.12	593.68	403.96
Total expenses	291.92	248.25	201.44	998.31	760.22
3 Profit/ (Loss) from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	6718.35	3814.60	2203.06	15531.40	9561.06
4 Other Income	-	-	-	-	-
5 Profit/ (Loss) from ordinary activities before Finance Costs & Exceptional Items (3+4)	6718.35	3814.60	2203.06	15531.40	9561.06
6 Finance costs	4417.39	3279.01	1107.75	12567.27	5156.66
7 Profit/ (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	2300.96	535.59	1095.31	2964.13	4404.40
8 Exceptional items	-	-	-	-	-
9 Profit(+)/Loss(-) from Ordinary Activities before tax (7+8)	2300.96	535.59	1095.31	2964.13	4404.40
10 Tax expense	728.76	119.23	333.47	858.87	1346.55
11 Net Profit(+)/Loss(-) from Ordinary Activities after tax (9-10)	1572.20	416.36	761.84	2105.26	3057.85
12 Extraordinary Items (net of tax expenses Rs. ___)	-	-	-	-	-
13 Net Profit(+)/Loss(-) for the period (11-12)	1572.20	416.36	761.84	2105.26	3057.85
14 Share of profit/ (Loss) of Associates	-	-	-	-	-
15 Minority interest	-	-	-	-	-
Net Profit/ (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13+14+15)	1572.20	416.36	761.84	2105.26	3057.85
17 Paid-up equity share capital (Face Value Rs. 10/- per share)	13500.76	13500.76	13500.76	13500.76	13500.76
18 Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year	-	-	-	44263.78	43727.61
19.i Earnings Per Share (before extraordinary items)					
(of Rs. 10/- each) (not annualised)					
a) Basic	1.16	0.31	0.56	1.56	2.26
(b) Diluted	1.16	0.31	0.56	1.56	2.26
19.ii Earnings Per Share (after extraordinary items)					
(of Rs. 10/- each) (not annualised)					
a) Basic	1.16	0.31	0.56	1.56	2.26
(b) Diluted	1.16	0.31	0.56	1.56	2.26
PARTICULARS OF SHAREHOLDING					
Public shareholding					
a. No. of Shares	35007600	35007600	35007600	35007600	35007600
b. Percentage of Shareholding	25.93	25.93	25.93	25.93	25.93
Promoters and promoter group shareholding					
a. Pledged/Encumbered					
-Number of shares	-	-	-	-	-
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
b. Non-encumbered					
-Number of shares	100000000	100000000	100000000	100000000	100000000
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
-Percentage of shares (as a % of the total share capital of the company)	74.07	74.07	74.07	74.07	74.07



<u>Segment Results</u>					
(₹ in lakhs)					
Particulars	Audited Figures For 3 Months Ended			Audited Figures For the Year Ended	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
<u>Segment Revenue (Gross Sales/Income)</u>					
T-Bills / CP / Certificates of Deposit	2001.19	1065.45	174.96	5466.00	1109.01
Corporate Bonds & Debentures	298.50	531.64	309.18	1088.81	853.48
Government Securities	2985.36	1120.50	1492.22	6005.97	6817.10
Derivatives	1291.47	1135.84	(2.26)	2540.67	(8.74)
Fixed Deposits	204.23	217.02	206.01	936.39	932.00
Mutual Fund Commission	30.10	46.05	146.15	281.64	312.93
Unallocated (Including Equity shares)	199.42	(53.65)	78.24	210.23	305.50
Total	7010.27	4062.85	2404.50	16529.71	10321.28
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income from Operations	7010.27	4062.85	2404.50	16529.71	10321.28
<u>Segment Results (Profit Before Tax)</u>					
T-Bills / CP / Certificates of Deposit	461.57	361.49	74.82	1478.72	265.57
Corporate Bonds & Debentures	30.78	295.13	164.24	175.20	453.75
Government Securities	1349.50	(238.13)	629.92	368.40	2832.21
Derivatives	253.86	109.12	(2.26)	305.82	(8.74)
Fixed Deposits	204.23	217.02	206.01	936.39	932.00
Mutual Fund Commission	30.10	46.05	146.15	281.64	312.93
Unallocated (Including Equity shares)	183.67	(76.52)	47.68	144.46	264.75
Total	2513.71	714.16	1266.56	3690.63	5052.47
Less: Interest	-	-	-	-	-
Less : Unallocable Expenses	212.75	178.57	171.25	726.50	648.07
Total Profit / (Loss) Before Tax	2300.96	535.59	1095.31	2964.13	4404.40
<u>Capital Employed (Segment Assets - Segment Liabilities)</u>					
T-Bills / CP / Certificates of Deposit	16709.74	13073.70	9042.80	16709.74	9042.80
Corporate Bonds & Debentures	3192.20	3755.31	5298.02	3192.20	5298.02
Government Securities	26450.28	31193.69	31748.01	26450.28	31748.01
Derivatives	102.82	260.48	(130.47)	102.82	(130.47)
Fixed Deposits	10388.30	8064.30	10795.62	10388.30	10795.62
Mutual Fund Commission	1.78	17.13	82.04	1.78	82.04
Unallocated (including Equity shares)	623.98	1092.36	55.57	623.98	55.57
Total	57469.10	57456.97	56891.59	57469.10	56891.59

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board in their meetings held on 02nd May, 2012 .
- The Board has recommended a final dividend of Rs. 1.00 per share (Nominal value-Rs. 10/- per equity share) for the year 2011-12, subject to the approval of shareholders in Annual General Meeting. The total dividend outflow (including dividend distribution tax) for the year amounts to Rs. 1569.09 lakhs only.
- As on 31st March, 2012, Secured loans(including market repo) of Rs.142439.76 lakhs comprise Rs.43000.00 lakhs under RBI's LAF repo facility, Rs.26121.78 lakhs under CBLO, Rs.32761.00 lakhs under RBI Refinance facility, Rs. 5010.00 lakhs under Bank Overdraft and Rs.35546.98 lakhs under REPO facility. Unsecured loans of Rs. 78325.00 lakhs comprise of Call money (Rs. 75725.00 lakhs) and Inter Corporate Borrowings of Rs.2600.00 lakhs
- As on March 31, 2012, the total trading stock of Rs 248694.67 lakhs comprise Government securities including Treasury Bills of Rs 228273.74 lakhs, Equity instruments of Rs. 623.98 lakhs, money market instruments of Rs. 4547.23 lakhs and Bonds and Debentures of Rs. 15249.72 lakhs.
- Capital Adequacy Ratio as on 31st March, 2012 stands at 74.72% as against RBI stipulation of 15%. Net Owned Funds of the company stands at Rs 57469.10 lakhs as against the minimum stipulated capital of Rs 25000.00 lakhs. Return on net worth for the year 2011-12 stands at 3.68%.
- As per AS 15(revised) issued by the Institute of Chartered Accountant of India, the company has made provision for employee benefit as per PUCM(Projected Unit Credit Method) for the current year.



7. The accounting policies followed in the preparation of annual financial statements for the year ended 31st March, 2011 have been followed consistently for the year ended 31st March, 2012 as well.

8. Figures of the previous period have been regrouped / rearranged / re-classified, wherever considered necessary in order to make them comparable with those of the current period.

9. Position of complaints from investors as on 31st March, 2012 is given below:

(a) Complaints pending at the beginning of the current quarter	NIL
(b) Complaints received during the quarter	One
(c) Complaints disposed off during the quarter	One
(d) Complaints pending as on 31.03.2012 (all since redressed)	NIL

10. Statement of Assets & Liabilities as on 31.03.2012 is as under:

(₹ in lakhs)

Particulars	Audited Figures For the Year Ended	
	31.03.2012	31.03.2011
EQUITY AND LIABILITIES		
Shareholders Fund		
(a) Share Capital	13500.76	13500.76
(b) Reserves and Surplus	44263.78	43727.61
(c) Money received against share warrants	0.00	0.00
Shareholders Fund	57764.54	57228.37
Share application money pending allotment	0.00	0.00
Minority interest	0.00	0.00
Non-current liabilities		
(a) Long term borrowings	0.00	0.00
(b) Deferred tax liabilities (net)	0.00	0.00
(c) Other long term liabilities	0.00	0.00
(d) Long term provisions	28.61	25.83
Non current liabilities	28.61	25.83
Current liabilities		
(a) Short term borrowings	220767.99	85464.97
(b) Trade payables	24.25	15.66
(c) Other current liabilities	169.17	206.80
(d) Short term provisions	5898.50	5376.37
Current liabilities	226859.91	91063.80
TOTAL- EQUITY AND LIABILITIES	284653.06	148318.00
ASSETS		
Non current assets		
(a) Fixed assets	479.41	543.26
(b) Goodwill on consolidation	0.00	0.00
(c) Non current investments	17453.68	12898.88
(d) Deferred tax assets (net)	225.89	219.63
(e) Long term loans and advances	637.54	534.82
(f) Other non current assets	0.00	0.00
Non current assets	18796.52	14196.59
Current assets		
(a) Current investments	0.00	0.00
(b) Inventories	248694.67	118131.15
(c) Trade receivables	1.78	82.04
(d) Cash and cash equivalents	10204.40	10572.04
(e) Short term loans and advances	4.57	12.09
(f) Other current assets	6951.12	5324.09
Current assets	265856.54	134121.41
TOTAL- ASSETS	284653.06	148318.00

For and on behalf of Board

(Signature)

(S.K. Dubey)
Managing Director

Date: 02nd May, 2012
Place: New Delhi



**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
PNB GILTS LTD.**

We have audited the quarterly financial results of PNB GILTS LTD. for the quarter ended 31st March, 2012 and the year to date results for the period April 1, 2011 to March 31, 2012, 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 quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such 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, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

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 financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as 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.

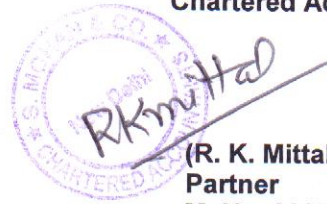
In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended 31st March, 2012 as well as the year to date results for the period from April 1, 2011 to March 31, 2012.



Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

**For S.Mohan & Co.
Chartered Accountants**



R. K. Mittal

**(R. K. Mittal)
Partner
M. No. 088767**

**Date: May 2, 2012
Place: New Delhi**