

CHARTERED ACCOUNTANTS

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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 of Patel Engineering Ltd

We have audited the quarterly financial results of Patel Engineering Ltd for the quarter ended 31st March 2012 and the year to date results for the period 1st April 2011 to 31st March 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 India⁵ and other accounting principles generally accepted in India.

NCD

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 1st April 2011 to 31st March 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 Vatsaraj & Co.
Chartered Accountants


CA Nitesh K Dedhia

Partner

(M.No. 114893)

Place: Mumbai

Date: September 4, 2012

PATEL ENGINEERING LTD.

Regd. Office : Patel Estate Road, Jogeshwari (W) , Mumbai- 400 102

**AUDITED FINANCIAL RESULTS FOR QUARTER AND FOR THE YEAR ENDED
ON MARCH 31, 2012**

in crore

PART I PARTICULARS	QUARTER ENDED			YEAR ENDED	
	31.03.2012 Audited	31.12.2011 Unaudited	31.03.2011 Unaudited	31.03.2012 Audited	31.03.2011 Audited
	1. Income from operations				
(a) Income from operations (net)	934.64	428.29	1,137.10	2,516.66	2,531.76
(b) Other Operating Income	13.77	1.02	1.37	32.98	5.45
Total Income from Operations (net)	948.41	429.31	1,138.47	2,549.64	2,537.21
2. Expenses					
a) Cost of Construction	840.22	315.48	967.46	2,060.99	1,986.15
b) Employee benefits expense	16.97	16.15	17.34	68.10	75.17
c) Depreciation	13.86	12.81	12.90	52.82	52.78
d) Other Expenses	14.84	21.11	46.79	77.92	108.18
Total Expenses	885.89	365.55	1,044.49	2,259.83	2,222.28
3. Profit from operations before Other Income and Finance Costs (1-2)	62.52	63.76	93.98	289.81	314.93
4. Other Income	24.39	22.53	20.85	93.83	80.52
5. Profit before Finance Cost (3+4)	86.91	86.29	114.83	383.64	395.45
6. Finance cost	69.76	66.23	70.79	288.08	259.79
7. Profit from ordinary activities before tax (5-6)	17.16	20.06	44.04	95.56	135.66
8. Tax Expenses	10.49	6.50	4.76	35.13	33.45
9. Net profit after tax (7-8)	6.67	13.56	39.28	60.43	102.21
10. Paid up equity share capital of F.V ` 1/-	6.98	6.98	6.98	6.98	6.98
11. Reserves excluding Revaluation Reserve as per Balance sheet of Previous accounting year.					1,326.98
12. Basic and diluted EPS of F.V. ` 1/- (in `) (not annualised)	0.95	1.94	5.63	8.65	14.64
See accompanying notes to the financial results					

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
	A PARTICULARS OF SHAREHOLDING				
1. Public Shareholding :					
- Numbers of Shares	3,79,70,601	3,79,71,487	3,79,74,601	3,79,70,601	3,79,74,601
- Percentage of shareholding	54.38%	54.38%	54.38%	54.38%	54.38%
2. Promoters and Promoter group Shareholding					
a) Pledged/Encumbered					
- Numbers 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					
- Numbers of Shares	3,18,56,550	3,18,55,664	3,18,52,550	3,18,56,550	3,18,52,550
- 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)	45.62%	45.62%	45.62%	45.62%	45.62%

PARTICULARS	3 Months ended
B. INVESTOR COMPLAINTS	31.03.2012
Pending at the beginning of the quarter	-
Received during the quarter	11
Disposed of during the quarter	11
Remaining unresolved at the end of the quarter	-

Notes :

1. The above financial results were reviewed by the Audit Committee and approved and taken on record by the Board at their meeting held on September 4, 2012.
2. The audited figures of quarter ended March 31, 2012 & March 31, 2011 is the difference between full year audited and nine months unaudited upto December 31, 2011 & December 31, 2010 respectively.
3. The Company has main reportable business segment namely "Civil Construction".
4. ESOP Compensation expenses representing excess of market price of shares on the date of grant of option over the exercise price of option is amortized on a straight line basis over the vesting period. During the year ended March 31, 2012, ESOP Compensation expense of ` 0.62 crore (P.Y. ` 1.64 crore) has been debited to Profit & Loss Account.
5. During the quarter, an overseas subsidiary was formed.
6. The provision for tax is calculated in accordance with the tax laws applicable to the current financial year.
7. The Previous periods figures have been regrouped as necessary for comparison purpose.
8. The net profit as per the audited financial statements is less by 4.8% when compared to reviewed financial statements.

for Patel Engineering Ltd



Rupen Patel
Managing Director

Place : Mumbai

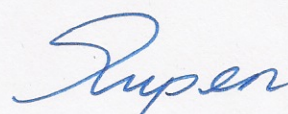
Date : September 4, 2012

STANDALONE STATEMENT OF ASSETS & LIABILITIES

As at March 31st ,

	2012 (Rs. Million)	2011 (Rs. Million)
I. EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	69.83	69.83
(b) Reserves and surplus	14,073.23	13,269.80
2 Non-current liabilities		
(a) Long-term borrowings	7,517.92	6,743.03
(b) Deferred Tax Liability (Net)	66.09	34.78
(c) Other Long term liabilities	4,840.91	4,600.75
(d) Long-term provisions	14.56	18.10
3 Current liabilities		
(a) Short-term borrowings	11,341.50	11,520.11
(b) Trade payables	6,249.46	5,282.47
(c) Other current liabilities	5,252.05	4,190.28
(d) Short-term provisions	31.53	506.02
TOTAL	49,457.08	46,235.17
II. ASSETS		
1 Non-current assets		
(a) Fixed assets		
i. Tangible assets	2,517.84	2,795.02
ii. Intangible assets	50.04	1.70
iii. Capital work-in-progress	1,035.56	601.08
	3,603.44	3,397.80
(b) Non-current investments	5,538.64	4,800.48
(c) Long-term loans and advances	7,468.83	6,631.98
(d) Non Current Bank Deposits	14.04	14.53
(e) Non Current Trade Receivables	327.24	578.20
2 Current assets		
(a) Inventories	14,794.53	18,070.36
(b) Trade receivables	8,420.76	6,425.14
(c) Cash and cash equivalents	1,503.35	1,035.50
(d) Short-term loans and advances	7,692.24	5,214.86
(e) Other current assets	94.01	66.32
TOTAL	49,457.08	46,235.17

For Patel Engineering Ltd.



Rupen Patel
Managing Director

Place : Mumbai
Date : September 4, 2012