

## JAGDISH CHAND & CO. CHARTERED ACCOUNTANTS

H-20, LGF, GREEN PARK (MAIN), NEW DELHI- 110 016, INDIA  
Phones: 26511953, 26533626, 41759467 Fax: 26533626 email: [mail@jcandco.org](mailto:mail@jcandco.org)

To

The Board of Directors  
Paramount Communications Limited  
New Delhi

### LIMITED REVIEW REPORT OF THE STATUTORY AUDITORS ON THE UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>ST</sup> MARCH, 2012.

1. We have reviewed the accompanying statement of Standalone unaudited financial results of Paramount Communications Limited for the quarter and year ended 31<sup>st</sup> March, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialed by us for identification purposes. 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) 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *We state that no provision has been made for premium on redemption of US \$ 7.5 Million 1% foreign currency convertible bonds (FCCBs) due on 23<sup>rd</sup> November, 2011 amounting to Rs.1956.37 lacs (gross of tax) upto the year ended 31<sup>st</sup> March, 2012. Further interest on FCCBs for the quarter and year ended 31<sup>st</sup> March, 2012 amounting to Rs. 15.34 lacs and Rs. 22.09 lacs respectively also has not been provided.*
4. Subject to (3) above, 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 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi  
Dated: 15<sup>th</sup> May, 2012



For JAGDISH CHAND & CO.  
Chartered Accountants

*(Signature)*  
(Praveen Kumar Jain)

Partner

M. No. 85629

Firm Registration Number- 000129N

# Paramount Communications Limited

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

(Rs. in Lacs except as stated)

| PART-I                                                                                              |                                                                                         |                           |                           |                           |                           |
|-----------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2012 |                                                                                         |                           |                           |                           |                           |
| S.No.                                                                                               | Particulars                                                                             | Quarter ended             |                           |                           | Year ended                |
|                                                                                                     |                                                                                         | 31.03.2012<br>(Unaudited) | 31.12.2011<br>(Unaudited) | 31.03.2011<br>(Unaudited) | 31.03.2012<br>(Unaudited) |
| 1.                                                                                                  | a) Net Sales / Income from Operations                                                   | 13599.15                  | 11,764.04                 | 9,703.88                  | 46,410.74                 |
|                                                                                                     | b) Other Operating Income                                                               | 51.06                     | 19.11                     | 420.32                    | 72.69                     |
|                                                                                                     | c) Total Income                                                                         | 13650.21                  | 11,783.15                 | 10,124.20                 | 46,483.43                 |
| 2.                                                                                                  | Expenditure                                                                             |                           |                           |                           |                           |
|                                                                                                     | (a) Consumption of raw materials                                                        | 10925.60                  | 9,493.97                  | 9,530.41                  | 39,030.73                 |
|                                                                                                     | (b) Purchase of traded goods                                                            | 361.35                    | 1.94                      | (0.00)                    | 892.73                    |
|                                                                                                     | (c) (Increase)/Decrease in Stocks in trade & WIP                                        | 475.98                    | 512.73                    | (924.75)                  | (65.50)                   |
|                                                                                                     | (d) Employees Cost                                                                      | 333.79                    | 314.22                    | 308.52                    | 1,282.70                  |
|                                                                                                     | (e) Depreciation                                                                        | 302.83                    | 320.43                    | 297.93                    | 1,243.40                  |
|                                                                                                     | (f) Other expenditure                                                                   | 1692.35                   | 1,414.05                  | 1,676.14                  | 6,377.30                  |
|                                                                                                     | (g) Total Expenditure                                                                   | 14,091.90                 | 12,057.34                 | 10,888.25                 | 48,761.36                 |
| 3.                                                                                                  | Profit/(Loss) from Operations before Other Income, Interest and Exceptional Items (1-2) | (441.69)                  | (274.19)                  | (764.05)                  | (2,277.93)                |
| 4.                                                                                                  | Other Income                                                                            | 37.27                     | 25.54                     | 99.78                     | 113.89                    |
| 5.                                                                                                  | Profit/(Loss) before Interest and Exceptional Items (3+4)                               | (404.42)                  | (248.65)                  | (664.27)                  | (2,164.04)                |
| 6.                                                                                                  | Interest                                                                                | 921.86                    | 888.50                    | 799.03                    | 3,564.55                  |
| 7.                                                                                                  | Profit/(Loss) after Interest but before Exceptional Items (5-6)                         | (1,326.28)                | (1,137.15)                | (1,463.30)                | (5,728.59)                |
| 8.                                                                                                  | Exceptional Items (Net)                                                                 | -                         | -                         | -                         | -                         |
| 9.                                                                                                  | Profit/(Loss) from Ordinary Activities before tax (7+8)                                 | (1,326.28)                | (1,137.15)                | (1,463.30)                | (5,728.59)                |
| 10.                                                                                                 | Tax Expenses                                                                            | 10.59                     | 0.85                      | 8.15                      | 11.44                     |
| 11.                                                                                                 | Net Profit/(Loss) from Ordinary Activities after tax (9)-(10)                           | (1,336.87)                | (1,138.00)                | (1,471.45)                | (5,740.03)                |
| 12.                                                                                                 | Extraordinary Items (net of tax expenses)                                               | -                         | -                         | -                         | -                         |
| 13.                                                                                                 | Net Profit/(Loss) for the period                                                        | (1,336.87)                | (1,138.00)                | (1,471.45)                | (5,740.03)                |
| 14.                                                                                                 | Share of Profit / (Loss) of Associate                                                   | -                         | -                         | -                         | -                         |
| 15.                                                                                                 | Minority Interest                                                                       | -                         | -                         | -                         | -                         |
| 16.                                                                                                 | Total Net Profit / (Loss) ( 13+14+15)                                                   | (1,336.87)                | (1,138.00)                | (1,471.45)                | (5,740.03)                |
| 17.                                                                                                 | Paid-up Equity Share Capital<br>(Face Value Rs. 2/- each)                               | 1,860.54                  | 1,860.54                  | 1,772.70                  | 1,860.54                  |
| 18.                                                                                                 | Reserves excluding revaluation reserves                                                 | -                         | -                         | -                         | 4,308.42                  |
| 19.                                                                                                 | Earning Per Share (EPS) before and after Extraordinary items (not annualised)           |                           |                           |                           |                           |
|                                                                                                     | -Basic                                                                                  | (1.44)                    | (1.22)                    | (1.68)                    | (6.20)                    |
|                                                                                                     | -Diluted                                                                                | (1.44)                    | (1.22)                    | (1.46)                    | (6.17)                    |

| 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%     | 64.93%     | 68.15%     | 64.93%     |
| 2.                            | Promoters and promoter group shareholding                                               |            |            |            |            |
|                               | a) Pledged/Encumbered                                                                   |            |            |            |            |
|                               | -Number of Shares                                                                       | 32319757   | 32,319,757 | 25,799,457 | 32,319,757 |
|                               | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00%    | 100.00%    | 92.38%     | 100.00%    |
|                               | -Percentage of shares (as a % of the total share capital of the company)                | 34.74%     | 34.74%     | 29.11%     | 34.74%     |
|                               | b) Non-encumbered                                                                       |            |            |            |            |
|                               | -Number of Shares                                                                       | -          | -          | 2,128,205  | -          |
|                               | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | -          | -          | 7.62%      | -          |
|                               | -Percentage of shares (as a % of the total share capital of the company)                | -          | -          | 2.40%      | -          |

| PARTICULARS                                    |  | 3 Months ended 31.03.2012 |
|------------------------------------------------|--|---------------------------|
| B INVESTOR COMPLAINTS                          |  |                           |
| 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                       |

## Notes:

- The above results reviewed by the Audit Committee have been taken on record by the Board of Directors at their meeting held on 15th May, 2012
- The "Limited Review" of the standalone results has been completed by the statutory auditors of the company pursuant to clause 41 of the listing agreement.
- Pursuant to changes made in AS-11 vide Companies (Accounting Standard) Amendment Rules, 2011, during the quarter/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 Accounts (FCMTDA). Loss for the quarter ended 31st December, 2011 is after reversal of foreign exchange loss of Rs. 377.74 lacs, earlier charged to Profit & Loss Account during the period ended 30th September, 2011.
- 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 45.54% of the outstanding principal amount. The said premium amounts to Rs. 1956.37 lacs (gross of tax) and the same has not been provided. Since maturity date interest on FCCBs for the quarter/year ended 31st March, 2012 amounting to Rs. 15.34 lacs and Rs. 22.09 lacs respectively also has not been provided. This has been qualified by the Statutory Auditors in their Limited Review 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. The premium, if paid, would be adjusted against the Securities Premium Account.
- The Board in their meeting held on 13th May, 2011 has allotted 43,91,795 equity shares of Rs. 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 : 15.05.2012



For PARAMOUNT COMMUNICATIONS LTD.

Sandeep Aggarwal  
Managing Director

## JAGDISH CHAND & CO. CHARTERED ACCOUNTANTS

H-20, LGF, GREEN PARK (MAIN), NEW DELHI- 110 016, INDIA  
Phones: 26511953, 26533626, 41759467 Fax: 26533626 email: [mail@jcandco.org](mailto:mail@jcandco.org)

To  
The Board of Directors  
Paramount Communications Limited  
New Delhi

### LIMITED REVIEW REPORT OF THE STATUTORY AUDITORS ON THE UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>ST</sup> MARCH, 2012.

1. We have reviewed the accompanying statement of consolidated unaudited financial results of Paramount Communications Limited for the quarter and year ended 31<sup>st</sup> March, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialed by us for identification purposes. 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) 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *We state that no provision has been made for premium on redemption of US \$ 7.5 Million 1% foreign currency convertible bonds (FCCBs) due on 23<sup>rd</sup> November, 2011 amounting to Rs.1956.37 lacs (gross of tax) upto the year ended 31<sup>st</sup> March, 2012. Further interest on FCCBs for the quarter and year ended 31<sup>st</sup> March, 2012 amounting to Rs. 15.34 lacs and Rs. 22.09 lacs respectively also has not been provided.*
4. *We have not reviewed the financial statements of subsidiaries AEI Cables Limited, United Kingdom, AEI Power Cables Ltd., United Kingdom and Paramount Holdings Limited, Cyprus. These unaudited financial statements have been incorporated as furnished to us by the management of the subsidiaries and our report is so far as, it relates to the amounts included in respect of the subsidiaries is solely on such unaudited financial statements. Share of Loss in Paramount Wires & Cables Limited, Associate of the Company, has been incorporated based upon unaudited financial statements of the Associate as furnished to us by the management.*
5. Subject to (3) above, 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 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi  
Dated: 15<sup>th</sup> May, 2012



For JAGDISH CHAND & CO.  
Chartered Accountants

(Praveen Kumar Jain)  
Partner

M. No. 85629  
Firm Registration Number- 000129N

# Paramount Communications Limited

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

(Rs. in Lacs except as stated)

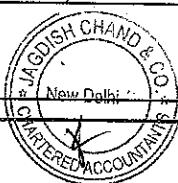
| PART-I                                                                                                |                                                                                         |                           |                           |                           |                         |
|-------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
| STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2012 |                                                                                         |                           |                           |                           |                         |
| S.No.                                                                                                 | Particulars                                                                             | Quarter ended             |                           | Year ended                |                         |
|                                                                                                       |                                                                                         | 31.03.2012<br>(Unaudited) | 31.12.2011<br>(Unaudited) | 31.03.2011<br>(Unaudited) | 31.03.2011<br>(Audited) |
| 1.                                                                                                    | a) Net Sales / Income from Operations                                                   | 19928.59                  | 16893.02                  | 17955.99                  | 69513.28                |
|                                                                                                       | b) Other Operating Income                                                               | 8.95                      | 97.82                     | 428.12                    | 204.56                  |
|                                                                                                       | c) Total Income                                                                         | 19937.54                  | 16990.84                  | 18384.11                  | 69717.84                |
| 2.                                                                                                    | Expenditure                                                                             |                           |                           |                           |                         |
|                                                                                                       | (a) Consumption of raw materials                                                        | 13540.36                  | 11930.99                  | 14901.34                  | 51330.15                |
|                                                                                                       | (b) Purchase of traded goods                                                            | 1,872.25                  | 40.94                     | 941.11                    | 3,729.16                |
|                                                                                                       | (c) (Increase)/Decrease in Stocks in trade & WIP                                        | 1921.97                   | 701.76                    | (789.99)                  | 775.64                  |
|                                                                                                       | (d) Employees Cost                                                                      | 1395.91                   | 1378.98                   | 1878.19                   | 5753.42                 |
|                                                                                                       | (e) Depreciation                                                                        | 312.05                    | 329.72                    | 306.01                    | 1278.68                 |
|                                                                                                       | (f) Other expenditure                                                                   | 2547.82                   | 2209.60                   | 2578.92                   | 9697.97                 |
|                                                                                                       | (g) Total Expenditure                                                                   | 21,590.36                 | 16,591.99                 | 19,815.58                 | 72,565.02               |
| 3.                                                                                                    | Profit/(Loss) from Operations before Other Income, Interest and Exceptional Items (1-2) | (1,652.82)                | 398.85                    | (1,431.47)                | (2,847.18)              |
| 4.                                                                                                    | Other Income                                                                            | 37.27                     | 25.54                     | 99.78                     | 113.89                  |
| 5.                                                                                                    | Profit/(Loss) before Interest and Exceptional Items (3+4)                               | (1,615.55)                | 424.39                    | (1,331.69)                | (2,733.29)              |
| 6.                                                                                                    | Interest                                                                                | 1008.08                   | 972.91                    | 892.48                    | 3,930.65                |
| 7.                                                                                                    | Profit/(Loss) after Interest but before Exceptional Items (5-6)                         | (2,623.63)                | (548.52)                  | (2,224.17)                | (6,663.94)              |
| 8.                                                                                                    | Exceptional Items (Net)                                                                 | 21.51                     | 52.29                     | -                         | 1,742.18                |
| 9.                                                                                                    | Profit/(Loss) from Ordinary Activities before tax (7+8)                                 | (2,602.12)                | (496.23)                  | (2,224.17)                | (4,921.76)              |
| 10.                                                                                                   | Tax Expenses                                                                            | 10.59                     | 0.85                      | (59.82)                   | 11.44                   |
| 11.                                                                                                   | Net Profit/(Loss) from Ordinary Activities after tax (9)-(10)                           | (2,612.71)                | (497.08)                  | (2,164.35)                | (4,933.20)              |
| 12.                                                                                                   | Extraordinary Items (net of tax expenses)                                               | -                         | -                         | -                         | -                       |
| 13.                                                                                                   | Net Profit/(Loss) for the period                                                        | (2,612.71)                | (497.08)                  | (2,164.35)                | (4,933.20)              |
| 14.                                                                                                   | Share of Profit / (Loss) of Associate                                                   | 21.30                     | (17.54)                   | (167.13)                  | (20.27)                 |
| 15.                                                                                                   | Minority Interest                                                                       | -                         | -                         | -                         | -                       |
| 16.                                                                                                   | Total Net Profit / (Loss) (13+14+15)                                                    | (2,591.41)                | (514.62)                  | (2,331.48)                | (4,953.47)              |
| 17.                                                                                                   | Paid-up Equity Share Capital<br>(Face Value Rs. 2/- each)                               | 1,860.54                  | 1,860.54                  | 1,772.70                  | 1,860.54                |
| 18.                                                                                                   | Reserves excluding revaluation reserves                                                 | -                         | -                         | -                         | -                       |
| 19.                                                                                                   | Earning Per Share (EPS) before and after Extraordinary items (not annualised)           |                           |                           |                           |                         |
|                                                                                                       | -Basic                                                                                  | (2.79)                    | (0.55)                    | (2.66)                    | (5.35)                  |
|                                                                                                       | -Diluted                                                                                | (2.79)                    | (0.55)                    | (2.31)                    | (5.32)                  |

| PART-II                     |                                                                                         |            |            |            |            |
|-----------------------------|-----------------------------------------------------------------------------------------|------------|------------|------------|------------|
| 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%     | 64.93%     | 68.15%     | 64.93%     |
| 2.                          | Promoters and promoter group shareholding                                               |            |            |            |            |
|                             | a) Pledged/Encumbered                                                                   |            |            |            |            |
|                             | -Number of Shares                                                                       | 32,319,757 | 32,319,757 | 25,799,457 | 32,319,757 |
|                             | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00%    | 100.00%    | 92.38%     | 100.00%    |
|                             | -Percentage of shares (as a % of the total share capital of the company)                | 34.74%     | 34.74%     | 29.11%     | 34.74%     |
|                             | b) Non-encumbered                                                                       |            |            |            |            |
|                             | -Number of Shares                                                                       | -          | -          | 2,128,205  | -          |
|                             | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | -          | -          | 7.62%      | -          |
|                             | -Percentage of shares (as a % of the total share capital of the company)                | -          | -          | 2.40%      | -          |

| PARTICULARS                                    |  | 3 Months ended 31.03.2012 |
|------------------------------------------------|--|---------------------------|
| B INVESTOR COMPLAINTS                          |  |                           |
| 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                       |

|    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1  | The above results reviewed by the Audit Committee have been taken on record by the Board of Directors at their meeting held on 15th May, 2012                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 2  | The "Limited Review" of the standalone results has been completed by the statutory auditors of the company pursuant to clause 41 of the listing agreement.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 3  | Consolidated financial results include unaudited 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.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| 4  | In accordance with clause 41 of the Listing Agreement, the Company has published consolidated financial results. The unaudited standalone financial results of the Company will, however, be available on the Company's website www.paramountcables.com and on the website of BSE (www.bseindia.com) and/or NSE (www.nseindia.com).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 5  | Subsequent to 31st March, 2011, AEI Cables Limited, United Kingdom offered a Company Voluntary Arrangement (CVA) to unsecured creditors of AEI Cables Limited under the UK Insolvency Act, 1986, which has been approved by the creditors. The Independent auditor of AEI Cables Limited, United Kingdom has reported as "Emphasis of matter - in forming opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in the accounting policies note to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of GBP 3.0 million during the year ended 31st March, 2011 and, subsequent to that date, the company entered into a CVA. These conditions, along with the other matters explained in the accounting policies note 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". |
| 6  | Exceptional items for the year ended 31st March, 2012 include write back of creditors & other liabilities of Rs. 1742.18 Lacs by AEI Cables Limited, United Kingdom pursuant to implementation of Company Voluntary Arrangement (CVA).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 7  | Company's standalone turnover and Net Loss for the quarter/year ended 31st March, 2012 are Rs. 13599.15 lacs / Rs.46410.74 lacs and Rs. 1336.87 lacs/ Rs. 5740.03 lacs respectively and for the previous year corresponding quarter/ year ended 31st March, 2011 are Rs. 9703.88 lacs / Rs. 38362.73 lacs and Rs. 1471.45 lacs / Rs.10157.19 lacs respectively.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| 8  | Pursuant to changes made in AS-11 vide Companies (Accounting Standard) Amendment Rules, 2011, during the quarter/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 Accounts (FCMTDA). Loss for the quarter ended 31st December, 2011 is after reversal of foreign exchange loss of Rs. 377.74 lacs, earlier charged to Profit & Loss Account during the period ended 30th September, 2011.                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 9  | 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 45.54% of the outstanding principal amount. The said premium amounts to Rs.1956.37 lacs (gross of tax) and the same has not been provided. Since maturity date interest on FCCBs for the quarter/year ended 31st March, 2012 amounting to Rs. 15.34 lacs and Rs. 22.09 lacs respectively also has not been provided. This has been qualified by the Statutory Auditors in their Limited Review 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-scheduling of payment due on the outstanding FCCBs. The premium, if paid, would be adjusted against the Securities Premium Account.                                                                                                                                                                                                                                             |
| 10 | The Board in their meeting held on 13th May, 2011 has allotted 43,91,795 equity shares of Rs. 2/- each to a promoter's group company upon conversion of warrants into Equity shares.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 11 | Segment reporting as defined in Accounting Standard 17 is not applicable as the Company operates mainly in one segment i.e. Cables.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 12 | Figures for the previous period have been regrouped & rearranged wherever necessary.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |

Place: New Delhi  
Date : 15.05.2012



For PARAMOUNT COMMUNICATIONS LTD.

Sandeep Aggarwal  
Managing Director