



PATEL ENGINEERING LTD.
CIN : L99999MH1949PLC007039

100/510/

December 14, 2016

To,

Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

The National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra-Kurla Complex,
Mumbai 400 051

Company Code No. 531120

Company Code: PATELENG/EQ

Dear Sirs,

Sub: Outcome of Board Meeting – December 14, 2016

The Board of Directors of the Company has interalia considered and approved the Standalone Un-audited Financial Results for the quarter ended September 30, 2016, the copy of which is enclosed along with Limited review Report issued by M/s. Vatsaraj & Co. Statutory Auditors.

The Board Meeting was commenced at 5.00 pm and concluded at 9.30 pm.

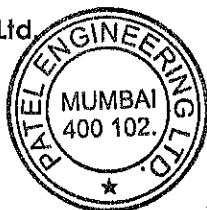
You are requested to take the same in your records.

Thanking you,

Yours truly,

For Patel Engineering Ltd.

Kavita Shirvaikar
CFO



Encl: as above

REGD. OFFICE :

Patel Estate Road, Jogeshwari (W), Mumbai - 400 102. India
Phone +91 22 26767500, 26782916 • Fax +91 22 26782455, 26781505
E-mail headoffice@pateleng.com www.pateleng.com

CHARTERED ACCOUNTANTS

First Floor, Fort Chambers,

'C' Block, 65 Tamarind Lane,

Fort, Mumbai - 400 023.

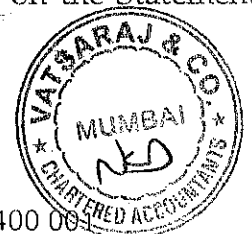
Tel No. : +91-22 2265 3931

+91-22 2263 5488

Review Report

To the Board of Directors of Patel Engineering Ltd.

1. We have reviewed the accompanying statement of the unaudited standalone financial results ("Statement") of **Patel Engineering Ltd** ("the Company") for the quarter and six months ended 30th September 2016 and Standalone Unaudited Balance Sheet as at 30th September 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, as modified by circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter ended 30th September 2015, including the reconciliation of net profit under Ind AS of the corresponding quarter with the net profit reported under previous Indian GAAP as included in the statement have not been subjected to limited review. This Statement is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34"), as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principle generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.



2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements is 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. The standalone financial results include the financial results of 11 joint operations which have not been reviewed by their auditors, whose financial results reflect the Net Total Assets of Rs.102.07 Crores as at 30th September 2016, Company's Share in Total revenue after elimination is Rs.74.07 Crores and Rs. 89.94 Crores , Total loss (net) after tax of Rs. 0.05 Crores and Rs. 2.55 Crores and total comprehensive income (net) of Rs. Nil and Rs. Nil for the quarter and Six months ended 30th September 2016. The financial results of these joint operations have been furnished by the management and our report on the standalone financial results, in so far as it relates to the amounts and disclosures includes in respect of these joint operations is based solely on such financial results / information certified by the management. In our opinion and according to the information and explanations given to us by the management, these financial results are not material to the company.

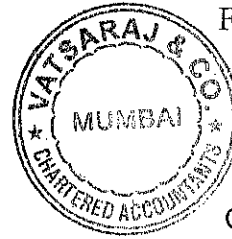
Our report on the Statement is not modified in respect of our reliance on the financial information certified by the Management.

4. Based on our review conducted as stated above and based on the unaudited financial results/ information certified by the management referred to in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards. As notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of



Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Vatsaraj & Co.
Chartered Accountants
FRN 111327W



N. Dedhia

CA Nitesh K. Dedhia
Partner

Membership No. 114893

Place: Mumbai

Date: 14th December, 2016

PATEL ENGINEERING LTD.

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

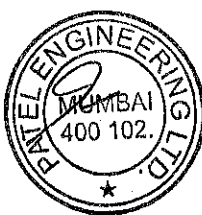
CIN:L99999MH1949PLC007039

Patel
Since 1945

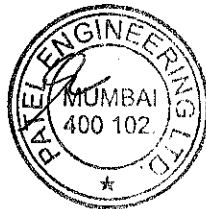
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2016

(Rs. in Crores)

Particulars	Unaudited Results for the Quarter ended 30th September		Unaudited Results for the Six months ended 30th September	
	2016	2015	2016	2015
1. Income from operations				
a) Income from operations (net)	601.44	675.17	1,165.45	1,373.56
b) Other Operating Income	98.54	3.91	120.86	8.48
Total Income from operations (net)	699.98	679.08	1,286.31	1,382.04
2. Expenses				
a) Cost of material consumed	44.08	61.35	102.19	112.09
b) Cost of Construction	409.11	470.46	799.93	981.27
c) Purchases of stock-in-trade	-	-	3.80	-
d) Employees benefit expenses	26.94	26.89	54.74	50.15
e) Depreciation and amortisation expenses	10.65	12.16	20.30	23.91
f) Other Expenses (refer note 9)	97.85	20.88	115.39	37.58
Total Expenses	588.63	591.74	1,096.35	1,205.00
3. Profit from operations before other income and Finance cost (1-2)	111.35	87.34	189.96	177.04
4. Other Income	85.76	55.63	140.44	103.69
5. Profit before Finance Cost (3+4)	197.11	142.97	330.40	280.73
6. Finance Costs	150.29	127.98	303.44	259.51
7. Profit from ordinary activities before tax (5-6)	46.82	14.99	26.96	21.22
8. Tax Expenses	9.17	5.33	9.70	7.02
9. Profit from ordinary activities after tax (7-8)	37.65	9.66	17.26	14.20
10. Other comprehensive income (net of tax)	(0.17)	(0.24)	(0.37)	(0.48)
11. Total income (including other comprehensive income) (9+10)	37.48	9.42	16.89	13.72
12. Paid up Equity Share Capital (Re 1/- per share)	7.68	7.68	7.68	7.68
13. Basic EPS of F.V. Re 1/- (in Rs.) (not annualised)	4.90	1.26	2.25	1.85
14. Diluted EPS of F.V. Re 1/- (in Rs.) (not annualised)	4.90	1.26	2.25	1.85



Standalone Statement of Assets and Liabilities	As at 30th September, 2016
Particulars	(Rs. in Crores)
ASSETS	
Non-current assets	
(a) Property, plant and equipment	307.54
(b) Capital work-in-progress	6.39
(c) Other intangible assets	0.20
(d) Financial assets	
(i) Investments	594.69
(ii) Trade Receivables	860.91
(iii) Loans	947.86
(e) Deferred tax assets (net)	47.68
(f) Other non-current assets	971.67
Total Non-Current Assets	3,736.94
Current assets	
(a) Inventories	3,862.39
(b) Financial assets	
(i) Trade receivables	307.99
(ii) Cash and cash equivalents	54.04
(iii) Loans	103.45
(c) Other current assets	465.02
(d) Assets classified as held for sale	10.50
Total Current Assets	4,803.39
TOTAL ASSETS	8,540.33
EQUITY AND LIABILITIES	
Equity	
(a) Equity Share capital	7.68
(b) Other equity	1,701.41
Total Equity	1,709.09
Liabilities	
Non-current liabilities	
(a) Financial liabilities	
Borrowings	1,619.44
(b) Long Term Provisions	3.61
(c) Other non-current liabilities	837.02
(d) Deferred revenue	10.74
Total Non-current liabilities	2,470.81
Current liabilities	
(a) Financial liabilities	
(i) Borrowings	2,590.82
(ii) Trade payables	692.30
(iii) Other financial liabilities	721.07
(b) Other current liabilities	355.06
(c) Short Term Provisions	1.18
Total Current liabilities	4,360.43
TOTAL EQUITY AND LIABILITIES	8,540.33



Notes :

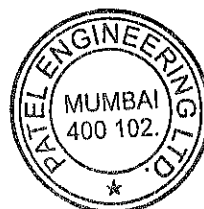
1. The Company has opted for publishing standalone results on quarterly basis.
2. The financial results of the company have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the companies Act, 2013 read with relevant rules thereunder and in terms with regulation 33 of SEBI (LODR) regulations 2015 and SEBI circular dated 5th July 2016.
3. The above financial results were reviewed by the Audit Committee and approved and taken on record by the Board at their meeting held on December 14, 2016. The statutory auditors have performed a limited review of the results for the quarter and half year ended 30th September, 2016. The Ind AS complaint financial results, pertaining to the corresponding quarter and half year ended 30th September, 2015 has not been subjected to limited review. However, the management has exercised necessary due diligence to ensure that the financial results provide true and fair view of its affairs for comparison purpose.
4. The operations of the group fall under 'Civil Construction' which is considered to be the only reportable segment by the management.
5. In view of the various clarifications issued and being issued by the Ind AS transition facilitation group (ITFG) constituted by the Accounting Standards Board of the Institute of Chartered Accountants of India, it may be possible that the interim financials may undergo adjustments on finalisation of full year Ind AS financial statements as at and for the year ended 31st March 2017, due to treatments / methods suggested by ITFG on applicability of various Ind AS.
6. Reconciliation of results between previous Indian GAAP and Ind AS

(Rs. in Crores)

Particulars	Quarter ended 30th September 2015	Six months ended 30th September 2015
Profit after tax as per Indian GAAP	9.83	14.59
Add / Less Adjustments:		
Fair value of Corporate guarantee and its amortisation	0.10	0.16
Loan processing fees recognised using effective interest method	(0.85)	(1.67)
Loan to Subsidiary at Fair Value	0.10	0.10
Deferred tax impact on Ind AS Adjustments	0.20	0.45
Actuarial gain/loss on gratuity reclassified to other comprehensive income (Net of Current tax Impact)	0.23	0.48
Fair value of Deferred Revenue and Cost (net)	0.05	0.09
Net profit before OCI as per Ind AS	9.66	14.20

7. On November 25th 2016, the Allotment Committee of the Company has approved the allotment of 8,01,88,409 equity shares of face value Re. 1 each at a price of Rs. 52.20 per share, which is price for conversion of debt into equity determined as per RBI circular dated 8th June 2015, to the lenders on preferential basis as per Strategic Debt Restructuring Scheme (SDR).
8. The balance of Rs. 27.51 crore in one of the partnership firms earlier classified as current account balance as per its unaudited financial statements and considered for the financial results of the company as on 31.3.2016 has now been reclassified as advance against property in line with the audited accounts of that firm, received in current quarter.
9. Other expense includes provision for foreseeable loss of Rs. 66.59 crores in one of the foreign subsidiaries and provision for impairment of Rs. 15.43 crores due to diminution in value of investment in / advance to subsidiary / associate company.
10. The Company is engaged in Engineering and Construction industry which is seasonal in character. The Company's margins in the quarterly results vary based on the accrual of cost and recognition of income in different quarters due to nature of its business or receipt of awards/ claims. In view of this, financials results for the quarters are not comparable with quarterly/annual results.
11. The previous period figures have been regrouped / rearranged wherever necessary, for the purpose of comparison.

Place : Mumbai
Date : December 14, 2016



for Patel Engineering Ltd

Rupen
Managing Director