PETRON ENGG. CONSTN. LTD.

SWASTIK CHAMBERS, 6TH FLOOR,
S.T. ROAD, POST BOX NO. 7206,
CHEMBUR, MUMBAI - 400 071.

STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2013

Rupees in Lacs

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30th September 2013 (Unaudited)	*30th June 2013 (Unaudited)*	*30th September 2012 (Unaudited)*	*30th September 2013 (Unaudited)*	*30th September 2012 (Unaudited)*	*31st March 2013 (Audited)*
1 Income from Operations						
(a) Net Sales/Income from Operations (net of service tax, sales tax & excise duty, includes income of earlier periods Rs. 79 Lacs)	9,065	10,733	14,071	19,798	27,447	52,427
(b) Other Operating Income	-	-	-	-	-	-
Total Income Operations (Net)	**9,065**	**10,733**	**14,071**	**19,798**	**27,447**	**52,427**
2 Expenditure						
(a) Cost of Materials Consumed	2,116	3,625	5,885	5,741	11,341	20,697
(b) Changes in Project inventories	(0)	10	(17)	10	(78)	120
(c) Sub-contracting expenses	1,906	1,935	2,055	3,841	4,673	9,369
(d) Employees Benefits Expense	2,413	2,459	2,874	4,872	5,605	11,031
(e) Depreciation and Amortisation Expense	425	423	402	848	793	1,629
(f) Other expenditure	1,724	1,797	2,438	3,521	4,014	8,374
Total	**8,584**	**10,249**	**13,637**	**18,833**	**26,348**	**51,220**
3 Profit/(Loss) from Operations before Other Income, Finance cost and Exceptional items	**481**	**484**	**434**	**965**	**1,099**	**1,207**
4 Other Income	126	98	232	224	495	1,340
5 Profit/(loss) from ordinary activities before Finance Cost and Exceptional items	**607**	**582**	**666**	**1,189**	**1,594**	**2,547**
6 Finance Cost	577	521	603	1,098	1,105	2,236
7 Profit/(Loss) from ordinary activities after Finance costs but before Exceptional items	**30**	**61**	**63**	**91**	**489**	**311**
8 Exceptional items	-	-	-	-	-	-
9 Net Profit / (Loss) from ordinary activities before tax	**30**	**61**	**63**	**91**	**489**	**311**
10 Tax Expenses						
(a) Current Tax	9	20	24	29	159	302
(b) Tax for earlier years	-	-	-	-	(21)	-
11 Net Profit/ (Loss) from ordinary activities after tax	**21**	**41**	**39**	**62**	**351**	**9**
12 Extraordinary items (net of taxes Rs.Nil)	-	-	-	-	-	-
13 Net Profit/ (Loss) for the period	**21**	**41**	**39**	**62**	**351**	**9**
14 Paid-up equity share capital (Face Value: Rs.10/- per equity share)	754	754	754	754	754	754
15 Reserve excluding Revaluation Reserves as per balance sheet of previous year	-	-	-	-	-	14,446
16 Earnings per Share (EPS) (of Rs 10/- each) (not annualised)						
(a) Basic and diluted EPS before Extraordinary items	0.27	0.54	0.52	0.82	4.66	0.12
(b) Basic and diluted EPS after Extraordinary items	0.27	0.54	0.52	0.82	4.66	0.12
(A) PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of Shares	2,075,197	2,075,197	2,075,197	2,075,197	2,075,197	2,075,197
- Percentage of shareholding	27.53%	27.53%	27.53%	27.53%	27.53%	27.53%
2 Promoters & Promoter Group Shareholding						
(a) Pledge / Encumbered						
- No of Shares	Nil	Nil	Nil	Nil	Nil	Nil
- % of Shares (as a % of the total shareholding of promoter & promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
-% of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
(b) Non encumbered						
- No of Shares	5,463,203	5,463,203	5,463,203	5,463,203	5,463,203	5,463,203
- % of Shares (as a % of the total shareholding of promoter & promoter group)	100%	100%	100%	100%	100%	100%
-% of Shares (as a % of the total share capital of the Company)	72.47%	72.47%	72.47%	72.47%	72.47%	72.47%

Particulars	Three months ended 30th September 2013
(B) INVESTOR COMPLAINTS	
Pending at the beginning of the Quarter	NIL
Received during the Quarter	1
Disposed of During the Quarter	1
Remaining unresolved at the end of Quarter	NIL

SIGNED FOR IDENTIFICATION BY
S.R. BATLIBOI & CO. LLP
MUMBAI

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Statement of Assets and Liabilities

Rupees in Lacs

Particulars	As at 30th September 2013 (Unaudited)	As at 31st March 2013 (Audited)
A EQUITY AND LIABILITES		
1 Shareholders' funds		
(a) Share Capital	754	754
(b) Reserves and surplus	15,071	15,017
Sub-total- Shareholders' funds	15,825	15,771
2 Non-current liabilities		
(a) Long-term borrowings	3,497	4,079
(b) deferred tax liabilities (net)	155	221
(c) Other long-term liabilities	2,841	1,312
(d) Long-term provisions	162	145
Sub-total- Non-current liabilities	6,655	5,757
3 Current liabilities		
(a) Short-term borrowings	11,382	13,463
(b) Trade Payable	10,810	10,808
(b) Other Current liabilities	13,537	9,534
(c) Short term provisions	540	734
Sub-total Current liabilities	36,269	34,539
TOTAL - EQUITY AND LIABILITIES	58,749	56,067
B ASSETS		
1 Non-current assets		
(a) Fixed assets	8,939	9,746
(b) Non-current Investments (Cost Rs. 1,000)	0	0
(b) Long-term loans and advances	248	42
(c) Other non-current assets	3,477	3,192
Sub-total- Non-current assets	12,664	12,980
2 Current assets		
(a) Inventories	109	110
(b) Trade receivables	11,474	11,522
(c) Cash and cash equivalents	954	894
(d) Short-term loans and advances	5,114	4,216
(e) Other current assets	28,434	26,345
Sub-total- Current assets	46,085	43,087
TOTAL - ASSETS	58,749	56,067

Notes:

1 The above audited financial results have been reviewed by the Audit Committee and then approved by the Board of Directors at their respective meetings held on the 12th November, 2013.

2 The Company is primarily engaged in the business of "Engineering, Procurement & Construction" and operates in a single business segment based on the nature of the products and services, the risks and returns etc. Accordingly, these financial results have been prepared for this single segment.

3 The previous period / year figures have been regrouped/reclassified to make them comparable with the current period / year figures wherever necessary.

4 The Auditors have commented on,

Auditors' Qualification	Company's Response
In respect of a contract, as at September 30, 2013 trade receivable, unbilled revenue & trade payable of Rs. 1,267 Lacs (net of mobilization advance of Rs 2,926 Lacs), Rs. 6,256 Lacs and Rs. 1,844 Lacs respectively are subject to final confirmation as the said contract is under negotiation. In the absence of such confirmations and pending final outcome of the negotiations, we are unable to comment upon the amounts ultimately receivable/payable in respect of this contract and the consequential impact, if any, on the reported results for the quarter ended September 30, 2013 and corresponding Assets and Liabilities as at that date. Our Audit Report on the financial statements for the year ended March 31, 2013 and our review report for the quarter ended June 30, 2013 were modified in respect of the above matter.	The Company has received a written communication in May, 2013 from the customer affirming their intent to revive the subject mega project (the largest private investment in the region) – which is nearly 60% complete – within this year, which had hit a temporary roadblock because of the cost escalation, natural disaster and financial constraints. As per the communication, the customer is persistently endeavoring to get required equity infusion from current and/or new investors to eventually do a financial closure. Apart from the above letter, the same has also been reaffirmed by the top executives of the customer in discussions. As qualified by the auditors in their report on the realization of trade receivables and unbilled revenue, the management hereby informs that the amount outstanding in the form of trade receivables is duly confirmed by the customer as payable while the unbilled revenues are in the form of unfinished works and inventories, most of which are marketable, if required. The management is confident of its recovery in due course of time. Further, the accounts payable shall be subject to the reconciliation of the work performed at the said project and can be accurately ascertained after re-negotiation upon restart of the project or otherwise, as the case may be.

Mumbai, 12th November, 2013

SIGNED FOR IDENTIFICATION BY

S.R. BATLIBOI & CO. LLP
MUMBAI

For Petron Engineering Construction Limited

Ajay Hans
Managing Director

S.R. BATLIBOI & CO. LLP
Chartered Accountants

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Limited Review Report

Review Report to
The Board of Directors
Petron Engineering Construction Limited

1. We have reviewed the accompanying statement of unaudited financial results of Petron Engineering Construction Limited ('the Company') for the quarter ended September 30, 2013 (the "Statement"), 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 not been reviewed by us. 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 the Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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. *In respect of a contract, as at September 30, 2013 trade receivable, unbilled revenue & trade payable of Rs. 1,267 Lacs (net of mobilization advance of Rs 2,926 Lacs), Rs. 6,256 Lacs and Rs. 1,844 Lacs respectively are subject to final confirmation as the said contract is under negotiation. In the absence of such confirmations and pending final outcome of the negotiations, we are unable to comment upon the amounts ultimately receivable/payable in respect of this contract and the consequential impact, if any, on the reported results for the quarter ended September 30, 2013 and corresponding Assets and Liabilities as at that date. Our Audit Report on the financial statements for the year ended March 31, 2013 and our review report for the quarter ended June 30, 2013 were modified in respect of the above matter.*

4. Based on our review conducted as above, *except for the possible effects of the our observations in paragraph 3 above,* nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" notified under the provisions of the Companies Act, 1956, and other recognised 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.

For S.R. BATLIBOI & CO. LLP
ICAI Firm registration number: 301003E
Chartered Accountants

S.R. BATLIBOI & CO. LLP ★ MUMBAI ★ CHARTERED ACCOUNTANTS

per Hemal Shah
Partner
Membership No.: 42650
Place : Mumbai
Date : 12 November 2013