

May 12, 2017

<p>The Manager – Listing National Stock Exchange of India Ltd. Exchange Plaza Bandra Kurla Complex Bandra (E), Mumbai -400051</p> <p><u>Scrip Code: PNBGILTS</u></p>	<p>The Manager – Listing DCS- Listing The Stock Exchange, Mumbai Phiroz JeeJeebhoy Tower Dalal Street Mumbai- 400 001</p> <p><u>Scrip Code: 532366</u></p>
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REG: Audited Financial Results for the quarter and year ended on 31.03.2017 and intimation under Regulation 42 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations')

Dear Sir / Madam,

This is in reference to our letter dtd 5th May, 2017 wherein we had informed that the meeting of the Board of Directors of the company will be held on 12th May, 2017 to, inter alia, approve the audited financial results for the quarter and year ended on 31st March, 2017 and to consider the recommendation of dividend for the financial year 2016-17, if any.

Pursuant to the applicable provisions of Listing Regulations, we wish to inform you that the Board of Directors of the Company in its meeting held today i.e. 12th May, 2017, has approved the audited financial results for the quarter and year ended on 31st March, 2017 along with the Audit Report issued by the Statutory Auditors. Pursuant to Regulation 33 of the Listing Regulations read with SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, we would like to inform you that the Report of the Auditor is with unmodified opinion with respect to the Audited Financial Results of the Company for the quarter and year ended 31st March, 2017.

We therefore, enclose the following –

- c. Audited Financial Results of the Company for the quarter and year ended 31st March, 2017.
- d. Auditors' report in respect of audited financial results for the year ended 31st March, 2017.
- c. The declaration pursuant to Regulation 33(3) (d) of the Listing Regulations

Further, in the same meeting, the Board has recommended a final dividend of Rs. 2.50 per equity share i.e. 25% for the financial year 2016-17, subject to declaration in the 21st AGM of the Company. If declared in AGM, the payment of dividend or dispatch of dividend warrants will be completed by 13th October, 2017.

Pursuant to Regulation 42 of the Listing Regulations, the Register of Members and the Share Transfer books will remain closed from Saturday, September 9, 2017 to Saturday, September 16, 2017 (both days inclusive) in connection with (a) AGM and (b) to determine



the entitlement of shareholders to receive the Final Dividend for the Financial Year 2016-17, if declared at 21st AGM of the Company scheduled on 16th September, 2017. The dividend, if declared in the AGM, shall be paid to those shareholders whose names appear on the Register of Members of the Company on 8th September, 2017, after giving effect to valid share transfers in physical form lodged with the Company on or before above said date and in respect of shares in electronic form, to those Beneficial Owners whose names appear on the statement of beneficial ownership furnished by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited as at the end of the business hours of 8th September, 2017.

The Board meeting commenced at 4:00 p.m. and concluded at 6:50 p.m.

Kindly take the same on record and also note that the results are also being published in Newspapers and posted on the website of the Company in accordance with the Listing Regulations.

Thanking You,

Yours truly,
For PNB Gilts Ltd


(Monika Kochar)
Company Secretary



PNB GILTS LIMITED

(CIN L74899DL1996PLC077120)

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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2017

PARTICULARS	(₹ in lacs)					
	Figures For 3 Months Ended			Figures For Year Ended		
	31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited	
I. Revenue from Operations						
Income from Operations	6060.61	16615.09	7875.42	49993.11	34292.11	
II. Other Income	22.72	12.31	13.68	61.36	47.54	
III. Total Revenue (I+II)	6083.33	16627.40	7889.10	50054.47	34339.65	
IV. Expenses						
(a) Cost of materials consumed	N.A.	N.A.	N.A.	N.A.	N.A.	
(b) Purchase of stock in trade	N.A.	N.A.	N.A.	N.A.	N.A.	
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	N.A.	N.A.	N.A.	N.A.	N.A.	
(d) Interest expense/ Finance Cost	3551.31	6127.08	6762.48	22571.70	27562.13	
(e) Employees benefits expense	119.28	148.06	167.46	580.36	545.30	
(f) Depreciation & amortization on Fixed assets	10.58	9.16	13.56	33.55	46.88	
(g) Other expenses	418.50	298.85	405.34	1214.75	1040.73	
Total Expenses	4099.67	6583.15	7348.84	24400.36	29195.04	
IVA. Prior Period Income	-	-	2.62	-	2.62	
V. Profit/(Loss) Before Exceptional & extraordinary Items & Tax (III-IV+IVA)	1983.66	10044.25	542.88	25654.11	5147.23	
VI. Exceptional Items	-	-	-	-	-	
VII. Profit/(Loss) Before extraordinary Items & Tax (V-VI)	1983.66	10044.25	542.88	25654.11	5147.23	
VIII. Extraordinary Items	-	-	-	-	-	
IX. Profit/(Loss) Before Tax (VII-VIII)	1983.66	10044.25	542.88	25654.11	5147.23	
X. Tax Expense						
(a) Current Tax	822.87	3455.82	-74.27	8951.41	1449.19	
(b) Deferred Tax Adjustment	-5.17	-0.07	254.09	-2.62	248.39	
(c) Adjustment for earlier years	-12.06	-	-	-12.06	-	
Total Tax Expense	805.64	3455.75	179.82	8936.73	1697.58	
XI. Profit/ (Loss) for the period from Continuing Operations (IX-X)	1178.02	6588.50	363.06	16717.38	3449.65	
XII. Profit/ (Loss) from Discontinuing Operations	-	-	-	-	-	
XIII. Tax Expenses for Discontinuing Operations	-	-	-	-	-	
XIV. Profit/ (Loss) for the period from Discontinuing Operations (XII-XIII)	-	-	-	-	-	
XV. Profit/ (loss) for the period (XI+XIV)	-	-	-	-	-	
XVI. Earnings per equity (In Rs.)						
(a) Basic	0.65	3.66	0.20	9.29	1.92	
(b) Diluted	0.65	3.66	0.20	9.29	1.92	



SEGMENT RESULTS

(₹ in lacs)

PARTICULARS	Figures For 3 Months Ended			Figures For Year Ended	
	31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
Segment Revenue (Net Sales/Income)					
- T Bills/CP/Certificate of Deposit	705.57	2760.84	4300.76	11614.62	15246.31
-Corporate bonds & debentures	1058.38	1638.54	743.83	5241.94	2890.87
-Government Securities	3549.78	11422.87	2011.82	30502.76	11687.98
-Derivatives	130.38	282.03	294.52	1009.14	1332.38
-Fixed Deposits	0.46	0.27	488.61	79.74	3014.11
-Mutual fund commission	-	-	-	0.01	0.02
-Unallocated (including equity shares)	638.75	522.86	52.18	1606.26	170.60
Total :	6083.32	16627.41	7891.72	50054.47	34342.27
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income from Operations	6083.32	16627.41	7891.72	50054.47	34342.27
Segment Results (Profit before Tax)					
- T Bills/CP/Certificate of Deposit	370.62	635.08	653.00	2967.98	2225.65
-Corporate bonds & debentures	223.69	789.28	275.35	2154.87	932.54
-Government Securities	1370.85	8288.79	(416.90)	20135.00	(10.46)
-Derivatives	(61.78)	135.61	45.43	218.99	194.24
-Fixed Deposits	0.46	0.27	488.61	79.74	3014.11
-Mutual fund commission	-	-	-	0.01	0.02
-Unallocated (including equity shares)	508.77	469.93	4.89	1339.07	(18.28)
Total :	2412.61	10318.96	1050.38	26895.66	6337.82
Less: Interest	-	-	-	-	-
Less: Unallocable expenses	428.95	274.71	507.50	1241.55	1190.59
Total Profit/(Loss) before Tax	1983.66	10044.25	542.88	25654.11	5147.23
Segment Assets					
- T Bills/CP/Certificate of Deposit	36714.76	88518.44	357886.96	36714.76	357886.96
-Corporate bonds & debentures	80979.64	67964.98	41505.58	80979.64	41505.58
-Government Securities	283943.47	175139.01	148905.27	283943.47	148905.27
-Derivatives	12700.34	7555.14	15149.23	12700.34	15149.23
-Fixed Deposits	26.81	26.44	2125.27	26.81	2125.27
-Mutual fund commission	-	-	-	-	-
-Unallocated (including equity shares)	26972.23	18503.03	-	26972.23	-
Total Segment Assets	441337.25	357707.04	565572.31	441337.25	565572.31
Segment Liabilities					
- T Bills/CP/Certificate of Deposit	31021.52	69838.20	311655.51	31021.52	311655.51
-Corporate bonds & debentures	68360.61	53610.04	36141.06	68360.61	36141.06
-Government Securities	239693.11	138153.62	129694.82	239693.11	129694.83
-Derivatives	12423.46	7443.25	14958.69	12423.46	14958.69
-Fixed Deposits	-	-	-	-	-
-Mutual fund commission	-	-	-	-	-
-Unallocated (including equity shares)	2.85	-	-	2.85	-
Total Segment Liabilities	351501.55	269045.11	492450.08	351501.55	492450.09
Capital Employed (Segment Assets- Segment Liabilities)					
- T Bills/CP/Certificate of Deposit	5693.24	18680.24	46231.45	5693.24	46231.45
-Corporate bonds & debentures	12619.03	14354.94	5364.52	12619.03	5364.52
-Government Securities	44250.36	36985.39	19210.45	44250.36	19210.45
-Derivatives	276.88	111.89	190.54	276.88	190.54



-Fixed Deposits	26.81	26.44	2125.27	26.81	2125.27
-Mutual fund commission	-	-	-	-	-
-Unallocated (including equity shares)	26969.38	18503.03	-	26969.38	-
Total	89835.70	88661.93	73122.23	89835.70	73122.23

Notes :

- The above results have been reviewed by the Audit committee and approved by the Board in its meetings held on May 12, 2017 respectively.
- The Board has recommended a final dividend of Rs. 2.50 per share (nominal value Rs.10/- per equity share) for the year 2016-17, subject to the approval of shareholders in Annual General Meeting. The total dividend outflow (including dividend distribution tax) for the year amounts to Rs. 5416.40 lacs only.
- As on 31st March,2017, secured loans (including market repo) of Rs. 155219.24 lacs comprise Rs. 40000.00 lacs under RBI's LAF facility, Rs. 22634.77 lacs under CBLO and Rs. 92584.47 lacs under repo facility. Unsecured loans of Rs. 196173.71 lacs comprise of call money Rs. 90750.00 lacs and Rs. 105423.71 lacs of line of credit from Punjab National Bank.
- As on 31st March,2017 the total trading stock of Rs. 388535.20 lacs comprise of government securities (including treasury bills) of Rs. 278446.92 lacs, Rs. 26762.76 lacs of mutual fund units, Rs. 206.63 of equity and Rs. 83118.89 lacs of bonds and debentures.
- Capital adequacy ratio as on 31st March,2017 stands 54.48% as against RBI stipulation of 15%. Net owned funds of the company stand at Rs. 89835.70 lacs as against the minimum stipulated capital of Rs.25000.00 lacs. Return on networth for the year 2016-17 stands at 20.51%.
- As per AS 15(revised) issued by the Institute of Chartered Accountants of India, the company has made provision for employee benefit as per PUCM (project unit credit method) for the current year.
- The accounting policies followed in the annual financial statements for the year ended 31st March, 2016 have been followed consistently for the year ended 31st March, 2017 as well except as depicted in point no. 16
- Figures of the previous period have been regrouped/rearranged/reclassified, wherever considered necessary in order to make them comparable with those of the current period.
- Figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- Position of complaints from investors as on 31st March, 2017 is given below:
 - Complaints pending at the beginning of the current quarter NIL
 - Complaints received during the quarter 2
 - Complaints disposed off during the quarter 2
 - Complaints pending as on 31.3.2017 (all since redressed) NIL
- The credit rating of the company as on 31st March, 2017 is A1+ for Rs. 2.5 billion Short Term Debt Programme. There is no change in the credit rating of the company.
- The debt-equity ratio of the company as on 31st March, 2017 is 3.91:1.
- The Net Profit after Tax as on 31st March, 2017 is Rs. 16717.38 lacs.
- As on 31st March, 2017, the Earnings per Share is Rs. 9.29.
- Ministry of Corporate Affairs amended the Companies (Accounting Standards) Rules, 2006 on March 30, 2016 and vide its General Circular no. 4/2016 would be applicable for preparation of accounts for accounting period commencing on or after the date of notification i.e. wef FY 2016-17. According to this amendment, the proposed dividend is not recognizable in the accounts as liability until it is approved. Accordingly, the dividend for FY 2016-17 of Rs. 2.50 per equity shares of Rs. 10 each has not been recognized as liability as well as an appropriation of profit in the Annual Financial Statements for the FY 2016-17. If the dividend as proposed is approved, the outflow of dividend will be of Rs. 4500.25 lacs and the Dividend Distribution tax thereon shall be Rs. 916.15 lacs. These will be recognized as approval of the same. On account of this change, the accounting policy followed for recognizing proposed dividend for this current financial year and the previous financial year are different and hence the financial statement for these two years are not comparable to that extent.



17. Statements of Assets & liabilities as on 31.03.2017 is as under:

(₹ in lacs)

Particulars	Audited Figures For the Year Ended	
	31.03.2017	31.03.2016
EQUITY AND LIABILITIES		
Shareholders Fund		
(a)Share Capital	18001.01	18001.01
(b)Reserves & Surplus	71883.99	55166.62
(c)Money received against Share warrants	-	-
Shareholders Fund	89885.00	73167.63
Share Application Money Pending Allotment	-	-
Minority Interest	-	-
Non-current Liabilities		
(a)Long term borrowings	-	-
(b)Deferred tax liabilities (net)	-	-
(c)Other long term liabilities	-	-
(d)Long term provisions	104.93	96.62
Non Current liabilities	104.93	96.62
Current Liabilities		
(a)Short term borrowings	351392.95	492067.62
(b)Trade payables	42.28	35.75
(c)Other current liabilities	169.20	291.33
(d)Short term provisions	14956.41	11322.73
Current Liabilities	366560.84	503717.43
TOTAL EQUITY AND LIABILITIES	456550.77	576981.68
ASSETS		
Non current Assets		
(a)Fixed assets	301.40	280.31
(b)Goodwill on consolidation	-	-
(c)Non current investments	44254.41	64046.51
(d)Deferred tax assets (net)	47.01	44.39
(e)Long term loans and advances	1506.40	1028.66
(f)Other non current assets	-	-
Non current assets	46109.22	65399.87
Current Assets		
(a)Current investments	-	-
(b)Inventories	388535.20	496058.15
(c)Trade Receivables	-	-
(d)Cash & Cash equivalents	93.95	2119.03
(e)Short term loans and advances	32.82	266.53
(f)Other current assets	21779.58	13138.10
Current assets	410441.55	511581.81
TOTAL ASSETS	456550.77	576981.68

For and on behalf of Board

Date : May 12, 2017
Place : New Delhi

S.K. Dubey
(S.K. Dubey)
Managing Director



Kapoor Tandon & Co.

Chartered Accountants

H- 118, 11th Floor, Himalaya House,
23 Kasturba Gandhi Marg,
New Delhi - 110 001



- Branches:
- 24/57, First Floor, Birhana Road, Kanpur - 208 001
 - Flat no: 701, 7th floor, A Wing, Vardhaman Vatika-AB CHSL, Chitalsar, Manpada, G.B.Road, Thane - 400 607

To,

The Board of Directors
PNB Gilts Limited
New Delhi

We have audited the quarterly results of PNB Gilts Limited for the quarter ended 31st March, 2017 and year to date results for the period 1st April 2016 to 31st March, 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015. 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 for Interim Financial Reporting (AS 25), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards 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 the 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 requirement of Regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 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, 2017 as well as the year to date results for the period from 1st April, 2016 to 31st March, 2017.

Place: New Delhi
Date: 21/5/2017

For Kapoor Tandon & Co.,
Chartered Accountants
FRN:000952C


(Devendra Swaroop Mathur)
Membership N. 082570

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Cell Nos.: 9415048222, 9935271516, 9935041434, 9935030768 Tele/Fax : (0512)2361244

May 12, 2017

The Manager – Listing National Stock Exchange of India Ltd. Exchange Plaza Bandra Kurla Complex Bandra (E), Mumbai -400051	The Manager – Listing DCS- Listing The Stock Exchange, Mumbai Phiroz JeeJeebhoy Tower Dalal Street Mumbai- 400 001
<u>Scrip Code: PNBGILTS</u>	<u>Scrip Code: 532366</u>

Subject: Declaration of Unmodified Audit Report pursuant to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Annual Audited Financial Results for the financial year ended on 31st March 2017

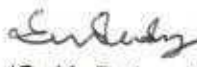
Dear Sir (s),

In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby declare that the statutory auditors of the Company, M/s Kapoor Tandon & Co. (FRN 000952C), Chartered Accountants, have issued their audit report dated May 12, 2017, with unmodified opinion on the financial results of the company for the quarter and year ended on 31st March, 2017.

Kindly take the above declaration on record.

Thanking you

Yours sincerely
For PNB Gilts Ltd.


(S. K. Dubey)
Managing Director

