

Paramount Communications Limited

Regd. Office: C-125 Naraina Industrial Area, Phase-1, Naraina, New Delhi-110 028

PART - I					
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2012					
(₹ in Lacs except as stated)					
S.No	Particulars	Standalone		Consolidated	
		Year ended		Year ended	
		31.03.2012 (Audited)	31.03.2011 (Audited)	31.03.2012 (Audited)	31.03.2011 (Audited)
1.	a) Net Sales / Income from Operations	46345.30	38508.98	70258.10	71,124.21
	b) Other Operating Income	45.78	380.22	186.59	491.51
	c) Total Income	46391.08	38889.20	70444.69	71,615.72
2.	Expenditure				
	(a) Consumption of raw materials	39030.11	33629.82	52709.58	56,313.28
	(b) Purchase of traded goods	892.63	718.92	2100.63	3,066.99
	(c) (Increase)/Decrease in Stocks in trade & WIP	(257.49)	3685.27	1716.54	2,875.11
	(d) Employees Cost	1385.36	1285.22	6129.28	7,497.69
	(e) Depreciation	1243.40	1239.03	1278.68	1,271.40
	(f) Other expenditure	6466.31	5439.31	9445.38	9,011.65
	(g) Total Expenditure	48,760.32	45,997.57	73,380.09	80,036.12
3.	Profit/(Loss) from Operations before Other Income, Interest and Exceptional Items (1-2)	(2,369.24)	(7,108.37)	(2,935.40)	(8,420.40)
4.	Other Income	121.16	324.07	121.16	324.07
5.	Profit/(Loss) before Interest and Exceptional Items (3+4)	(2,248.08)	(6,784.30)	(2,814.24)	(8,096.33)
6.	Interest	3,582.54	3,365.89	3,948.65	3,767.18
7.	Profit/(Loss) after Interest but before Exceptional Items (5-6)	(5,830.62)	(10,150.19)	(6,762.89)	(11,863.51)
8.	Exceptional Items (Net)	-	-	1,742.18	-
9.	Profit/(Loss) from Ordinary Activities before tax (7+8)	(5,830.62)	(10,150.19)	(5,020.71)	(11,863.51)
10.	Tax Expenses	4.85	7.00	4.85	(39.85)
11.	Net Profit/(Loss) from Ordinary Activities after tax (9)-(10)	(5,835.47)	(10,157.19)	(5,025.56)	(11,823.66)
12.	Extraordinary Items (net of tax expenses)	-	-	-	-
13.	Net Profit/(Loss) for the period	(5,835.47)	(10,157.19)	(5,025.56)	(11,823.66)
14.	Share of Profit / (Loss) of Associate	-	-	(20.24)	(168.52)
15.	Minority Interest	-	-	-	-
16.	Total Net Profit / (Loss) (13+14)	(5,835.47)	(10,157.19)	(5,045.80)	(11,992.18)
17.	Paid-up Equity Share Capital (Face Value ₹ 2/- each)	1,860.54	1,772.70	1,860.54	1,772.70
18.	Reserves excluding revaluation reserves	(1,043.95)	4,308.42	(2,217.18)	3,255.37
19.	Earning Per Share (EPS) before and after Extraordinary Items (not annualised)				
	-Basic	(6.31)	(11.72)	(5.45)	(13.84)
	-Diluted	(6.27)	(10.27)	(5.42)	(12.12)
PART - II					
A	PARTICULARS OF SHAREHOLDING				
1.	Public Shareholding				
	- No. of Shares	60,405,758	60,405,758	60,405,758	60,405,758
	- Percentage of Shareholding	64.93%	68.15%	64.93%	68.15%
2.	Promoters and promoter group shareholding				
	a) Pledged/Encumbered				
	-Number of Shares	32,319,757	25,799,457	32,319,757	25,799,457
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	92.38%	100.00%	92.38%
	-Percentage of shares (as a % of the total share capital of the company)	34.74%	29.11%	34.74%	29.11%
	b) Non-encumbered				
	-Number of Shares	-	2,128,205	-	2,128,205
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	7.62%	-	7.62%
	-Percentage of shares (as a % of the total share capital of the company)	-	2.40%	-	2.40%
	PARTICULARS				
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the year	NIL			
	Received during the year	NIL			
	Disposed of during the year	NIL			
	Remaining unresolved at the end of the year	NIL			



For Paramount Communications Ltd.

Sanjay Aggarwal
(Sanjay Aggarwal)
Chairman & CEO

STATEMENT OF ASSETS & LIABILITIES AS PER CLAUSE 41 (V) OF THE LISTING AGREEMENT. (₹ in Lacs except as stated)

S.No.	PARTICULARS	Standalone		Consolidated	
		As at 31.3.2012	As at 31.3.2011	As at 31.3.2012	As at 31.3.2011
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	1,860.54	1,772.70	1,860.54	1,772.70
	(b) Reserves and surplus	(952.04)	4,401.65	(2,125.28)	3,348.60
	(c) Money received against share warrants	-	570.93	-	570.93
	Sub-total - Shareholders' funds	908.50	6,745.28	(264.74)	5,692.23
2	Share applications money pending allotment	-	-	-	-
3	Minority Interest	-	-	-	-
4	Non-current liabilities				
	(a) Long-term borrowings	17,918.57	16,290.18	17,918.57	16,290.18
	(b) Deferred tax liabilities (net)	-	-	-	-
	(c) Other long-term liabilities	-	-	1,233.68	29.67
	(d) Long-term provisions	92.01	83.49	92.01	83.49
	Sub-Total - Non-Current Liabilities	18,010.58	16,373.67	19,244.26	16,403.34
5	Current liabilities				
	(a) Short-term borrowings	15,746.69	16,206.09	24,276.26	27,283.03
	(b) Trade payables	8,334.53	8,597.02	9,009.09	10,848.30
	(c) Other current liabilities	10,491.91	8,226.96	11,374.40	9,875.14
	(d) Short-term provisions	19.07	18.62	19.07	18.62
	Sub-total - Current Liabilities	34,592.20	33,048.69	44,678.82	48,025.09
	TOTAL - EQUITY AND LIABILITIES	53,511.28	56,167.64	63,658.34	70,120.66
B	ASSETS				
1	Non-Current Assets				
	(a) Fixed Assets	14,010.44	14,898.09	14,285.58	15,168.52
	(b) Non-current investments	2,812.18	2,812.18	116.47	136.14
	(c) Long-term loans and advances	352.01	565.81	314.08	539.91
	(d) Other non-current assets	134.30	-	134.30	-
	Sub-total - Non-Current Assets	17,308.93	18,276.08	14,850.43	15,844.57
2	Current Assets				
	(a) Inventories	15,995.06	15,635.54	23,940.10	25,711.08
	(b) Trade Receivables	16,115.49	17,256.75	19,995.42	22,585.22
	(c) Cash and Cash Equivalents	898.85	982.91	1,117.09	1,241.22
	(d) Short-Term Loans and Advances	2,914.82	3,968.72	3,477.19	4,690.93
	(e) Other Current Assets	278.13	47.64	278.11	47.64
	Sub-total - Current Assets	36,202.35	37,891.56	48,807.91	54,276.09
	TOTAL - ASSETS	53,511.28	56,167.64	63,658.34	70,120.66

Notes:

- The above results reviewed by the Audit Committee have been taken on record by the Board of Directors at their meeting held on 25th July, 2012
- Consolidated financial results include audited financials of AEI Cables Limited, United Kingdom, AEI Power Cables Limited, United Kingdom, Paramount Holdings Limited, Cyprus the wholly owned subsidiaries of the company and the share of profit/(loss) in Paramount Wires & Cables Limited (Associate), in which the company hold 44.49% Equity shares.
- Exceptional items for the year ended 31st March, 2012 include write back of creditors & other liabilities of ₹ 1742.18 Lacs by AEI Cables Limited, United Kingdom pursuant to implementation of Company Voluntary Arrangement (CVA).
- Pursuant to changes made in AS-11 vide Companies (Accounting Standard) Amendment Rules, 2011, during the year foreign exchange difference arising on long term foreign currency monetary items-FCCBs used for acquiring depreciable assets has been adjusted with the cost of fixed assets and in other cases has been transferred to Profit & Loss Account. Exchange fluctuation on ECB has been fully transferred to Foreign Currency Monetary Items Translation Difference Account (FCMTDA).
- The independent auditor of AEI Cables Limited, United Kingdom has reported as "Emphasis of matter -In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in the director's report, notes to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of GBP 377,000/- during the year ended 31st March, 2012. The future of the business is dependent upon successfully trading under the CVA and refinancing the business, which the directors are currently negotiating with the current bankers and a number of potential investors and finance providers. These conditions, along with the other matters explained in the director's report, notes to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern".
- Outstanding 1% Foreign Currency Convertible Bonds (FCCBs) amounting to USD 7.5 million were due for redemption on 23rd November, 2011 and are yet to be redeemed. The Company was to redeem these FCCBs at a Premium equal to 145.54% of the outstanding principal amount. The said premium amounts to ₹ 195,636,955/- (gross of tax) and the same has not been provided. This has been qualified by the Statutory Auditors in their Audit Report. The Company has duly informed the FCCBs holders about its financial position and is in discussion with the FCCBs holders, through the trustee, for re-schedulement of payment due on the outstanding FCCBs. In view of this redemption amount is subject to re-scheduling / final settlement with FCCBs holders. The premium, if paid, would be adjusted against the Securities Premium Account.
- Statutory Auditors of the company without qualifying their opinion have drawn attention to the following:
-The financial statements have been prepared on a going concern basis despite significant erosion of net worth, defaults in repayments to banks and redemption of FCCBs. The appropriation of the said basis is interalia dependent on successful implementation of Corporate Debt Restructuring (CDR) package.
-No provision for diminution in the value of investment in shares of Paramount Wires & Cables Limited (Associate) and Paramount holdings Limited (Subsidiary) has been made. In the opinion of the management diminution in the value of these investments is temporary in nature.
- CDR-EG vide Letter of Approval (LOA) dated 11th July, 2012 has approved CDR Rework Package. As per the Rework Package, repayment of Term Loans have been re-scheduled granting new moratorium for repayment of Loans and interest. There is no default in payment of Principal and/or interest to banks as on date.
- The Board in their meeting held on 13th May, 2011 has allotted 43,91,795 equity shares of ₹ 2/- each to a promoter's group company upon conversion of warrants into Equity shares.
- Segment reporting as defined in Accounting Standard 17 is not applicable as the Company operates mainly in one segment i.e. Cables.
- Figures for the previous period have been regrouped & rearranged wherever necessary.

Place: New Delhi
Date : 25.07.2012

For Paramount Communications Limited

Sanjay Aggarwal
Chairman & CEO

