



PATEL ENGINEERING LTD.
CIN : L99999MH1949PLC007039

100/510/005/

July 23, 2015

To,
Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

The National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra-Kurla Complex,
Mumbai 400 051

Company Code No. 531120

Company Code: PATELENG/EQ

Dear Sirs,

Sub: Outcome of adjourned Board Meeting – July 23, 2015

The Board of Director of the Company has approved the Consolidated audited financial results of the Company for the year ended March 31, 2015

Pursuant to Clause 41 of the Listing Agreement, enclosed is the Audited Consolidated Financial Results of the Company for the year ended March 31, 2015 along with Statement of Assets and Liabilities and Audit Report.

You are requested to take the same in your records.

Thanking you,

Yours truly,
for Patel Engineering Ltd.

Shobha Shetty
Company Secretary

REGD OFFICE :

Patel Estate Road, Jogeshwari (W), Mumbai - 400 102. India
Phone +91 22 26767500, 26782916 • Fax +91 22 26782455, 26781505
E-mail headoffice@pateleng.com www.pateleng.com

	STANDALONE		CONSOLIDATED	
	As At March 31, 2015	As At March 31, 2014	As At March 31, 2015	As At March 31, 2014
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	7.68	7.68	7.68	7.68
(b) Reserves and surplus	1,691.63	1,606.69	1,885.02	1,785.15
2 Minority Interest	-	-	124.73	129.33
3 Non-current liabilities				
(a) Long-term borrowings	1,675.68	1,241.21	2,368.27	1,880.76
(b) Deferred Tax Liability (Net)	-	-	13.98	17.15
(c) Other Long term liabilities	604.09	690.77	506.37	543.40
(d) Long-term provisions	3.41	3.24	4.98	4.70
4 Current liabilities				
(a) Short-term borrowings	2,056.23	2,042.61	2,421.53	2,304.80
(b) Trade payables	582.32	511.68	867.15	868.42
(c) Other current liabilities	800.18	817.01	1,037.73	1,064.70
(d) Short-term provisions	1.26	1.54	1.84	1.97
TOTAL	7,422.48	6,922.43	9,239.28	8,608.06
II. ASSETS				
1 Non-current assets				
(a) Fixed assets				
i. Tangible assets	214.21	244.95	624.57	639.36
ii. Intangible assets	0.27	1.93	0.29	1.97
iii. Goodwill on Consolidation	-	-	33.28	33.14
iv. Capital work-in-progress	4.23	20.70	982.09	786.20
	218.71	267.58	1,640.23	1,460.67
(b) Non-current investments	605.70	592.31	181.78	133.89
(c) Deferred Tax Assets (Net)	10.33	3.10	-	-
(d) Long-term loans and advances	1,574.71	1,205.10	1,119.28	877.06
(e) Non Current Bank Deposits	7.06	1.84	7.07	1.84
(f) Non Current Trade Receivables	852.68	898.94	848.31	900.08
(g) Other Non current asset	-	-	36.56	28.87
2 Current assets				
(a) Investment -Current	-	-	-	-
(b) Inventories	3,096.40	2,524.27	3,968.82	3,314.38
(c) Trade receivables	435.13	371.93	567.77	539.46
(d) Cash and cash equivalents	81.56	107.24	152.09	187.95
(e) Short-term loans and advances	539.56	949.42	716.73	1,162.02
(f) Other current assets	0.64	0.70	0.64	1.85
TOTAL	7,422.48	6,922.43	9,239.28	8,608.06

Mumbai
July 23, 2015

for Patel Engineering Ltd



Guyson
Director

PATEL ENGINEERING LTD.
 Regd. Office : Patel Estate Road, Jogeshwari (W), Mumbai- 400 102
AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED
MARCH 31, 2015

Patel

Rs. in Crore

PART I		STANDALONE										CONSOLIDATED			
PARTICULARS		QUARTER ENDED			YEAR ENDED		YEAR ENDED								
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014			
		Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited	Audited	Audited	Audited	Audited			
1. Income from operations															
(a) Income from operations (net)		684.27	519.97	876.76	2,399.24	2,688.81	3,341.75	3,687.11							
(b) Other Operating Income		60.91	4.22	9.57	73.57	15.15	73.63	14.02							
Total Income from Operations (net)		745.18	524.19	886.33	2,472.81	2,703.96	3,415.38	3,701.13							
2. Expenses															
a) Cost of Construction		523.64	355.69	709.37	1,793.28	2,115.12	2,558.29	2,918.40							
b) Employee benefits expense		27.03	23.53	29.51	95.70	96.13	134.98	141.57							
c) Depreciation		13.47	13.05	13.13	51.92	54.23	79.78	81.98							
d) Other Expenses		85.22	34.31	56.62	153.17	119.90	222.50	177.59							
Total Expenses		649.37	426.58	808.64	2,094.07	2,385.39	2,995.55	3,319.54							
3. Profit from operations before Other Income, Finance Costs and Exceptional Items (1-2)		95.82	97.61	77.68	378.74	318.57	419.83	381.59							
4. Other Income		70.18	48.15	39.40	195.42	146.30	115.92	115.38							
5. Profit before Finance Cost and Exceptional Items (3+4)		166.00	145.76	117.08	574.16	464.87	535.75	496.97							
6. Finance cost		154.65	139.35	94.15	552.29	428.63	516.95	437.86							
7. Profit from ordinary activities before Exceptional Items and tax (5-6)		11.35	6.41	22.94	21.87	36.24	18.80	59.11							
8. Prior Period Items (refer to note # 5)		-	-	-	-	-	-	(7.76)							
9. Exceptional Items (refer to note # 6)		-	-	-	-	-	-	-							
10. Profit after Exceptional Items before tax (7+8+9)		11.35	6.41	22.94	21.87	36.24	34.13	51.35							
11. Tax Expenses (Current)		2.48	6.16	6.93	9.98	11.25	22.02	21.28							
12. Net profit after tax (10-11)		8.87	0.25	16.01	11.89	24.99	12.11	30.07							
13. Share of profit / (loss) of associates		-	-	-	-	-	(2.45)	(5.36)							
14. Minority Interest in Net (Income)/Loss		-	-	-	-	-	(1.20)	(8.35)							
15. Net Profit after taxes, minority interest and share of profit/(loss) of associates (12+13+14)		8.87	0.25	16.01	11.89	24.99	8.46	16.36							
16. Paid up equity share capital of F.V Rs. 1/-		7.68	7.68	7.62	7.68	7.62	7.68	7.68							
17. Reserves excluding Revaluation Reserve as per Balance sheet of Previous accounting year.		1.15	0.03	2.10	# 1,691.63	1,606.70	# 1,885.02	1,785.15							
18. Basic EPS of F.V. Rs. 1/- (in Rs.)		1.15	0.03	2.10	1.55	3.28	1.10	2.15							
19. Diluted EPS of F.V. Rs. 1/- (in Rs.)		1.15	0.03	2.08	1.55	3.25	1.10	2.13							
See accompanying notes to the financial results															
* includes Share Premium of Rs. 5.40 crores and reversal of excess Provision for Tax Rs.60.06 crores.															

See accompanying notes to the financial results

includes Share Premium of Rs. 5.40 crores and reversal of excess Provision for Tax Rs.60.06 crores.



PARTICULARS	STANDALONE				CONSOLIDATED	
	QUARTER ENDED		YEAR ENDED		YEAR ENDED	
	31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2015	31.03.2014
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding :						
- Numbers of Shares	37,922,851	37,922,851	37,922,851	37,922,851	37,922,851	37,922,851
- Percentage of Shareholding	49.37%	49.37%	49.74%	49.37%	49.74%	49.74%
2. Promoters and Promoter group Shareholding						
a) Pledged/Encumbered						
- Numbers of Shares	12,145,749	11,000,000	-	12,145,749	12,145,749	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	31.24%	28.29%	-	31.24%	31.24%	-
- Percentage of shares (as a % of the total share capital of the company)	15.81%	14.32%	-	15.81%	15.81%	-
b) Non-encumbered						
- Numbers of Shares	26,737,682	27,883,431	38,321,474	26,737,682	38,321,474	38,321,474
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	68.76%	71.71%	100.00%	68.76%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	34.81%	36.30%	50.26%	34.81%	50.26%	50.26%

B. INVESTOR COMPLAINTS	3 months ended 31.03.2015
Pending at the beginning of the quarter	-
Received during the quarter	6
Disposed of during the quarter	6
Remaining unresolved at the end of the quarter	-

Notes :

- The above Consolidated financial results were reviewed by the Audit Committee and approved and taken on record by the Board at their meeting held on July 23, 2015. The Standalone results of the company was reviewed by the audit committee and approved and taken on record by the Board at their meeting held on June 15, 2015 and reported to Stock exchange on the same day.
- The Company has chosen the option of publishing standalone results on quarterly basis, therefore, quarterly comparative consolidated financial information is not provided.
- The consolidated financial statements of the company have been combined on a line-by-line basis after eliminating intra group transactions. The consolidated financial statement includes 5 overseas subsidiaries, 16 Indian subsidiaries, 2 jointly controlled entities. Further, the share of profit/loss of 6 associates are also included and one associate is yet to commence commercial operations.
- Financial results of the overseas subsidiaries are translated into Indian Rupees using the average exchange rates prevailing during the period and other monetary/ non monetary items are translated at closing rate. Net exchange rate difference is recognized as Foreign Exchange Translation Reserve.
- The net impact on profit due to difference in audited and un-audited accounts of ASI Constructors Inc, a subsidiary of the company for FY 2012-13 amounting to Rs. 7.76 crore has been reflected as "Prior Period Items" in the P.Y. and Rs. 0.47 crore with respect to FY 2013-14 pertaining to decrease in tax liability has been reduced from current tax expense.
- Exceptional items includes reverse back of service tax and VAT input credit of Rs. 30.16 crores reduced by compensation towards delay possession of Rs. 14.83 crores in Patel Realty (India) Limited, (PRIL) a subsidiary of the company.
- The Finance Act, 2009 has amended Section 80IA (4) of the Income Tax Act, 1961 by inserting an explanation to the said section retrospectively from April 1, 2000 purporting to withdraw the benefit hitherto available. The company has filed a writ petition with High Court of Mumbai for challenging constitutional validity for insertion of explanation with retrospective effect and writ has been admitted. Recently the appellate authority held that the company is eligible for the said deduction on certain projects. Accordingly, the corresponding excess provision for the tax of Rs. 60.06 crores has been adjusted and credited to Reserves.



PATEL ENGINEERING LTD.

Regd. Office : Patel Estate Road, Jogeshwan (W), Mumbai- 400 102

Patel

8. The Allotment Committee at its meeting on March 21, 2014 allotted 69,79,131 Optionally Convertible Preference shares(OCPs) to the Promoters of the Company. On March 31, 2014, out of the said OCPs, 64,17,174 OCPs were converted into 64,17,174 Equity shares of Re.1 and allotted @ Rs. 57.5 (including premium of Rs. 56.5) in terms of Chapter VII of SEBI (ICDR) Regulations 2009.
9. The Consolidated results of the Company has three reportable business segments, "Civil Construction" and through its subsidiaries "Real Estate" and "Others".
10. The provision for tax is calculated in accordance with the tax laws applicable to the current financial year.
11. Consequent to the introduction of schedule II of the Companies Act 2013, the useful life of certain assets has been revised. Accordingly depreciation for the quarter is higher by Rs.3.05 crores and for the year is higher by 3.88 crores and adjustment to accumulated balance of retained earnings Rs.0.49 crores for the year.
12. Patel Energy Resources Limited (PERL), wholly owned subsidiary of the Company has invested in various SPVs for hydro and thermal power projects which are of long gestation. The management is of the view that no provision is considered necessary at this stage in respect of these investments/loans, considering their long term nature. Based on future and long term potential of the projects, "Going concern" basis of accounting has been adopted for the said subsidiary despite continuous/significant losses. These investments / loans are more than 50% of the total assets and income from such financial assets are more than 50% of the total income of PERL. However PERL has been legally advised that taking into account the intention of the company in setting up wholly owned subsidiaries as a Special Purpose Vehicle (SPV) for executing independent power projects as per requirement under the Electricity Act, PERL cannot be treated as Non-Banking Finance Companies (NBFC).
13. Les Salines Development Ltd ("LSDL"), a step down subsidiary of the company in Mauritius, has a lease on the land taken from Govt. of Mauritius for a period of 99 years, recently on the 04th of June 2015 LSDL has received a notice of termination from the Govt. of Mauritius for the lease, and LSDL is under process of responding to such notice. It may also be noted that as per the lease agreement the only cause where the lease can be terminated is the non payment of lease rent. It may be noted that the entire lease rent for the current year has already been paid in advance therefore the cause of action of termination is unwarranted. In this case LSDL is confident of resolving the issue with the Govt. of Mauritius in due course and will pursue the issue with the Govt. of Mauritius actively, as there is no breach by LSDL from their end. As of now the land still vests with LSDL and is in possession of the land and has ongoing works being carried out on the said land.
14. PERL is in the process of being compliant with section 203 (appointment of Key managerial personnel) of the Companies Act 2013.
15. For the Standalone results figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published Year-to-Date figures upto the third quarter of the current financial year.
16. The previous period figures has been regrouped / rearranged wherever necessary, for the purpose of comparison.

Mumbai
July 23, 2015

for Patel Engineering Ltd

Director

Shreyas

PATEL ENGINEERING LTD.

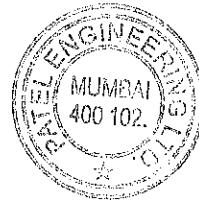
Regd. Office : Patel Estate Road, Jogeshwari (W) , Mumbai- 400 102

**AUDITED CONSOLIDATED SEGMENT INFORMATION FOR THE YEAR ENDED
MARCH 31, 2015**

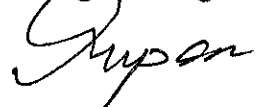
RS. in crore

PARTICULARS	YEAR ENDED	
	31.03.2015 Audited	31.03.2014 Audited
1. Segmental Revenue		
a) Civil Construction	3,298.31	3,357.30
b) Real Estate	117.07	343.82
c) Others	-	0.01
2. Segment Results		
Profit / (Loss) before Tax and Finance Cost		
a) Civil Construction	527.45	420.36
b) Real Estate	20.50	89.12
c) Others	(12.20)	(12.51)
Less :- Finance Cost	(516.95)	(437.86)
Prior Items	-	(7.76)
Exceptional Items	15.33	-
Total Profit Before Tax	34.13	51.35
3. Capital Employed		
(Segment Assets - Segment Liabilities)		
a) Civil Construction	5,283.85	4,555.38
b) Real Estate	875.71	743.12
c) Others	942.27	827.35

Mumbai
July 23, 2015



for Patel Engineering Ltd



Director

CHARTERED ACCOUNTANTS

First Floor, Fort Chambers,

'C' Block, 65, Tamarind Lane,

Fort, Mumbai - 400 023.

Tel. : +91-22 2265 3931

Telefax : +91-22 2270 4515

Auditor's Report On Consolidated Year to Date Results of the Company Pursuant to the
Clause 41 of the Listing Agreement

To,

Board of Directors of Patel Engineering Ltd

We have audited the consolidated financial results of Patel Engineering Ltd (the Company) and its subsidiaries, its jointly controlled entities and its share in its associates for the period from April 1, 2014 to March 31, 2015 attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement 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 audited by us.

Management's Responsibility for the Consolidated Financial Statements

These consolidated financial results are the responsibility of the company's management and accordingly have been prepared by them.

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards (AS) 25, Interim Financial Reporting, specified under Section 133 of the Companies Act, 2013 read with



Rule 7 of the Companies (Accounts) Rule 2014 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

Other Matters

We did not audit the financial statements of 16 subsidiaries and 2 Joint Venture included in the consolidated financial results, whose consolidated financial statements reflect net total assets of Rs 691.03 Crores, total revenue of Rs. 1015.62 Crores, Group's share of net profit of Rs. 22.55 Crores and net cash flows amounting to Rs. (0.19) Crores for the year then ended and 4 Associates companies whose Share of net loss is Rs 2.01 Crores. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion on the consolidated financial statement, to the extent they have been derived from such financial statements is based solely on the report of such other auditors.

We have placed reliance on the unaudited financial statements as certified by the management of 5 subsidiaries included in the consolidated financial statement, whose consolidated financial statements reflect net total assets of Rs 100.17 Crores, total revenue of Rs. 96.14 Crores, Group's share of net loss of Rs. 6.94 Crores and net cash flows amounting to Rs. (4.38) Crores for the year then ended and 2 Associate company whose Share of Profit is Rs. 0.23 Crores.

Emphasis of Matter

- a. Note no.12 of the Consolidated Financial results of the Company for the year ended March 31, 2015, regarding the Subsidiary Patel Energy Resource Ltd (PERL) wherein their auditors without qualifying their opinion have drawn attention with respect to:
 - i. Investments made and loans and advances extended to subsidiaries/wholly owned subsidiaries of the PERL. The management is of the view that no provision is



- considered necessary at this stage in respect of these Investments/loans, considering the long term nature of these investments/loans.
- ii. adoption of "Going concern" basis of accounting despite continuous/significant losses, based on future and long term potential of the projects in which the Investments have been made.
 - iii. legal opinion obtained by the PERL, based on which management is of the view that the Company is not a Non-Banking Financial Company (NBFC) in terms of the directions of Reserve Bank of India (RBI). They have relied on such legal opinion.
- b. Note no.13 and 14 of the Consolidated Financial results of the Company for the year ended March 31, 2015, regarding the Subsidiary Patel Realty India Ltd (PRIL) wherein their auditors without qualifying their opinion have drawn attention with respect to:
- i. The attention drawn by the auditor of the Mauritius Based Subsidiary Waterfront Developers Ltd and its Subsidiaries, thereof (Waterfront), a Subsidiary of Patel Realty (India) Ltd thereof (PRIL), in respect of the receipt of Notice dated June 4, 2015 from Government of Mauritius for termination of Lease Agreement for Land entered on December 11, 2009 with Les Salines Development Ltd (a step down subsidiaries of Waterfront). In this case, Waterfront is confident of resolving the issue with the Government of Mauritius in due course.
 - ii. PRIL is in process of compliance with the provision of Section 203 of the Act (pertaining to appointment of Key Managerial Personnel i.e. Managing Director and Chief Financial Officer).

Opinion

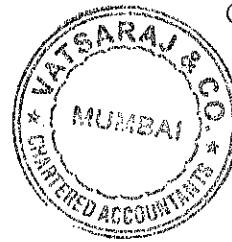
In our opinion and to the best of our information and according to the explanations given to us, and upon consideration of reports of other auditors, these consolidated financial results:

- (i) include the financial results of the entities as per Annexure 1;
- (ii) have been presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (iii) give a true and fair view of the consolidated net profit and other financial information for the consolidated year to date results for the period from April 1 2014 to March 31, 2015.



Further, we also report that we have on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of consolidated public shareholdings, as furnished by the Company in terms of clause 35 of the Listing Agreement and found the same to be correct.

Place: Mumbai
Date: 23rd July 2015



For Vatsaraj & Co.
Chartered Accountants
FRN: 111327W


CA Nitesh K Dedhia
Partner
M. No. 114893

Annexure 1 of the Auditors Report

Consolidation of the following entity as per Accounting Standard - 21 "Consolidated Financial Statements"

Sr. No.	Name of the Subsidiary
1	Patel Realty (India) Limited (Consolidated)
2	Patel Energy Resource Limited (Consolidated)
3	Michigan Engineers Private Limited (Consolidated)
4	Shreeanant Construction Private Limited
5	Energy Design Private Limited
6	Patel Lands Limited
7	Patel Patron Private Limited
8	Patel Engineers Private Limited (Consolidated)
9	Pandora Infra Private Limited
10	Shashvat Land Projects Private Limited
11	Patel Engineering Lanka Ltd. (Consolidated)
12	Vismaya Constructions Private Limited
13	Bhooma Realities Private Limited
14	Friends Nirman Private Limited
15	Patel Concrete & Quarries Private Limited
16	ASI Constructors, Inc (Consolidated)
17	Patel Engineering Infrastructure Limited
18	Patel Engineering Mauritius Limited (Consolidated)
19	Patel Engineering Singapore Pte Limited (Consolidated)
20	Patel Engineering, Inc (Consolidated)
21	Zeus Minerals Trading Private Limited

Consolidation of the following entity as per Accounting Standard -27 "Financial Reporting of Interest in Joint Venture"

Sr. No.	Name of the Joint Venture
1	Patel Michigan JV
2	CICO Patel JV

Consolidation of the following entity as per Accounting Standard - 23 " Accounting for Investment in Associates in Consolidated Financial Statements"

Sr. No.	Name of the Associates
1	Patel KNR Heavy Infrastructure Limited
2	Raichur Sholapur Transmission Company Limited
3	Patel-KNR Infrastructure Limited
4	Terra Land Developers Limited
5	Pan Realtors Private Limited
6	ACP Tollways Private Limited

