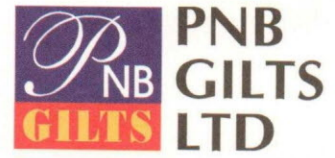


May 19, 2018



(Subsidiary of Punjab National Bank)

The Manager – Listing National Stock Exchange of India Ltd. Exchange Plaza Bandra Kurla Complex Bandra (E), Mumbai -400051  <u>Scrip Code: PNBGILTS</u>	The Manager – Listing DCS- Listing The Stock Exchange, Mumbai Phiroz JeeJeebhoy Tower Dalal Street Mumbai- 400 001  <u>Scrip Code: 532366</u>
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**REG: Audited Financial Results for the quarter and year ended on 31.03.2018 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 dated 8<sup>th</sup> May, 2018 wherein we had informed that the meeting of the Board of Directors of the company will be held on 19<sup>th</sup> May, 2018 to, inter alia, approve the audited financial results for the quarter and year ended on 31<sup>st</sup> March, 2018 and to consider the recommendation of dividend for the financial year 2017-18, 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. 19th May, 2018, has approved the audited financial results for the quarter and year ended on 31st March, 2018 along with the Audit Report issued by the Statutory Auditors. Pursuant to Regulation 33 of the Listing Regulations read with SEBI Circular Nos. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 and 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, 2018.

We therefore, enclose the following –

- Audited Financial Results of the Company for the quarter and year ended 31st March, 2018.
- Auditors' report in respect of audited financial results for the year ended 31st March, 2018.
- 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 Re.1/- per equity share i.e. 10% for the financial year 2017-18, subject to declaration in the 22<sup>nd</sup> AGM of the Company. If declared in AGM, the payment of dividend or dispatch of dividend warrants will be completed by 12<sup>th</sup> October, 2018.

Pursuant to Regulation 42 of the Listing Regulations, the Register of Members and the Share Transfer books will remain closed from Saturday, September 8, 2018 to Saturday, September 15, 2018 (both days inclusive) in connection with (a) AGM and (b) to determine

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Website : www.pnbgilts.com E-mail : pnbgilts@pnbgilts.com CIN : L74899DL1996PLC077120




the entitlement of shareholders to receive the Final Dividend for the Financial Year 2017-18, if declared at 22<sup>nd</sup> AGM of the Company scheduled on 15<sup>th</sup> September, 2018. 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 7<sup>th</sup> September, 2018, 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 7<sup>th</sup> September, 2018.

The Board meeting commenced at 12:30 p.m. and concluded at 4:40 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)

REGD. OFFICE : 5 SANSAD MARG, NEW DELHI 110001

WEBSITE: [www.pnbgilts.com](http://www.pnbgilts.com), E-mail : [pnbgilts@pnbgilts.com](mailto:pnbgilts@pnbgilts.com)

Tel: 011-23325759,23325779, Fax: 011-23325751, 23325763

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>st</sup> MARCH, 2018**

(₹ in lacs)

PARTICULARS	Figures For 3 Months Ended			Figures For Year Ended	
	31.03.2018 Audited	31.12.2017 Unaudited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
<b>I. Revenue from Operations</b>					
Income from Operations	10352.46	6820.36	6068.97	40961.25	50031.72
<b>II. Other Income</b>	17.33	5.70	14.36	32.42	22.75
<b>III. Total Revenue (I+II)</b>	<b>10369.79</b>	<b>6826.06</b>	<b>6083.33</b>	<b>40993.67</b>	<b>50054.47</b>
<b>IV. Expenses</b>					
(a) Cost of materials consumed	NA	NA	N.A.	N.A.	N.A.
(b) Purchase of stock in trade	NA	NA	N.A.	N.A.	N.A.
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	NA	NA	N.A.	N.A.	N.A.
(d) Interest expense/ Finance Cost	7769.12	8573.77	3551.31	33072.20	22571.70
(e) Employees benefits expense	152.99	130.35	119.28	777.08	580.36
(f) Depreciation & amortization on Fixed assets	14.80	12.54	10.58	48.50	33.55
(g) Other expenses	768.55	250.99	418.50	1567.86	1214.75
<b>Total Expenses</b>	<b>8705.46</b>	<b>8967.65</b>	<b>4099.67</b>	<b>35465.64</b>	<b>24400.36</b>
<b>IVA. Prior Period Income</b>	-	-	-	-	-
<b>V. Profit/(Loss) Before Exceptional &amp; extraordinary Items &amp; Tax (III-IV+IVA)</b>	<b>1664.33</b>	<b>(2141.59)</b>	<b>1983.66</b>	<b>5528.03</b>	<b>25654.11</b>
<b>VI. Exceptional Items</b>	-	-	-	-	-
<b>VII. Profit/(Loss) Before extraordinary Items &amp; Tax (V-VI)</b>	<b>1664.33</b>	<b>(2141.59)</b>	<b>1983.66</b>	<b>5528.03</b>	<b>25654.11</b>
<b>VIII. Extraordinary Items</b>	-	-	-	-	-
<b>IX. Profit/(Loss) Before Tax (VII-VIII)</b>	<b>1664.33</b>	<b>(2141.59)</b>	<b>1983.66</b>	<b>5528.03</b>	<b>25654.11</b>
<b>X. Tax Expense</b>					
(a) Current Tax	578.15	(752.33)	822.87	1879.10	8951.41
(b) Deferred Tax Adjustment	(4.69)	(2.75)	(5.17)	(12.65)	(2.62)
(c) Adjustment for earlier years	-	4.00	(12.06)	4.00	(12.06)
<b>Total Tax Expense</b>	<b>573.46</b>	<b>(751.08)</b>	<b>805.64</b>	<b>1870.45</b>	<b>8936.73</b>
<b>XI. Profit/ (Loss) for the period from Continuing Operations (IX-X)</b>	<b>1090.87</b>	<b>(1390.51)</b>	<b>1178.02</b>	<b>3657.58</b>	<b>16717.38</b>
<b>XII. Profit/ (Loss) from Discontinuing Operations</b>	-	-	-	-	-
<b>XIII. Tax Expenses for Discontinuing Operations</b>	-	-	-	-	-
<b>XIV. Profit/ (Loss) for the period from Discontinuing Operations (XII-XIII)</b>	-	-	-	-	-
<b>XV. Profit/ (loss) for the period (XI+XIV)</b>	<b>1090.87</b>	<b>(1390.51)</b>	<b>1178.02</b>	<b>3657.58</b>	<b>16717.38</b>
<b>XVI. Earnings per equity (In Rs.)</b>					
(a) Basic	0.61	(0.77)	0.65	2.03	9.29
(b) Diluted	0.61	(0.77)	0.65	2.03	9.29





SEGMENT RESULTS

(₹ in lacs)

PARTICULARS	Figures For 3 Months Ended			Figures For Year Ended	
	31.03.2018 Audited	31.12.2017 Unaudited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
<b>Segment Revenue (Net Sales/Income)</b>					
- T Bills/CP/Certificate of Deposit	2391.37	2305.08	705.58	7164.44	11614.62
-Corporate bonds & debentures	1857.41	1102.85	1058.38	6763.62	5241.94
-Government Securities	4838.25	2638.75	3549.78	21929.53	30502.76
-Derivatives	522.69	(79.62)	130.38	642.41	1009.14
-Fixed Deposits	190.64	185.78	0.46	391.91	79.74
-Mutual fund commission	-	-	-	-	0.01
-Mutual Fund Units	492.29	416.08	443.19	3396.35	1229.71
-Unallocated (including equity shares)	77.14	257.14	195.56	705.41	376.55
<b>Total :</b>	<b>10369.79</b>	<b>6826.06</b>	<b>6083.33</b>	<b>40993.67</b>	<b>50054.47</b>
Less: Inter Segment Revenue	-	-	-	-	-
<b>Net Sales/Income from Operations</b>	<b>10369.79</b>	<b>6826.06</b>	<b>6083.33</b>	<b>40993.67</b>	<b>50054.47</b>
<b>Segment Results (Profit before Tax)</b>					
- T Bills/CP/Certificate of Deposit	418.39	202.58	456.36	908.55	3287.76
-Corporate bonds & debentures	403.52	(126.61)	274.29	1733.39	2268.59
-Government Securities	1237.66	(1960.65)	1516.62	3535.76	20499.84
-Derivatives	96.94	(285.20)	(61.78)	(246.05)	218.99
-Fixed Deposits	190.64	185.78	0.46	391.91	79.74
-Mutual fund commission	-	-	-	-	0.01
-Mutual Fund Units	102.14	53.57	161.07	775.50	431.36
-Unallocated (including equity shares)	43.18	42.36	65.58	240.97	109.36
<b>Total :</b>	<b>2492.47</b>	<b>(1888.17)</b>	<b>2412.61</b>	<b>7340.03</b>	<b>26895.66</b>
Less: Interest	-	-	-	-	-
Less: Unallocable expenses	828.14	253.42	428.95	1812.00	1241.55
<b>Total Profit/(Loss) before Tax</b>	<b>1664.33</b>	<b>(2141.59)</b>	<b>1983.66</b>	<b>5528.03</b>	<b>25654.11</b>
<b>Segment Assets</b>					
- T Bills/CP/Certificate of Deposit	93280.31	237408.06	36707.12	93280.31	36707.12
-Corporate bonds & debentures	105367.33	108141.94	80962.81	105367.33	80962.81
-Government Securities	282153.16	328757.00	283884.42	282153.16	283884.42
-Derivatives	36150.19	17791.33	12697.69	36150.19	12697.69
-Fixed Deposits	10839.82	10688.27	26.81	10839.82	26.81
-Mutual fund commission	-	-	-	-	-
-Mutual Fund Units	-	16848.97	26848.92	-	26848.92
-Unallocated (including equity shares)	129.52	155.52	209.48	129.52	209.48
<b>Total Segment Assets</b>	<b>527920.33</b>	<b>719791.09</b>	<b>441337.25</b>	<b>527920.33</b>	<b>441337.25</b>
<b>Segment Liabilities</b>					
- T Bills/CP/Certificate of Deposit	78249.82	210586.84	29078.23	78249.82	29078.23
-Corporate bonds & debentures	89136.29	96747.53	64076.62	89136.29	64076.62
-Government Securities	237450.25	293052.58	224672.06	237450.25	224672.06
-Derivatives	35013.29	17446.36	12423.37	35013.29	12423.37
-Fixed Deposits	-	-	-	-	-
-Mutual fund commission	-	-	-	-	-
-Mutual Fund Units	-	14977.80	21248.42	-	21248.42
-Unallocated (including equity shares)	4.46	0.43	2.85	4.46	2.85
<b>Total Segment Liabilities</b>	<b>439854.11</b>	<b>632811.54</b>	<b>351501.55</b>	<b>439854.11</b>	<b>351501.55</b>





Capital Employed (Segment Assets- Segment Liabilities)					
- T Bills/CP/Certificate of Deposit	15030.49	26821.22	7628.89	15030.49	7628.89
-Corporate bonds & debentures	16231.04	11394.41	16886.19	16231.04	16886.19
-Government Securities	44702.91	35704.42	59212.36	44702.91	59212.36
-Derivatives	1136.90	344.97	274.32	1136.90	274.32
-Fixed Deposits	10839.82	10688.27	26.81	10839.82	26.81
-Mutual fund commission	-	-	-	-	-
-Mutual Fund Units	-	1871.17	5600.50	-	5600.50
-Unallocated (including equity shares)	125.06	155.09	206.63	125.06	206.63
<b>Total</b>	<b>88066.22</b>	<b>86979.55</b>	<b>89835.70</b>	<b>88066.22</b>	<b>89835.70</b>

**Notes :**

- The above results have been reviewed by the Audit committee and approved by the Board in its meetings held on May 19, 2018.
- The Board has recommended a final dividend of Re. 1 per share (nominal value Rs.10/- per equity share) for the year 2017-18, subject to the approval of shareholders in Annual General Meeting. The total dividend outflow (including dividend distribution tax) for the year amounts to Rs. 2166.56 lacs only.
- As on 31<sup>st</sup> March,2018, secured loans (including market repo) of Rs. 331465.40 lacs comprise Rs. 31831.00 lacs under Refinance from RBI Rs. 89000.00 lacs under RBI's LAF facility, Rs. 56500.00 lacs under RBI's Term repo facility Rs. 82798.19 lacs under CBLO and Rs. 71336.21 lacs under repo facility. Unsecured loans of Rs. 105400.00 lacs comprise of call money Rs. 97800.00 lacs and Rs. 7600.00 lacs of Inter corporate Deposit.
- As on 31<sup>st</sup> March,2018 the total trading stock of Rs. 420034.60 lacs comprise of government securities (including treasury bills) of Rs. 314493.62 lacs, Rs. 124.95 lacs of equity, Rs. 4983.48 lacs of Certificate of Deposits and Rs. 100432.55 lacs of bonds and debentures.
- Capital adequacy ratio as on 31<sup>st</sup> March,2018 stands 67.07% as against RBI stipulation of 15%. Net owned funds of the company stand at Rs. 88066.22 lacs as against the minimum stipulated capital of Rs.25000.00 lacs. Return on networth for the year 2017-18 stands at 4.11%.
- 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 31<sup>st</sup> March, 2017 have been followed consistently for the year ended 31<sup>st</sup> March, 2018 as well.
- 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 31<sup>st</sup> March, 2018 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 31.3.2018 (all since redressed) NIL
- The credit rating of the company as on 31<sup>st</sup> March, 2018 is A1+ for the Rs. 2.5 billion Commercial Paper Programme and also A1+ for the Rs. 5 Billion Commercial Paper Programme as done by CRISIL and ICRA respectively. There is no change in the credit rating of the company.
- The debt-equity ratio of the company as on 31<sup>st</sup> March, 2018 is 4.96:1.
- The Net Profit after Tax as on 31<sup>st</sup> March, 2018 is Rs. 3,657.58 lacs.
- As on 31<sup>st</sup> March, 2018, the Earnings per Share is Rs. 2.03/-





16. Statements of Assets & liabilities as on 31.03.2018 is as under:

(₹ in lacs )

Particulars	Audited Figures For the Year Ended	
	31.03.2018	31.03.2017
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders Fund</b>		
(a)Share Capital	18001.01	18001.01
(b)Reserves & Surplus	70125.17	71883.99
( c)Money received against Share warrants	-	-
<b>Shareholders Fund</b>	<b>88126.18</b>	<b>89885.00</b>
<b>Share Application Money Pending Allotment</b>	-	-
<b>Minority Interest</b>	-	-
<b>Non-current Liabilities</b>		
(a)Long term borrowings	-	-
(b)Deferred tax liabilities (net)	-	-
(c )Other long term liabilities	-	-
(d)Long term provisions	119.40	104.93
<b>Non Current liabilities</b>	<b>119.40</b>	<b>104.93</b>
<b>Current Liabilities</b>		
(a)Short term borrowings	436865.40	351392.95
(b)Trade payables	19.98	42.28
(c )Other current liabilities	1030.19	169.20
(d)Short term provisions	12419.45	14956.41
<b>Current Liabilities</b>	<b>450335.02</b>	<b>366560.84</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>538580.60</b>	<b>456550.77</b>
<b>ASSETS</b>		
<b>Non current Assets</b>		
(a)Fixed assets	279.48	301.40
(b)Goodwill on consolidation	-	-
(c )Non current investments	83507.01	44254.41
(d)Deferred tax assets (net)	59.66	47.01
(e)Long term loans and advances	1467.11	1506.40
(f)Other non current assets	-	-
<b>Non current assets</b>	<b>85313.26</b>	<b>46109.22</b>
<b>Current Assets</b>		
(a)Current investments	-	-
(b)Inventories	420034.60	388535.20
(c )Trade Receivables	-	-
(d)Cash & Cash equivalents	10592.69	93.95
(e)Short term loans and advances	51.16	32.82
(f)Other current assets	22588.89	21779.58
<b>Current assets</b>	<b>453267.34</b>	<b>410441.55</b>
<b>TOTAL ASSETS</b>	<b>538580.60</b>	<b>456550.77</b>

For and on behalf of Board

Date : May 19, 2018  
Place : New Delhi



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



**Kapoor Tandon & Co.**  
**Chartered Accountants**

H- 118, 11<sup>th</sup> Floor, Himalaya House,  
23 Kasturba Gandhi Marg,  
New Delhi – 110 001



Branch:  
24/57, First Floor, Birhana Road,  
Kanpur – 208 001

To,

The Board of Directors  
PNB Gilts Limited  
New Delhi

We have audited the quarterly results of PNB Gilts Limited for the quarter ended 31<sup>st</sup> March, 2018 and year to date results for the period 1<sup>st</sup> April 2017 to 31<sup>st</sup> March, 2018, 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.

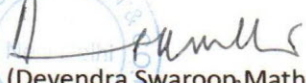
In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (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 31<sup>st</sup> March, 2018 as well as the year to date results for the period from 1<sup>st</sup> April, 2017 to 31<sup>st</sup> March, 2018.

Place : New Delhi

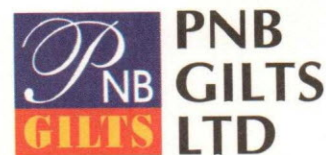
Date: 19th May, 2018

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

  
(Devendra Swaroop Mathur)  
Membership N. 082570

E-mail : [kapoomarendra@rediffmail.com](mailto:kapoomarendra@rediffmail.com); [ktc.himanshu@gmail.com](mailto:ktc.himanshu@gmail.com); [ktc\\_rajesh@yahoo.co.in](mailto:ktc_rajesh@yahoo.co.in)  
Cell Nos.: 9415048222, 9935271516, 9935041434, 9935030768 Tele/Fax : (0512)2361244

May 19, 2018



(Subsidiary of Punjab National Bank)

The Manager – Listing National Stock Exchange of India Ltd. Exchange Plaza Bandra Kurla Complex Bandra (E), Mumbai -400051  <u>Scrip Code: PNBGILTS</u>	The Manager – Listing DCS- Listing The Stock Exchange, Mumbai Phiroz JeeJeebhoy Tower Dalal Street Mumbai- 400 001  <u>Scrip Code: 532366</u>
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**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 31<sup>st</sup> March 2018**

Dear Sir (s),

In terms of SEBI Circular Nos. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 and 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 19, 2018, with unmodified opinion on the audited financial results of the company for the quarter and year ended on 31st March, 2018.

Kindly take the above declaration on record.

Thanking you

Yours sincerely  
For PNB Gilts Ltd.

(S. K. Dubey)  
Managing Director

