



February 13, 2017

To,  
**The Manager Listing**  
**BSE Limited,**  
Corporate Relationship Department  
Dalal Street, Mumbai – 400 001  
Scrip Code:517230

To,  
**The Manager Listing**  
**National Stock Exchange of India Limited**  
Corporate Communication Department  
Bandra (EAST), Mumbai – 400 051.  
Scrip Symbol: PAEL

Dear Sir/Madam,

**Sub.: Outcome of Board Meeting and submission of Unaudited Financial Results (Standalone) for the quarter and nine months ended as on December 31, 2016 along with Limited Review Report of the Auditors.**

With reference to captioned subject, we do hereby inform you that the meeting of Board of Directors of the Company held today i.e. 13<sup>th</sup> February 13, 2017 and *inter-alia* transacted the following business:-

1. Considered and taken on record Unaudited Financial Results (Standalone) for the quarter and nine months ended as on December 31, 2016 along with Limited Review Report of the Auditors. The financial results are also being published in newspapers.
2. The Board has approved sale of M/s. Shurjo Energy Pvt. Ltd., to the third party / prospective buyer/s based on the fair valuation of shares / Assets for an amount which will be backed by valuation report by Independent Valuers.

The above information is also hosted on the website of the company at [www.paeltd.com](http://www.paeltd.com)

Kindly take the above document on record and acknowledge.

Thanking you,

Very truly yours,  
For **PAE Limited**

**Pritam A. Doshi**  
**Managing Director**  
**DIN: 00015302**



Encls: a/a

**PAE LIMITED**

Registered office: 69, Tardeo Road, Mumbai - 400 034 • Phone: +91 22 66185799 • Fax: +91 22 66185757 • [www.paeltd.com](http://www.paeltd.com)





(Rupees in lacs)

PART I STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016						
Particulars	Quarter ended			Nine Months Ended		Year ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Audited)
<b>1 Income from operations</b>						
a) Net sales/income from operations	1	10	363	39	1118	1315
b) Other operating income	3	1	42	6	58	43
<b>Total Income from Operations</b>	<b>4</b>	<b>11</b>	<b>405</b>	<b>45</b>	<b>1176</b>	<b>1358</b>
<b>2 Expenses</b>						
a) Changes in inventories of traded goods	17	77	81	266	(67)	137
b) Purchases of traded goods	(21)	(6)	274	(83)	1133	1093
c) Employee benefits expense	35	79	125	222	409	500
d) Depreciation and amortisation	8	5	9	19	32	42
e) Other expenses	49	67	147	241	454	531
<b>Total Expenses</b>	<b>88</b>	<b>222</b>	<b>636</b>	<b>665</b>	<b>1961</b>	<b>2304</b>
<b>3 Profit(+)/Loss(-) from Operations before Other Income, Finance Costs and Exceptional Items</b>	<b>(84)</b>	<b>(211)</b>	<b>(231)</b>	<b>(620)</b>	<b>(785)</b>	<b>(946)</b>
<b>4 Other Income</b>	<b>10</b>	<b>31</b>	<b>21</b>	<b>59</b>	<b>34</b>	<b>0</b>
<b>5 Profit(+)/Loss(-) from ordinary activities before Finance Costs and Exceptional Items</b>	<b>(74)</b>	<b>(180)</b>	<b>(210)</b>	<b>(561)</b>	<b>(751)</b>	<b>(946)</b>
6 Finance cost	30	40	145	103	357	219
<b>7 Profit(+)/Loss(-) from ordinary activities after Finance Costs but before Exceptional Items</b>	<b>(104)</b>	<b>(220)</b>	<b>(355)</b>	<b>(664)</b>	<b>(1108)</b>	<b>(1165)</b>
<b>8 Exceptional Items</b>			1171		1171	2577
<b>9 Profit(+)/Loss(-) from Ordinary Activities before Tax</b>	<b>(104)</b>	<b>(220)</b>	<b>(1526)</b>	<b>(664)</b>	<b>(2279)</b>	<b>(3742)</b>
<b>10 Tax Expense (including for earlier period)</b>						
<b>11 Net Profit(+)/Loss(-) from Ordinary Activities after tax</b>	<b>(104)</b>	<b>(220)</b>	<b>(1526)</b>	<b>(664)</b>	<b>(2279)</b>	<b>(3742)</b>
<b>12 Extraordinary Item</b>						
<b>13 Net Profit(+)/Loss(-) for the period</b>	<b>(104)</b>	<b>(220)</b>	<b>(1526)</b>	<b>(664)</b>	<b>(2279)</b>	<b>(3742)</b>
<b>14 Paid up Share Capital</b>						
Equity Share Capital (face value of Rs.10/- each)	1042	1042	1042	1042	1042	1042
Preference Share Capital (face value of Rs.10/- each)	910	910	910	910	910	910
<b>15 Reserves excluding Revaluation Reserves</b>						(4701)
<b>16 Earning Per Share (EPS) (of Rs.10/- each) (not annualised) Basic and diluted EPS before and after extraordinary items (Rs.)</b>	<b>(1.30)</b>	<b>(2.45)</b>	<b>(15.08)</b>	<b>(7.30)</b>	<b>(22.97)</b>	<b>(37.35)</b>

PART II SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016						
<b>A Particulars of Shareholding</b>						
<b>1 Public shareholding</b>						
-Number of shares	4644637	4644637	4644637	4644637	4644637	4644637
-Percentage of shareholding	44.58%	44.58%	44.58%	44.58%	44.58%	44.58%
<b>2 Promoters and promoter group Shareholding</b>						
a) <b>Fledged/financed</b>						
-Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
-Percentage of shares as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
-Percentage of shares as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b) <b>Non-encumbered</b>						
-Number of shares	5774963	5774963	5774963	5774963	5774963	5774963
-Percentage of shares as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
-Percentage of shares as a % of the total share capital of the company)	55.42%	55.42%	55.42%	55.42%	55.42%	55.42%

Particulars	Quarter ended 31.12.2016
<b>B Investor complaints</b>	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

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Notes:-

- <sup>1</sup> The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on February 13, 2017, and the same have been subjected to a limited review by the statutory auditors of the company.
- <sup>2</sup> The statutory auditors of PAE Limited have qualified the following
  - <sup>2(a)</sup> The statutory auditors of PAE Limited have qualified Going concern. The management and Board of Directors of the Company have initiated various steps like cost reduction, identifying non core assets for monetisation, which will improve the cash flows. Further, steps are also being taken to evaluate various alternatives for raising funds and resolution of debts. The Board of Directors expects improvement in the business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.
  - <sup>2(b)</sup> The balance of Sundry debtors, sundry creditors, warranty receivables, warranty payables and warranty stock are subject to reconciliation and confirmation. Management is in process of reconciling the same.
  - <sup>2(c)</sup> Various legal cases are pending against and by the company, the amount is unascertainable. Depending on the outcome of the cases necessary effects will be given in the book of accounts.
  - <sup>3</sup> No provision for bank interest has been made during the quarter & nine months ended as on 31.12.2016 as the bank facilities have been classified as Non Performing Asset by the consortium bankers. Bankers has issued notice to take possession of the security charged to bank under section 13(4) SARFAESI Act' 2002 and taken symbolic possession of the property mortgaged to bank of Gold Coin - Tardeo and Vashi.
  - <sup>4</sup> Uncertainty of receivables of advances Rs. 2.57 Lac (net) given to 100% subsidiaries Shurjo Energy Private Ltd. The company has negative networth.
  - <sup>5</sup> The company has only one reportable segment, namely "Power Products", hence segment disclosure under Accounting Standard - 17 (AS-17) is not required.
  - <sup>6</sup> During the period 100% subsidiary PAE Renewables Pvt. Ltd (PAER) sold for Rs. 4.85 Lac as valued by independent valuer in the year 2015 and as approved by shareholder through postal ballot to sell to other than promoters as such PAER no longer subsidiary of PAE. The resultant net of after provision of diminution in investment disclosed in current quarter in profit and loss account.
  - <sup>7</sup> Figures for the corresponding previous period have been regrouped wherever necessary to make it comparable.

Date : February 13, 2017  
Place: Mumbai



For PAE LIMITED

PRITAM A. DOSHI  
MANAGING DIRECTOR

**PAE LIMITED**

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**R.C. VAKHARIA & CO.**  
Chartered Accountants

**ROHIT C. VAKHARIA**  
B.COM.(HONS), F.C.A.

404, Metro Avenue,  
Opp. WEH Metro Station,  
Andheri Kurla Road,  
Andheri East, Mumbai -400 099  
Tel No:- 022 2838 8282  
Email: rohitvakharia23@gmail.com

Ref. No.

Date:

To

**The Board of Directors,  
PAE Limited,  
69, Tardeo Road,  
Mumbai – 400 034.**

**Auditor's Limited Review Report on Quarterly Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015(Standalone)**

1. We have reviewed the accompanying statement of unaudited financial results of PAE Limited for the period and Nine months ended December 31, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

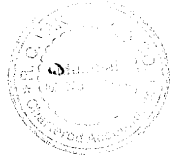
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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. Basis for Qualified Conclusion**

a) We draw your attention that Net Worth of the company is negative at the end of Nine Months as on 31st December, 2016. It has incurred accumulated losses of Rs. 6172.90 lacs till March 31, 2016 and loss of Rs. 663.75 Lakhs for the quarter and nine months ended making total accumulated loss of Rs. 6836.65 Lakhs as of December 31, 2016. Despite this, for the reasons mentioned in Note No. 2(a) of Notes to the published results, the accounts have been prepared on going concern basis. This condition indicates existence of a material uncertainty that may cast significant doubt about the Company's ability to continue on a going concern basis. We don't have the appropriate audit evidence to consider the Company to continue as going concern.

b) The balance of sundry debtors, sundry creditors, warranty receivables warranty payables and warranty stock are subject to reconciliation and confirmation. We draw attention to Note No. 2(b) of Notes to the published result.

c) Various legal cases are pending against and by the company. The amount is unascertainable. We draw attention to Note No. 2 (c) of Notes to the published results.



**4. Emphasis of Matter**

We draw your attention to note no. 2(d) of Notes to published results for non recovery of Rs. 2.57 Lakhs (Net) advances to subsidiary company Shurjo Energy Pvt. Ltd. The company has discontinued its operations and its net worth is negative. Our review conclusion is not modified in above matter.

**5. Qualified Conclusion**

Subject to matters referred in para 3 above and based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards specified under Section 133 of Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognized 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Date – 13th February, 2017**  
**Place – Mumbai**

**For R. C. Vakharia & Co.**  
**Chartered Accountants**  
**FRN – 111237W**

*R.C. Vakharia*

**Rohit Vakharia**  
**Proprietor**  
**Mem. No. 033728**



**ANNEXURE I**

**Statement on Impact of Audit Qualifications for the quarter and Nine month ended  
December 31, 2016**

<b>I.</b>	<b>Sl. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

**II. Audit Qualification (each audit  
qualification separately):**

**a. Details of Audit Qualification:**

1. We draw your attention that the Net Worth of the company is negative at the end of the period. It has incurred accumulated losses of Rs. 6172.90 lacs till end of the 31st march 2016 and loss of Rs. 663.75 Lakhs for the current 9 months ended 31st December, 2016 making total accumulated loss Rs. 6836.65 Lakhs . Despite this, for the reasons mentioned in Note No. 2 (a) of Notes to the published results, the accounts have been prepared on going concern basis.  
This condition indicates existence of a material uncertainty that may cast significant doubt about the Company's ability to continue on a going concern basis. We don't have the appropriate audit evidence to consider the Company to continue as going concern.
2. The balance of sundry debtors, sundry creditors, warranty receivable, warranty payables and warranty stock are subject to reconciliation. We draw attention to Note No. 2 (b) of Notes to the published results.
3. Various legal cases are pending against and by the company. The amount is unascertainable. We draw attention to Note No. 2 (c) of Notes to the published results.

**b. Type of Audit Qualification : Qualified Opinion**

**c. Frequency of qualification: a (1) Year 2, a(2) Year 1 and a(3) Year 1**

d. For Audit Qualification(s) where the impact is quantified by the auditor:

**I. Reason for the same:-**

- i. The management and Board of Directors of the company have initiated various steps like cost reduction, identifying non core assets for monetization which will improve the cash flows. Further steps are also being taken to evaluate various alternatives for raising funds and resolution of debts. The Board of Directors expects improvement in the business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.
- ii. The balance of sundry debtors, sundry creditors, warranty receivable, warranty payables and warranty stock are subject to reconciliation. The management is in process of reconciling the same.
- iii. Various legal cases are pending against and by the company. The amount is unascertainable. Depending on the outcome of the cases necessary effects will be given in books of accounts.

**II. Auditors' Comments on (i) (ii) and (iii) above:**

- (i) We have relied on:
  - Default of loan and notices issued by the bankers under section 13(4) of SARFAESI Act, 2002 and taken the symbolic possession of the security charged
  - Negative cash flows
  - Net Worth erosion
- (ii) Non receipt of any confirmation from debtors, creditors, warranty receivable, payable claims and warranty stocks.
- (iii) Uncertainty of outcome of legal cases

**III.**

CEO/Managing Director

CFO

Audit Committee Chairman

Statutory Auditor

**Signatories:**

Pritam A Doshi

Pritam A Doshi

R C Vaidya

R C Vaidya

**Place: Mumbai**

**Date: 13.02.2017**

