



To,

**National Stock exchange of India Ltd.**

Exchange Plaza, C- 1, Block- G,

Bandra– Kurla Complex, Bandra (E),

Mumbai – 400 001

**Scrip Code : PAEL**

**BSE Limited**

Floor 25, P J Towers,

Dalal Street, Fort,

Mumbai- 400 051.

**Scrip Code : 517230**

**Sub: Unaudited Financial Results along with Limited Review Report for the Quarter & Nine Months ended December 31st, 2020.**

Dear Sir/Madam,

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, we are enclosing herewith the copy of Unaudited Standalone Financial Statements along with Limited Review Report for the Quarter & Nine Months ended December 31st, 2020.

The above results have been reviewed by the Audit committee and approved by the Board of Directors of the Company in their meeting held today i.e. 12<sup>th</sup> February, 2021. The Meeting of the Board of Directors commenced at 05:00 P.M. and concluded on 05.30 P.M.

Kindly take the same on your record.

Yours faithfully,

For **PAE Limited**

Sd/-

Kritika Nigam

Company Secretary & Compliance Officer

**PAE LIMITED**

Registered Office: Level 1, Block A, Shivsagar Estate, Dr. Annie Besant Road Worli Mumbai 400018 • Phone: +91 22 66185799

• Fax:+91 22 6185757 • www.paeltd.com

CIN: L99999MH1950PLC008152



STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DEC 2020							
	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in previous year	Year to date figures for current period ended	Year to date figures for previous period ended	Year ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>I</b>	<b>Income</b>						
	Revenue from Operations	1	0	0	1	1	33
<b>II</b>	Other Income	2	1	21	5	47	354
<b>III</b>	<b>Total Revenue</b>	<b>3</b>	<b>1</b>	<b>21</b>	<b>6</b>	<b>48</b>	<b>387</b>
<b>IV</b>	<b>Expenses</b>						
a)	Changes in inventories of traded goods	0	0	1	0	1	1
b)	Purchases of traded goods	0	0	0	0	0	0
c)	Employee benefits expense	9	11	25	30	72	96
d)	Finance cost	21	18	22	60	65	167
e)	Depreciation and amortisation	2	1	2	5	6	8
f)	Other expenses	12	11	16	39	63	214
	<b>Total Expenses</b>	<b>44</b>	<b>41</b>	<b>66</b>	<b>134</b>	<b>207</b>	<b>486</b>
<b>V</b>	<b>Profit Before Exceptional and Tax (III-IV)</b>	<b>(41)</b>	<b>(40)</b>	<b>(45)</b>	<b>(128)</b>	<b>(159)</b>	<b>(99)</b>
<b>VI</b>	Exceptional Items	1	145	0	146	(2)	(4)
<b>VII</b>	<b>Profit/(Loss) before Tax (V-VI)</b>	<b>(40)</b>	<b>105</b>	<b>(45)</b>	<b>18</b>	<b>(161)</b>	<b>(103)</b>
<b>VIII a)</b>	<b>Tax expenses</b>						
b)	Current tax	0	0	0	0	0	0
c)	Deferred Tax	0	0	0	0	0	0
<b>IX</b>	<b>Profit (Loss) for the period after Tax (VII-VIII)</b>	<b>(40)</b>	<b>105</b>	<b>(45)</b>	<b>18</b>	<b>(161)</b>	<b>(103)</b>
<b>X</b>	<b>Other Comprehensive Income (OCI)</b>	<b>2</b>	<b>0</b>	<b>2</b>	<b>3</b>	<b>2</b>	<b>(1)</b>
<b>XI</b>	<b>Total Comprehensive Income (IX+X)</b>	<b>(38)</b>	<b>105</b>	<b>(43)</b>	<b>21</b>	<b>(159)</b>	<b>(104)</b>
<b>XII</b>	Paid up Equity Share Capital (face value of Rs.10/- each)	1042	1042	1042	1042	1042	1042
<b>XIII</b>	<b>Earning Per Share (EPS) (of Rs.10/- each)</b>						
	Basic	(0.38)	1.01	(0.43)	0.17	(1.55)	(0.99)
	Diluted	(0.38)	1.01	(0.43)	0.17	(1.55)	(0.99)

**Notes:-**

- The above unaudited standalone financial results have been prepared in accordance with the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India in compliance with Regulation 33 of the Listing Regulations.
- The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12 February, 2021.
- The statutory auditors of PAE Limited have qualified the following :  
The statutory auditors of PAE Limited have qualified the company's status as a 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 business results in the forthcoming years. Accordingly, the financial statements have been prepared on going concern basis.
- Auditors have mentioned in Emphasis of Matter paragraph of their review report regarding IFCOFR to be strengthened and internal audit control system which the Company is in the process of complying with.  
Further they have also highlighted the lack of liquid assets maintained against the total unclaimed matured deposits & interest thereon.
- a) In respect of Corporation bank, now Union Bank of India, no provision for bank interest has been made till date from the date bank facilities have been classified as Non Performing Assets by banker and legal proceeding is pending.  
b) Corporation Bank (now Union Bank of India) vide their dated 31.03.2020 made an offer of settlement under OTS Scheme for a lumpsum of Rs. 448 Lakh. Company has already made payment of Rs. 30 Lakh till date which has been shown as advance. Further, Company accepted the OTS terms and requested the Bank (Union Bank of India has acquired Corporation Bank) to extend upto March 31, 2021. Company has further paid Rs. 15 Lakhs on 09th October, 2020 and balance outstanding of Rs. 403 Lakhs to pay by March 31, 2021. Company is also in the process of putting up the property (security) for sale in the market and looking for best offer to sell the property and clear the bank dues.
- The company has only one reportable segment namely "Power Products & Services" hence segment disclosure under Ind AS 108 is not required.
- Chairman and Managing director of company has foregone his salary w.e.f. July 1, 2016 to March 31, 2020 except any gratuity and direct payments to any service providers received as part of perquisites owing to the situation of the Company and the same has been approved by the Nomination & remuneration Committee at their meeting held on 12th November, 2020. Accordingly the entire amount of outstanding remuneration amount to Rs 145 lakhs has been reversed in the current quarter and shown as Exceptional items in the Statement of Profit & Loss
- Previous years/Quarters figure are regrouped wherever necessary to make comparable with the current year.

For PAE Limited

*Pritam A. Doshi*



Date : 12th Feb '2021  
Place : Mumbai

Pritam A Doshi  
Chairman & Managing Director

**PAE LIMITED**

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Phone: +91 22 66185799 • Fax: +91 22 6185757 • www.paeltd.com  
CIN: L99999MH1950PLC008152

# JAYESH DADIA & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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E-mail: info@jdaca.com Website : www.jdaca.com

## Independent Auditor's Review Report on Quarterly Standalone Unaudited Financial Results

The Board of Directors  
PAE Limited  
Mumbai,

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of M/s. **PAE Limited** ('the Company') for the quarter ended 31<sup>st</sup> December, 2020 (the 'Statement') and the year to date results for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> December, 2020 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, as amended. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 12<sup>th</sup> February, 2021. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 & perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to enquiries 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**

*We draw your attention to the fact that the Net Worth of the company has been substantially eroded as at the quarter ended 31<sup>st</sup> December, 2020. Further, the company has incurred a further loss of Rs. 127.51 Lakhs before considering exceptional items (excluding other comprehensive income) for the nine month period ended 31<sup>st</sup> December, 2020.*

*Further the liabilities of the Company far exceed the realizable value of the assets owned by the company. In addition the company has significant litigations under various taxation & other laws the outcome & impact of which is unascertainable.*

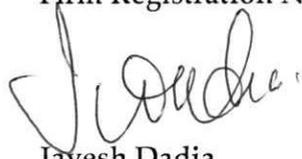
*These conditions indicate that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern. Despite these circumstances, for the reasons mentioned in note no. 3, these standalone financial results have been prepared on a going concern basis.*



#### 4. Emphasis of Matter

- a) We draw your attention to the fact that the company has total unclaimed matured fixed deposits of Rs. 4.25 lacs as at the period ended 31<sup>st</sup> December, 2020. However against the total amount of unclaimed matured deposits a sum of Rs. 2.60 lacs has been maintained in liquid funds. Therefore the company has not funded the said amount in compliance with the provisions for Section 74 of the Companies Act, 2013.
  - b) Further, the Company has not transferred unclaimed matured deposit amounting to Rs. 1.2 Lac & interest on unclaimed deposits amounting to Rs. 0.13 Lac to investor education and protection fund which were due for transfer as at 31<sup>st</sup> December, 2020
  - c) The Company's policy for Internal Financial Controls over Financial Reporting requires to be strengthened for adequate effectiveness to determine the risk assessments & to detect fraud if any. We are unable to comment on Internal Financial Control over Financial Reporting in respect of statutory compliance as company doesn't have internal audit control system.
5. Based on our review conducted as stated above, *except as stated in the Basis for Qualified Conclusion paragraph 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 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Jayesh Dadia & Associates LLP  
Chartered Accountants  
Firm Registration No. 121142W / W100122



Jayesh Dadia

Partner

Membership No. 033973

Mumbai, dated: 12<sup>th</sup> February, 2021

UDIN: 21033973AAAABC6851

