

8th November, 2016

PCL/CS/14724

The Secretary
The Bombay Stock Exchange Ltd,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001
Fax:-022-22723121

Reg: Quarterly Unaudited Financial Results.

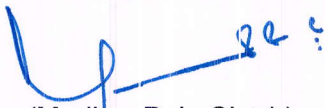
Dear Sir,

Pursuant to Regulation 30(2)(Para A(4)(h) of Part A of Schedule III) of SEBI (Listing Obligation & Disclosure Requirements) Regulations 2015, please find enclosed herewith a copy of the Unaudited Quarterly Financial Results of the Company for the Quarter ended on 30th September, 2016 adopted in the 188th Meeting of the Board of Directors held on Tuesday, the 8th day of November, 2016 in the Committee Room of Punjab Bureau of Investment Promotion, 2nd Floor, Udyog Bhawan, 18, Himalaya Marg Sector-17, Chandigarh. The meeting starts at 11-10HRS. and concluded at 12:15HRS.

This is for your information & records please.

Thanking you.

Yours faithfully
For Punjab Communications Ltd.



(Madhur Bain Singh)
Company Secretary



(Rs in Lacs)

PART I							
S. No.	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for current period	Year to date figures for the previous year ended	Previous year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net Sales / Income from operations (Net of excise duty)	868.54	333.43	444.74	1201.97	850.31	1998.10
	(b) Other Operating Income	0.89	10.36	2.67	11.25	9.38	17.90
	Total income from operations (net)	869.43	343.79	447.41	1213.22	859.69	2016.00
2	Expenses						
	a) Cost of materials consumed	288.17	157.22	180.88	445.39	437.35	863.76
	b) Purchases of stock-in-trade	62.76	24.67	42.79	87.43	64.82	287.55
	c) Change in inventories of finished goods, work-in-progress and stock-in-trade ; (Inc(-), Dec(+))	83.04	(33.67)	68.38	49.37	39.30	(11.19)
	d) Employee benefits expense	608.12	570.17	577.93	1178.29	1146.09	2287.27
	e) Depreciation and amortisation expense	11.94	11.93	3.98	23.87	7.89	22.30
	f) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	138.22	106.48	117.36	244.70	214.68	499.22
	Total expenses	1,192.25	836.80	991.32	2,029.05	1,910.13	3,948.91
3	Profit/(Loss) from Operations before Other Income, finance costs & exceptional items (1-2)	(322.82)	(493.01)	(543.91)	(815.83)	(1,050.44)	(1,932.91)
4	Other Income	219.50	216.72	239.59	436.22	479.75	929.70
5	Profit/(Loss) from ordinary activities before finance cost & exceptional items (3 ± 4)	(103.32)	(276.29)	(304.32)	(379.61)	(570.69)	(1,003.21)
6	Finance costs	1.95	0.41	1.96	2.36	4.33	7.48
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	(105.27)	(276.70)	(306.28)	(381.97)	(575.02)	(1,010.69)
8	Exceptional Items	-	-	-	-	-	36.89
9	Profit/(Loss) from ordinary activities before tax (7 ± 8)	(105.27)	(276.70)	(306.28)	(381.97)	(575.02)	(1,047.58)
10	Tax Expense (a) Tax Provision (MAT)	-	-	-	-	-	-
	(b) Deferred Tax Asset written off	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9 ± 10)	(105.27)	(276.70)	(306.28)	(381.97)	(575.02)	(1,047.58)
12	Extraordinary items (net of tax expense Rs. Lakhs)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
13	Net Profit/(Loss) for the period (11 ± 12)	(105.27)	(276.70)	(306.28)	(381.97)	(575.02)	(1,047.58)
14	Share of profit/(loss) of associates *	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
15	Minority interest *	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
16	Net Profit/(Loss) after taxes, minority interest & share of profit/(loss) of associates (13 ± 14 ± 15) *	(105.27)	(276.70)	(306.28)	(381.97)	(575.02)	(1,047.58)
17	Paid up Equity Share Capital (Face value of the share is Rs 10/-)	1,202.36	1,202.36	1,202.36	1,202.36	1,202.36	1,202.36
18	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	7,159.01
19.i	Earnings per share (before extraordinary items) (of Rs.10/- each) (not annualised):						
	(a) Basic	(0.88)	(2.30)	(2.55)	(3.18)	(4.78)	(8.71)
	(b) Diluted	(0.88)	(2.30)	(2.55)	(3.18)	(4.78)	(8.71)
19.ii	Earnings per share (after extraordinary items) (of Rs.10/- each) (not annualised):						
	(a) Basic	(0.88)	(2.30)	(2.55)	(3.18)	(4.78)	(8.71)
	(b) Diluted	(0.88)	(2.30)	(2.55)	(3.18)	(4.78)	(8.71)

* Applicable in the case of consolidated results.

- Notes :
- The aforesaid Unaudited Quarterly Financial Results (Provisional) for the Quarter/Half Year ended 30th September, 2016 have been taken on record by the Board of Directors in their meeting held on 8th November, 2016.
 - The company is Primarily engaged in the business of Telecom and its spares. As the basic nature of these activities are governed by same set of risks and returns, the sales have been grouped as single segment in the accounts as per accounting standard 17 dealing with "Segment Reporting" issued by ICAI. Other income for the half year includes a sum of Rs.301.26 lacs being interest income on the Investments made by the company.
 - In respect of Accounting Standard 22 on "Accounting for taxes on income" issued by the Institute of Chartered Accountants of India(ICAI), the adjustments for deferred tax assets/liabilities shall be reviewed and considered in the audited annual accounts for the year ending 31st March, 2017.
 - The figures for the previous period have been regrouped and restated wherever necessary, to make them comparable.
 - There is no qualification by the Statutory Auditors on the Annual Accounts of the Company for the financial year ended on 31.03.16, however the observations worth mentioning & having impact on the Profit & Loss statement of the company are as follows:
 - The company has not made any provision for permanent diminution in the value of investment of Rs.698.74 lacs (Face Value Rs.700 lacs) in the Bonds of UP Co-operative Spinning Mills Federation Ltd (UPCSMFL) as they are fully guaranteed by the U.P State Government. The company has not recognized accrued interest, keeping in view uncertainty involved in the matter of realization of interest due to litigation. All the courts below the Hon'ble Supreme Court had decided in favour of Puncom but unfortunately the Hon'ble Supreme Court on 19.01.2015 had decided against the ex-parte decree earlier made in favour of the Company and directed the Civil Court, Lucknow to refund the amount to UP State Government. The execution of the said order is pending at District Court, Lucknow. In view of Hon'ble Supreme Court decision the company has accounted for the liability of Rs.735.63 lacs. The company has filed the execution of earlier decree issued in favour of Puncom against the UPCSML on 30.01.2016 and has also filed fresh suit against the State of UP through Special Secretary, Industrial Development on 11.03.2016. The company had earlier recognized and received interest income to the extent of Rs.156.45 lacs (@14.90% on Principal) for a tenure of 18 months. In view of protracted litigation and uncertainty of the amount realizable, pending settlement of the case, the company has provisioned the already recognized interest income of Rs.152.52 lacs upto 31st March, 2001 of which Rs.115.63 lacs was provisioned in FY-2014-15 and remaining Rs.36.89 lacs in FY-2015-16. This is also in conformity with AS-9 issued by ICAI. [Refer Emphasis of Matter Para (a) of Independent Auditor's Report].

for and on behalf of the Board

Place : S. A. S. Nagar
 Dated : November 8, 2016

(Vikas Pratap, IAS)
 Sr. Vice Chairperson & MD

(J. S. Bhatia)
 CFO