To,

National Stock exchange of India Ltd.
Exchange Plaza, C- 1, Block- G,
Bandra –Kurla Complex, Bandra (E),
Mumbai- 400 051.
Scrip Code : PAEL

BSE Limited
Floor 25, P J Towers,
Dalal Street,
Fort, Mumbai – 400 001
Scrip Code : 517230

Sub: Outcome of Board Meeting on July 30, 2020 Under Regulation 30 of SEBI (LODR) Regulations, 2015.

With reference to above captioned subject, we wish to inform you that pursuant to Regulation 30 of the SEBI (LODR) Regulations, 2015, this is to inform you that the Board of Directors at its meeting held on Thursday, July 30, 2020 through Video Conferencing has inter-alia amongst others considered and approved the Audited Financial Results for the quarter and financial year ended March 31st, 2020.

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, we are enclosing the following:

i. Statement of Audited Financial Results for the fourth Quarter and Year ended on 31st March 2020;
ii. Auditor's Report on the Audited Financial Results for the fourth Quarter and Year ended on 31st March 2020
iii. Statement on impact of Audit Qualifications

The meeting commenced at 06:00 P.M. and concluded at 06:45 P.M.
Kindly take the above information on your record.

Thanking You,

Yours faithfully,

For **PAE Limited**

Sd/-
Kritika Nigam
Company Secretary & Compliance Officer

JAYESH DADIA & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

422, Arun Chambers, Tardeo, Mumbai - 400034. Tel.: +91-22-66602417 / 66601056 Fax : +91-22-66602418
E-mail: info@jdaca.com Website : www.jdaca.com

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors of
PAE Limited

Report on the Audit of the Standalone Financial Results

Qualified Opinion

We have audited the accompanying standalone financial results of **PAE Limited** ('the Company') for the quarter ended 31st March, 2020 & year to date results for the period from 1st April, 2019 to 31st March, 2020 (the "Statement") 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, *except as stated in the Basis of Qualified opinion paragraph below,* these annual financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(ii) give a true and fair view of the standalone net loss and other comprehensive income and other financial information for the quarter ended 31st March, 2020 as well as the year-to-date results for the period from 1st April, 2019 to 31st March, 2020.

Basis of Qualified Opinion

1) *We draw your attention to the fact that the Net Worth of the company has been substantially eroded as at the year ended 31st March, 2020. Further, the company has incurred a further loss of Rs.102.86 Lakhs (excluding other comprehensive income) for the year ended 31st March, 2020.*
Further the liabilities of the Company far exceed the realizable value of 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 state 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. 2 to the standalone financial results, the accounts have been prepared on going concern basis.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the 'Act'). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with ethical requirements that are relevant to our audit of the standalone financial statements under

the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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 year ended 31st March, 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) The Company 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.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered

material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal controls;

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;

- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern. *Refer Note No .(1) of our qualified opinion*

- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

1. The annual standalone financial results include the results for the quarter ended 31st March, 2020 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current & previous financial year respectively, which were subject to limited review.
2. The comparative financial information of the Company for the quarter ended 31st December, 2019 included in this statement, are based on the previously published standalone financial

results for the period which were reviewed by the previous auditor whose limited review report for the quarter& nine month period ended 31st December, 2019 dated 13th February, 2020 expressed a qualified conclusion on those financial results.

3. The comparative financial information of the Company for the quarter and year ended 31st March, 2019 included in this statement, are based on the previously published standalone financial results for the period which were audited by the previous auditor whose audit report for the year ended 31st March, 2019 dated 29th May, 2019 expressed a qualified opinion on those financial statements.

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

Jayesh Dadia
Partner
Membership No. 033973
Mumbai, dated: 30th July, 2020
UDIN: 20033973AAAAAQ4426

(Rupees in lacs)

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2020

		Particulars	3 months ended	Preceeding 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 (Regrouped)
			31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
			Audited	Unaudited	Audited	Audited	Audited
I		**Income**					
		Revenue from Operations	32	0	1	33	5
II		Other Income	307	21	18	354	42
III		**Total Revenue**	**339**	**21**	**19**	**387**	**47**
IV		**Expenses**					
	a)	Changes in inventories of traded goods	0	1	7	1	11
	b)	Purchases of traded goods	0	0	(2)	0	2
	c)	Employee benefits expense	24	25	32	96	137
	d)	Finance cost	102	22	20	167	61
	e)	Depreciation and amortisation	2	2	2	8	10
	f)	Other expenses	151	16	49	214	344
		Total Expenses	**279**	**66**	**108**	**486**	**565**
V		**Profit (Loss) Before Exceptional and Tax (III-IV)**	**60**	**(45)**	**(89)**	**(99)**	**(518)**
VI		Exceptional Items	(2)	0	**(38)**	(4)	**858**
		Profit (Loss) After Exceptional and before Tax (V-VI)	**58**	**(45)**	**(127)**	**(103)**	**340**
VII		**Tax expenses**					
	a)	**Current tax**	0	0	(4)	0	(4)
	b)	**Deferred Tax**	0	0	0	0	0
VIII		**Profit (Loss) for the period after Tax (V-VI-VII)**	**58**	**(45)**	**(131)**	**(103)**	**336**
IX		**Other Comprehensive Income (OCI)**	(3)	2	35	(1)	29
X		**Total Comprehensive Income (VIII+IX)**	**55**	**(43)**	**(96)**	**(104)**	**365**
XI		Paid up Equity Share Capital (face value of Rs.10/- each)	1042	1042	1042	1042	1042
XII		**Earning Per Share (EPS) (of Rs.10/- each)**					
		Basic	0.56	(0.43)	(1.26)	(0.99)	3.22
		Diluted	0.56	(0.43)	(1.26)	(0.99)	3.22

Notes:-

1) The audited standalone financial results of the company were reviewed by the Audit Committee and aprroved by the Board of Directors at their respective meetings held on 30th July, 2020. These audited financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act, 2013 read with rule 3 of Companies (Indian Accounting Standard) Rules, 2015 (as amended) in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation , 2015 and SEBI circular dated March 29, 2019.

2) The statutory auditors of PAE Limited have qualified the following :

a) The statutory auditors of PAE Limited have qualified the company's status 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.

b) Various legal cases are pending against the company 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.

3) a) In respect of Corporation bank 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 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.

c)SBI has issued a no dues certificate and released possession of property. However, satisfaction of charges on property with the RoC is pending.

4) The company has only one reportable segment namely "Power Products & Services" hence segment disclosure under Ind AS 108 is not required.

5) Holding in the associate company Shurjo Energy Private Ltd. (1,65,70,437 shares) have been completely provided for during the current quarter.

6) Company has undisputed statutory dues of Rs. 84.26 Lakhs as on 31.03.2020 and interest liability provided on it Rs. 30.80 Lakhs and disputed dues Rs. 1818.29 Lakhs.

7) Other expense includes penalty of non-payment of contribution to PF Trust Rs. 7.59 Lac and payment of Rs. 3.21 Lac under VAT Amnesty scheme.

8) The Subsidiary company (PAE Infrastructure Pvt Ltd.) has applied for strike off their name from MCA. Pending approval investment in subsidiary has been written off resulting in loss of Rs. 35.20 Lac in the previous year. Accordingly the company ceased to be subsidiary.

9) Company has concluded its application for delisting of its shares from NSE in F.Y. 2018-19. However, its confirmation is awaited

10) In previous quarter BSE has issued letter for non-compliance of applicable regulation of SEBI (LODR regulation 2015) and fined Rs. 13.70 Lac (Exclusive GST) and company has requested for waiver of fine. Their response is awaited.

11) Auditors have mentioned in Emphasis of matter regarding IFCOFR to be strengthened and internal audit control system which is under process to comply. Furthert they have also highlighed the lack of liquid assets maintained against the total unclaimed matured deposits & interest thereon

12) As per applicability of IndAS 116 w.e.f. 01.04.2019 in respect of lease rent as per management representation rental premises do not have any agreement and company will continue to occupy for one year and underlying assets are of low value hence, 'right of use assets' and 'lease liability' has not been recognised.

13) One of the Supplier has filed legal case u/s 138 of Negotiable Instrument Act amounting to Rs. 31.96 Lacs (net) which is pending. On the same supplier Insolvency proceeding has been commenced in NCLT. Claim submitted by company is subject to reconciliation.

14) Previous years/Quarters figure are regrouped wherever necessary to make comparable with the current year.

15) The figures for the quarter ended 31st March, 2020 & 31st March, 2019 are balancing figures between the audited figures in respect of full financial year & unaudited published figures upto the third quarter for the respective years. Also the figures upto the third quarter have been reviewed by the previous auditor,

For PAE Limited

Pritam A Doshi

Date : 30th July '2020
Place : Mumbai

Pritam A Doshi
Chairman & Managing director

PAE LIMITED MUMBAI

PAE

STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED MARCH 31, 2020

(Rupees in lacs)

	For the six months ended March 31, 2020 (Audited)		For the year ended March 31, 2019 (Audited)	
Net Profit/(Loss) before tax		**(102.53)**		**339.79**
Adjustments for :				
Depreciation and amortisation	7.91		10.34	
Finance cost	166.41		61.11	
Interest income	(0.06)		(0.17)	
Bad Debts written off	47.41		60.77	
inventory written off	-		6.08	
Loss on Shurjo Investement	0.33		1.16	
Previous year provision no longer required	-		(3.66)	
Sundry liabilities writtten back	(335.42)		(14.45)	
Warranty/other receivbale written off	70.69		167.31	
Profit/Loss on sale of fixed assets (Net)	1.80		(349.55)	
OCI effect	(0.93)		28.65	
Loss on scrap of fixed assets	-		0.06	
Loss on sale of revaluation of assets	-		17.42	
Exceptional items	2.32		(509.38)	
		(39.54)		(524.32)
Operating Profit before working capital changes		(142.06)		(184.52)
Adjustments for :				
(Increase) / decrease in trade receivables	(0.00)		0.07	
(Increase) / decrease in loans and advances and oth	139.27		187.35	
(Increase) / decrease in inventories	1.30		4.46	
Increase /decrease in trade payables and other liabi	(139.78)		147.16	
Increase / (decrease) in provisions	3.01		37.67	
(Increase) / decrease in margin money and other de	(0.05)	3.75	(8.44)	368.28
		(138.32)		183.76
Cash used in operations				
Income taxes (paid) / refund - (net)		(1.94)		(2.30)
Net cash used in operating activities		(140.26)		181.46
(B) Cash Flow from Investing Activities				
Purchase of property, plant & equipment	-		-	
Proceeds from sale of property, plant & equipment	1.07		406.61	
Increase/Decrease in investment(net)	-		9.40	
Interest received	0.06		0.17	
Net cash inflow from investing activities		1.13		416.18
(C) Cash Flow from Financing Activities				
Proceeds from short term borrowings (net)	215.99		(538.85)	
Finance cost	(76.17)		(61.11)	
Repayment of Deposits & interest	(0.57)			
Unpaid dividend bank balance	-		4.57	
Dividend paid			(4.57)	
Net cash inflow from financing activities		139.24		(599.96)
Net increase in cash and cash equivalents		0.11		(2.32)
Cash & cash equivalent as at beginning of the year	7.16		9.48	
Cash & cash equivalent as at end of the year	7.27	(0.11)	7.16	2.32
		0.00		**(0.00)**

N 1.Previous year figures have been regrouped/reclassified wherever necessary.

As per our report attached

PAE LIMITED

PAE LIMITED MUMBAI

Registered office: 69, Tardeo Road, Mumbai - 400 034 • Phone:+91 22 66185799 • Fax:+91 22 66185757 • www.paeltd.com
CIN: L99999MH1950PLC008152

BALANCE SHEET AS AT 31.03.2020

PAE LIMITED

	Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
	1	2	3	4
	ASSETS			
1	**Non Current Assets**			
	(a) Property, Plant and Equipment	2	290.96	324.44
	(b) Other Intagible Assets	3	-	0.08
	(c)Non current asset held for sale	2a	6.69	-
	(i) Investments	4	-	2.65
	(ii) Loans and advances	5	69.03	51.95
	(iii) Other Non Current Assets	6	0.58	0.53
2	**Current Assets**			
	(a) Inventories	7	-	1.30
	(b) Financial Assets			
	(i) Trade Receivables	8	(0.00)	47.40
	(ii) Cash and bank balances	9	10.62	11.08
	(iii) Loans and advances	10	36.83	107.87
	(c) Current Tax Assets (Net)		-	-
	(d) Other Current Assets	11	0.57	77.63
	Total Assets		**415.26**	**624.93**
	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital	12	1,041.96	1,041.96
	(b) Other Equity	13	(4,894.74)	(4,774.85)
	LIABILITIES			
1	**Non Current Liabilities**			
	(a) Financial Liabilities			
	(i) Other Financial Liabilities	14	910.00	910.00
	(b) Provisions	15	66.64	60.70
2	**Current Liabilities**			
	(a) Financial Liabilities			
	(i) Borrowings	16	2,543.55	2,327.56
	(ii) Trade Payables	17		
	(a) Due to micro & small enterprises			
	(a) Due to other than micro & small enterprises		169.83	371.25
	(b) Other Current Liabilities	18	566.74	674.11
	(c) Provisions	19	11.29	14.21
	(d) Current Tax Liabilities (Net)		-	-
	Total Equity and Liabilities		**415.26**	**624.93**

Purnima A. Doshi

PAE LIMITED MUMBAI

Statement of Impact of audit Qulifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.

Sl. No.	Particulars	Audited Figures (in Rs. Lacs) (as reported before adjusting for qualifications)	Adjusted Figures (in Rs. Lacs) (audited figures after adjusting for qualifications)
1	Turnover / Total income	387.00	387.00
2	Total Expenditure	486.00	486.00
3	Net Profit/(Loss)	(103.00)	(103.00)
4	Earnings Per Share	(0.99)	(0.99)
5	Total Assets	415.26	415.26
6	Total Liabilities	4,268.05	4,268.05
7	Net Worth	(3,852.79)	(3,852.79)
8	Any other financial item(s) (as felt appropriate by the management)		

1)

Details of Audit Qualification	Erosion of Networth
Type of Audit Qualification	Qualified
Frequency of qualification:	Showing since Quarter 4 of 2015-16
For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views	NA
For Audit Qualification(s) where the impact is not quantified by the auditor	The company has been substantially eroded as at the year ended 31st March, 2020. Further, the company has incurred a further loss of Rs.102.86 Lakhs (excluding other comprehensive income) for the year ended 31st March, 2020. Further the liabilities of the Company far exceed the realizable value of 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 state that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern.
Management's estimation on the impact of audit qualification:	N.A.
If management is unable to estimate the impact, reasons for the same:	The Management and Board of Direcotrs of the Company have initiated various steps like cost reduction and exploring new business opportunities that require low startup capital. Identifying non-core assets for monetisation, which will improve the cash flows. Further steps are being taken to evalute various alternatives for raising funds & resolution of debts.
Auditors'Comments on (i) or (ii) above	Erosoin of networth casts significant doubts on the entities ability to continue as a going concern.

II. Signatories:

·CEO/Managing Director

·CFO

·Audit Committee Chairman

·Statutory Auditor

For Jayesh Dadia & Associates LLP

JAYESH DADIA & ASSOCIATES LLP CHARTERED ACCOUNTANTS MUMBAI

Place: Mumbai

Date: 30th July, 2020