

Date: January 24, 2024

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 BSE Limited Phiroze JeeJeebhoy Towers Dalal Street Mumbai- 400 001 <u>Scrip Code: 532366</u>
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Ref: Intimation under Regulation 30 read with Regulation 33 and Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘the Listing Regulations’)

Sub: Outcome of Board meeting held on January 24, 2024

Dear Sir/ Madam,

This is in reference to our letter dated January 16, 2024, wherein we informed that the meeting of the Board of Directors of PNB Gilts Limited (“the Company”) will be held on January 24, 2024, to, inter alia, consider and approve the Un-audited Financial Results of the Company for the quarter and nine months ended December 31, 2023.

It is hereby informed that the Board of Directors of the Company in its meeting held today i.e. January 24, 2024, commenced at 04:26 P.M. and concluded at 05:56 P.M., has, inter-alia, considered and approved the Unaudited Financial Results of the Company for the quarter and nine months ended December 31, 2023.

Pursuant to Regulation 33 of the Listing Regulations, we enclose herewith a copy of such Un-audited Financial Results along- with Limited Review Report thereon, submitted by the Statutory Auditors’ of the Company (**Annexure- A**).

The extract of results are also being published in newspapers as per the requirement of Listing Regulations and will be made available on the website of the Company i.e. www.pnbgilts.com. Further, in the same meeting the Board of Directors also considered and approved the following business items:

1. Surrender of Portfolio Manager Service (PMS) License of the Company. It is also to be noted that the Company has never initiated any activity under such license due to unforeseen circumstances and market conditions.

Relevant details in this connection are enclosed herewith (**Annexure- B**).

2. Expansion of Buisness of Company by undertaking the foreign exchange business in pursuance of sanction granted by Reserve Bank of India subject to adherence to the applicable prudential regulations and other guidelines. An earlier intimation in this connection was filed with the Stock Exchanges on July 19, 2023 and October 5, 2023.

Relevant details in this connection are enclosed herewith (**Annexure- C**)

The above is for your information and records.

Thanking You,

Yours faithfully,
For PNB Gilts Ltd.

(Monika Kochar)
Company Secretary

Encl: a/a

Annexure- B
Relevant Details in connection to the surrender of PMS License

Name of the regulatory or licensing authority	The Securities and Exchange Board of India
Brief details of the approval/license obtained/ withdrawn/ surrendered	Approval of Board of Directors for Surrender of Portfolio Manager Services (PMS) License of the Company as the Company never initiated any activity under such license due to unforeseen circumstances and market conditions. The license was obtained on 24.05.2012 with a validity upto 23.05.2015 and never renewed.
Impact/relevance of such approval/license to the listed entity	There will no such impact on the Company as it has never initiated any activity under such license
Withdrawal/cancellation or suspension of licence/approval by the regulatory or licensing authority, with reasons for such action, estimated impact (monetary or otherwise) on the listed entity and penalty, if any	Not Applicable
Period for which such approval/license is/was valid	24.05.2012 to 23.05.2015
Subsequently, the listed entity shall inform the stock exchange(s), the actual impact (monetary or otherwise) along with corrective actions taken by the listed entity pursuant to the withdrawal, cancellation or suspension of the key license/ approval	Not Applicable

Annexure- C
Details in connection to the Addition of new business line by the Company

Industry or area to which the new line of business belongs to	Foreign Exchange Business
Expected benefits	Approx. Rs. 4 Crore
Estimated amount to be invested	Approx. Rs. 0.50 Crore

Batra Deepak & Associates
(Chartered Accountants)

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Independent Auditor's Review Report

TO THE BOARD OF DIRECTORS

PNB GILTS Limited

Introduction

We have reviewed the accompanying statement of unaudited financial results of PNB Gilts Limited ('the Company') for the quarter ended December 31, 2023. This statement has been prepared by the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of review

We conducted our review of the Financial Statements in accordance with the Standard of 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 Interim Financial Information is free of material misstatement. A review of interim Financial Information consists of making inquiries, primarily from persons responsible for Financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that



might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Batra Deepak & Associates
Chartered Accountants
(Registration No. 005408C)



(CA. Tarun Gupta)

Partner

Membership Number: 535428

UDIN: 24535428BKGPAX7513

Place: Delhi

Date: January 24, 2024

Statement of unaudited financial results for the Quarter and nine months ended 31st December, 2023

(Rs in Lacs)

S.No.	Particulars	3 months ended			9 months ended		Year ended
		31-12-2023 (Reviewed)	30-09-2023 (Reviewed)	31-12-2022 (Reviewed)	31-12-2023 (Reviewed)	31-12-2022 (Reviewed)	31-03-2023 (Audited)
	Revenue from operations						
	Interest income	38,309.11	34,487.14	29,393.65	1,10,187.92	91,248.50	1,22,162.52
	Dividend income	-	5.62	-	5.62	0.85	0.85
	Rental income	-	-	0.60	0.20	3.30	3.90
	Fees and commission income	190.00	188.45	259.79	579.95	690.57	809.44
	Net gain on securities (Realised & Unrealised)	-	-	-	-	-	-
(I)	Total revenue from operations	38,499.11	34,681.21	29,654.04	1,10,773.69	91,943.22	1,22,976.71
(II)	Other income	5.91	8.15	4.41	18.70	111.09	17.60
(III)	Total income (I+II)	38,505.02	34,689.36	29,658.45	1,10,792.39	92,054.31	1,22,994.31
	Expenses						
	Finance costs	36,146.81	32,482.37	25,138.31	1,04,052.08	69,243.21	97,287.74
	Fees and commission expense	565.42	619.44	365.78	1,774.26	1,247.25	1,687.13
	Net loss on securities (Realised & Unrealised)	1,937.97	5,287.72	2,184.16	526.19	29,706.07	30,322.52
	Employees benefit expense	441.04	424.83	362.81	1,267.58	818.08	1,157.11
	Depreciation, amortization and impairment	391.69	368.14	33.10	1,137.85	79.96	135.97
	Other expenses	426.87	378.80	420.55	1,131.22	1,246.51	1,695.49
(IV)	Total expenses	39,909.80	39,561.30	28,504.71	1,09,889.18	1,02,341.08	1,32,285.96
(V)	Profit/(loss) before exceptional items and tax (III-IV)	(1,404.78)	(4,871.94)	1,153.74	903.21	(10,286.77)	(9,291.65)
(VI)	Exceptional items (Income)/ Expense	(355.06)	0.86	-	(352.85)	6.30	(785.03)
(VII)	Profit/(loss) before tax (V-VI)	(1,049.72)	(4,872.80)	1,153.74	1,256.06	(10,293.07)	(8,506.62)
	Tax expense/(credit):						
	(1) Current tax	555.55	(569.63)	-	1,422.67	-	-
	(2) Earlier year taxes	-	-	0.17	-	63.09	63.10
	(3) Deferred tax	(58.69)	(190.75)	544.26	(295.03)	(1,285.32)	(847.48)
(VIII)	Total Tax expenses	496.86	(760.38)	544.43	1,127.64	(1,222.23)	(784.38)
(IX)	Profit/ Loss for the period (VII-VIII)	(1,546.58)	(4,112.42)	609.31	128.42	(9,070.84)	(7,722.23)
(X)	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss						
	-Remeasurements of defined benefit plan	14.88	19.62	4.36	42.20	7.57	(11.71)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(3.74)	(4.94)	(1.10)	(10.62)	(1.91)	2.95
	Subtotal (A)	11.14	14.68	3.26	31.58	5.66	(8.77)
	B (i) Items that will be reclassified (specify items and amounts) to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Subtotal (B)	-	-	-	-	-	-



	Other comprehensive income (A+B)	11.14	14.68	3.26	31.58	5.66	(8.77)
(X)	Total comprehensive income for the period (comprising profit/ (loss) and other comprehensive income for the period) (IX+X)	(1,535.44)	(4,097.74)	612.57	160.00	(9,065.18)	(7,731.00)
(XII)	Earnings per share *						
	Basic (Rs.)	(0.86)	(2.28)	0.34	0.07	(5.04)	(4.29)
	Diluted (Rs.)	(0.86)	(2.28)	0.34	0.07	(5.04)	(4.29)

*Earnings per share for three months/ nine months ended are not annualised.

NOTES

- The above financial results of the Company have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) rules, 2015 as amended by the Companies (Indian Accounting Standards), Rules, 2016, prescribed under Section 133 of the Companies Act 2013 (the Act) read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Any application guidance/ clarifications/ directions issued by the RBI or other regulators are implemented as and when they are issued/ applicable.
- These results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on January 24, 2024.
- In compliance with Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, limited review of financial results for the quarter and nine months ended December 31, 2023 has been carried out by the statutory auditors of the Company, M/s. Batra Deepak & Associates.
- The financial results have been prepared as per the format prescribed in Division III of Schedule III of the Companies Act, 2013 vide Ministry of Corporate Affairs (MCA) Notification dated October 11, 2018 as amended from time to time.
- There is no separate reportable segment for the Company as per Ind AS 108-Operating Segments.
- Taxation Laws (Amendment) Ordinance 2019, dated September 20, 2019 provides an option to domestic companies to pay income tax at a concessional rate. The Company has elected to apply the concessional tax rate since FY 2019-20 and the taxes have been computed accordingly.
- In compliance with the SEBI circular no. SEBI/HO/DDHS/CIR/P/2019/115 dated October 22, 2019 read with circular no. SEBI/HO/DDHS/CIR/P/2019/167 dated December 24, 2019, the Company is required to submit to the Stock Exchange its financial results for the quarter and nine months ended December 31, 2023.
- Figures of the previous period have been regrouped, wherever considered necessary in order to make them comparable with those of the current period.
- The figures for the quarter and nine months ended December 31, 2023 are the balancing figures between reviewed figures in respect of the quarter and nine months ended December 31, 2023 and the quarter and half year ended September 30, 2023. Also, the figures for the quarter and nine months ended December 31, 2022 are the balancing figures between reviewed figures in respect of the quarter and nine months ended December 31, 2022 and the quarter ended September 30, 2022.
- The company neither has any adverse financial impact due to COVID-19 nor it anticipates any impact on its liquidity position or on its ability to continue as a going concern.
- As per RBI Master Direction for standalone Primary Dealers dated August 30, 2016, the valuation of the securities portfolio shall be done on prices declared by FIMMDA using last 15 days market prices with a minimum trade quantum of Rs. 5 crore in a day. Further in absence of market trading in required volume in last 15 days, value of securities are calculated based on inputs received from FIMMDA related to tenure spread / credit spread matrix over and above the G-sec par curve and accordingly it has been done.
- As per Ind As 19 issued by the Institute of Chartered Accountants of India, the company has made provision for employee benefit as per the actuarial valuation for the current year.

13. Exceptional items comprise the following

Particulars	Nine months ended December 31, 2023	Nine months ended December 31, 2022	Year ended 31st March, 2023
(i) Amount received on account of RHFL (#1)	-	-	(692.64)
(ii) Amount received on account of MMCBL (#2)	(100.00)	-	(100.00)
(iii) Prior period expenses (#3)	2.82	6.30	7.61
(iv) Amount received from SREI Equipments Finance Limited (#4)	(255.67)	-	-



Total	(352.85)	6.30	(785.03)
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#1
An amount of Rs. 2698.44 lacs was written off from the books of accounts on account of 8.70% Reliance Homes 03-01-2020 and interest accrued on it in FY 2019-20. However, an amount of Rs. 692.64 lacs was received from RHHFL in FY 2022-23.

#2
An amount of Rs. 100.00 lacs was received on 08.11.2023 (P.Y. 100 lacs) from Madhavpura Mercantile Cooperative Bank Limited (MMCBL) under liquidation proceedings to whom Rs. 1000.00 lacs was lent in call money in the year 2001. An amount of rs. 761.88 lacs was to be received from MMCBL and the same was written off from the books in the year 2016. Till FY 2022-23, the total amount received from MMCBL was Rs. 312.00 lacs.

#3
Certain expenses pertaining to the previous years which could not be provided for during the last year, have been booked in the current year and shown under exceptional items. As the amount is not material, retrospective effect is not taken.

#4
An amount of Rs. 2667.17 lacs was written off from the books of accounts on account of 9.60% SREI Equipment Finance Limited DB 25-05-2028 in FY 21-22. However, in the current quarter an amount of Rs. 255.67 lacs has been received (Rs. 200.62 lacs on 20.10.2023 and Rs. 55.05 lacs on 01.01.2024).

Date: January 24, 2024
Place: New Delhi



For & on behalf of Board

Nikas Goel
Managing Director & CEO



For Batra Deepak & Associates

(CA Tarun Gupta)
Partner
Mem No.: 535428