



PATEL ENGINEERING LTD.

CIN : L99999MH1949PLC007039

May 28, 2018

To,

Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001

The National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra - Kurla Complex,
Mumbai - 400051

Company Code No. 531120

Company Code: PATELENG/EQ

Dear Sirs,

Sub: Financial Results and Outcome of Board Meeting held on May 28, 2018

The Board of Directors of the Company in their Meeting held on May 28, 2018 have interalia considered and approved the following:

- Standalone Financial Results of the Company for the quarter and financial year ended March 31, 2018.

A copy of Standalone Audited Financial Results along with Audit Report issued by M/s. T. P. Ostwal & Associates LLP under Regulation 33 of SEBI (LODR) Regulations 2015 are enclosed herewith.

- Consolidated Financial results of the Company for the financial year ended March 31, 2018.

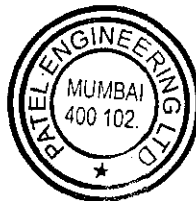
A copy of Consolidated Audited Financial Results along with Audit Report issued by M/s. T. P. Ostwal & Associates LLP, Statutory Auditors for financial year ended March 31, 2018 under Regulation 33 of SEBI (LODR) Regulations 2015 are enclosed herewith.

- Offer and Issue of the balance Optionally Convertible Debentures (OCDs) upto Rs. 78.45 crores on Preferential Basis / Private Placement to the Lenders of the company by conversion of unsustainable Debt as per the applicable laws and extant regulations under the Scheme of S4A and subject to such necessary approvals as may be required.

The Board Meeting commenced at 04:00 pm and concluded at 06:45 pm.

For Patel Engineering Limited

Shobha Shetty
Company Secretary
Membership No. A17228



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

May 28, 2018

To,
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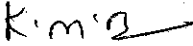
Company Code: PATELENG/EQ

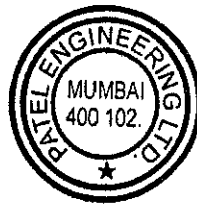
Dear Sir,

Subject - Declaration in respect of unmodified opinion on Standalone & Consolidated Financial Statements for Financial year ended on March 31, 2018

With reference to the subject matter, and in terms of SEBI (LODR) Regulations 2015) we hereby declare that the Auditor report issued by M/s. T. P. Ostwal & Associates LLP, Statutory Auditors on Standalone & Consolidated Financial Statements for Financial year ended on March 31, 2018 is unmodified.

For Patel Engineering Limited


Kavita Shirvaikar
Whole Time Director & CFO
DIN: 07737376



REGD. OFFICE :

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T. P. Ostwal & Associates LLP

CHARTERED ACCOUNTANTS

Suite#1306-1307, 13th Floor, Lodha Supremus, Senapati Bapat Marg, Lower Parel, Mumbai 400 013

☎ +91 22 49454000 (Board) ☎ Fax: +91 22 49454010,

Web: <http://www.tpostwal.in>, E-mail: itax@tpostwal.in

Independent Auditor's Report on the annual Standalone Financial Results of the Patel Engineering Limited pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of

PATEL ENGINEERING LIMITED

1. We have audited the accompanying annual financial results of Patel Engineering Limited (the "Company") for the year ended March 31st, 2018, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 issued by SEBI. The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter and year ended March 31, 2018 have been prepared on the basis of the unaudited financial results for the nine month period ended December 31, 2017, the audited annual Ind AS financial statements as at and for the year ended March 31, 2018, and the relevant requirements of SEBI Regulations, which are the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone unaudited financial results for the nine-month period ended December 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 'Interim Financial Reporting', specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India, our audit of the annual Ind AS financial statements as at and for the year ended March' 31, 2018, and the relevant requirements of SEBI Regulations.
2. 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 misstatements. 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 the management. We believe that our audit provides a reasonable basis for our opinion.
3. The standalone financial results include the financial results of branch "Patel Engineering Ltd Real Estate Division" which have been audited by other auditors whose report has been furnished to us. Our opinion in so far it relates to the amounts and disclosure in respect of this branch is solely based on the report of the other auditors. Our opinion is not qualified in respect of this matter.




4. In our opinion and to the best of our information and according to the explanations given to us, these financial results:
- are presented in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Listing Regulations in this regards; and
 - give a true and fair view of the standalone net profit and other comprehensive income and other financial information for the year ended 31 March 2018.
5. **Emphasis of Matter:**
- As per Section 71 of Companies Act, 2013 the Company has created adequate Debenture Redemption Reserve for the Secured Redeemable Non-Convertible Debenture issued by the Company. However, in terms of Section 71 read with Rule 18(7)(C) of Companies Share Capital and Debentures Rules, 2014, the Company has not made the required deposit/investment to secure the repayment of debentures. Our opinion is not qualified in respect of this matter.
6. The standalone financial results include the financial results of 8 joint operations which have not been audited by their auditors, whose financial results reflect the Net Total Assets of Rs. 90.00 Crore as at 31st March 2018, Company's Share in Total revenue after elimination is Rs.157.03 Crores, Total Profit (net) after tax of Rs.22.52 Crores and total comprehensive income (net) of Rs. Nil for the year ended on that date, as considered in these standalone financial results. The separate set of financials of these joint operations for the year ended March 31, 2018 and March 31, 2017 and the separate set of financial information for the nine months ended December 31, 2017 and 2016 respectively are prepared by the management in accordance with accounting principle generally accepted in India, including Ind AS. The Consequential adjustments, if any, arising out of the audit of those entities are not ascertainable presently. Our opinion in so far it relates to the amounts and disclosure in respect of these joint operations is solely based on the report of the management certified accounts. Our opinion is not qualified in respect of this matter.
7. The standalone financial results also include the financial results of 4 joint operations which have been audited / reviewed by other auditors, whose financial results reflect the Net Total Assets of Rs. (0.29) Crore as at 31st March 2018, Company's Share in Total revenue after elimination is Rs. 2.97 Crores, Total loss (net) after tax of Rs.0.14 Crores and total comprehensive income (net) of Rs. Nil for the year ended on that date, as considered in these standalone financial results. The separate set of financials of these joint operations for the year ended March 31, 2018 and 2017 and the separate set of financial information for the nine months ended December 31, 2017 and 2016 respectively are in accordance with accounting principles generally accepted in India, including Indian Accounting Standards (Ind AS) and which have been audited for the year by the other auditors under generally accepted auditing standards applicable in India and management furnished financial information for Nine month ended.
- Our opinion in so far it relates to the amounts and disclosure in respect of these joint operations is solely based on the report of the other auditors. Our opinion is not qualified in respect of this matter.



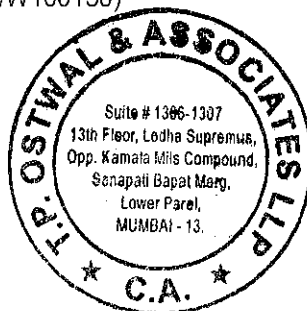
8. The Independent Branch Auditors of, Patel Engineering Ltd (Real Estate Division), have without qualifying their audit report on the Standalone Financial Statement for the year ended 31st March 2018, have drawn attention in respect to:
- Bellona Estate Developers Limited which ceased to be a subsidiary of the company from 30th March 2016 after invoking of Strategic Debt Restructuring (SDR). Previous Year, the management has decided to write off its investments along with outstanding loans after adjusting any dues against the same. Hence, the Company has written off Rs 0.26 Crores (P.Y. Rs39.84 Crores) as irrecoverable dues.
 - Company's investment and loans and advances in Waterfront Developers Limited, where notice dated 04th June, 2015 was received from Government of Mauritius for the termination of Lease Agreement entered on 11th December, 2009 with Les Salines Development Limited (a step down subsidiary of Waterfront). In this case the process of Arbitration has been initiated with the Government of Mauritius.
9. The comparative financial information of the Company for the quarter and year ended March 31, 2017, included in these standalone financial results, have been audited by the predecessor auditor. The report of the predecessor auditor on the comparative financial information dated July 24, 2017 expressed a qualified opinion.
10. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review, as required under the Regulation and the Circular.

For T. P. Ostwal & Associates LLP

Chartered Accountants
(Registration No. 124444W/W100150)


T. P. Ostwal
Partner
Membership No: 30848

Place: Mumbai
Date: May 28, 2018



PATEL ENGINEERING LTD.

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

CIN:L99999MH1949PLC007039



STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED
ON MARCH 31, 2018

Rs in Crores

PART I					
PARTICULARS	QUARTER ENDED			YEAR ENDED	
	31.03.2018 Unaudited	31.12.2017 Unaudited	31.03.2017 Unaudited	31.03.2018 Audited	31.03.2017 Audited
1. Revenue from operations	468.91	635.73	896.48	2,038.90	2,925.55
2. Other income	75.23	131.64	150.62	381.35	370.36
3. Total income	544.14	767.37	1,047.10	2,420.25	3,295.91
4. Expenses					
a) Cost of material consumed	58.23	44.33	89.59	207.19	235.54
b) Cost of construction	271.32	278.52	471.73	1,061.04	1,776.79
c) Purchase of stock in trade	-	-	-	-	7.61
d) Employee benefits expense	42.36	32.94	40.51	138.70	128.88
e) Finance cost	107.41	109.52	155.04	536.24	637.91
f) Depreciation	10.27	11.14	16.58	44.47	46.01
g) Other expenses	47.27	12.97	77.31	176.05	247.88
Total expenses	536.86	489.42	850.76	2,163.69	3,080.62
5. Profit before exceptional items and tax (3-4)	7.28	277.95	196.34	256.56	215.29
6. Exceptional item (Refer note no. 4)	(69.29)	273.59	107.98	204.30	107.98
7. Profit before tax (5-6)	76.57	4.36	88.36	52.26	107.31
8. Tax expense / (Credit) :					
a) Current (net)	(67.90)	55.93	48.66	9.88	91.91
b) Deferred	61.48	(58.44)	13.64	(16.70)	(26.43)
9. Profit for the period (7-8)	82.99	6.87	26.06	59.08	41.83
10. Other comprehensive income (OCI)					
A (i) Items that will not be reclassified to profit or loss					
- Remeasurements of the defined benefit plans	(1.59)	(1.08)	(0.22)	(3.45)	(0.59)
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.60	0.37	0.29	1.25	0.02
11. Total comprehensive income for the period	82.00	6.16	25.99	56.88	41.22
12. Earnings per share					
a) Basic (not annualised)	5.29	0.44	2.49	3.76	4.00
b) Diluted (not annualised)	3.60	0.44	2.49	3.44	4.00

See accompanying notes to the financial results

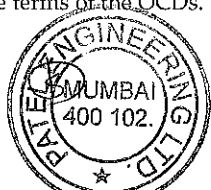
Notes :

1. The company has opted for publishing standalone results on quarterly basis.

2. The above audited financial results were reviewed by the Audit Committee and approved and taken on record by the Board at their meeting held on May 28, 2018.

3. The financial results of the Company have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms with regulation 33 of SEBI (LODR) Regulations, 2015 and SEBI Circular dated 5th July, 2016.

4. As per terms of S4A part B, the Debt of the Company has been converted into Optionally Convertible Debenture (OCD) @7% p.a. including coupon rate. As per Ind As 109 Financial Instruments, this qualifies for derecognition of existing financial liability and recognition of the new financial liability. On initial recognition of these financial liability (OCDs) is to be fair valued. Fair value of the OCDs is based on the difference in market interest rate at which the Company borrows the money and the interest rate on OCDs, after considering fair value of conversion option. Due to difference in fair value and book value of the liability, a gain of Rs. 73.21crores arises in the current year. This amount will be reversed in subsequent years, during tenure of the OCDs, through unwinding of interest as per effective interest rate method to increase the debt to it's face value at the end of the terms of the OCDs. The said gain, net of Rs. 3.92 crores loans written off, is shown under exceptional item.



PATEL ENGINEERING LTD.

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

CIN:L99999MH1949PLC007039



**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED
ON MARCH 31, 2018**

5. The company is engaged in the Engineering and construction industry which is seasonal in character. The company's margins in the quarterly results vary based on the accrual of cost, recognition of income in different quarters etc. due to the nature of its receipt of claims/awards. In view of this, financial results for the quarter are not comparable with quarterly/annual results.

6. 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.

7. The previous year figures have been regrouped / rearranged/recasted wherever necessary for the purpose of comparison.

8. Additional disclosure as per regulation 54(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

a. Credit rating of the NCDs is currently suspended.

b. The Company continue to maintain 100% asset cover based on the valuation report for the secured non convertible debentures issued by it.

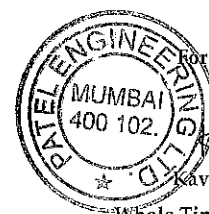
	31-Mar-18	31-Mar-17
c. Debt Equity Ratio	1.12	2.19

d. During the year, S4A scheme of RBI for Debt resolution plan was approved and implemented by the lenders of the company by virtue of which their debts (including the interest accrued thereon) on the reference date of August 8 2017 was split into Part A debt which was serviceable from the reference date and PART B Debt, which was converted into 0.01% Optionally Convertible Debentures (OCD) with a 7% IRR repayable over a period of 10 years commencing from the 6th year. Approval & Implementation from Life Insurance Corporation (LIC) & General Insurance Corporation (GIC) are still pending, post which their servicing shall also be done as per the scheme with effect from the reference date.

i. GIC - 10.75% NCD (ISIN INE244B07102) - The principal was due on March 3, 2016 and is pending to be paid. Approval for above scheme received, implementation is in process, post which the same shall be paid as per the scheme with effect from the reference date.

ii. LIC - 11.30% NCD (ISIN INE244B07144) : the previous interest upto March 17, 2018 is yet to be paid. Approval for above scheme is in process, post implementation of the same, it shall be paid as per the scheme with effect from the reference date. The Principal instalment is due on September 17, 2022 and the next interest instalment is due on June 17, 2018.

	31-Mar-18	31-Mar-17
e. Debt Service Coverage Ratio (EBDIT/(Interest +current maturity of LTD))	1.13	0.63
	31-Mar-18	31-Mar-17
f. Interest Service Coverage Ratio (EBIT/Interest)	1.10	1.17
g. Debenture Redemption Reserve (RS in crores)	25.00	47.50
h. Networth (Rs in crores)	2,201.14	2,135.51



For Patel Engineering Ltd.

Kavita Shirvaikar

Whole Time Director & Chief
Financial Officer

Place : Mumbai

Date : May 28, 2018

PATEL ENGINEERING LIMITED
STANDALONE STATEMENT OF ASSETS & LIABILITIES AS AT


	Audited Mar 31-2018 (Rs. Cr.)	Audited Mar 31-2017 (Rs. Cr.)
I. ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	248.32	293.24
(b) Capital work-in-progress	1.72	5.29
(c) Other intangible assets	0.21	0.19
(d) Financial assets		
(i) Investments	494.90	491.87
(ii) Trade receivables	561.52	810.15
(iii) Loans	849.02	1,014.75
(iv) Other financial assets	11.39	12.61
(e) Deferred tax assets (net)	63.92	47.44
(f) Current tax assets (net)	205.82	270.76
(g) Other non current assets	529.74	779.41
Total non-current assets	2,966.56	3,725.71
2 Current assets		
(a) Inventories	2,685.23	4,258.71
(b) Financial assets		
(i) Trade receivables	198.56	189.88
(ii) Cash and cash equivalents	117.65	52.33
(iii) Other bank balances	0.05	0.13
(iv) Loans	162.64	177.42
(v) Other financial assets	5.82	5.66
(c) Other current assets	587.01	520.66
(d) Assets classified as held for sale	15.87	15.00
Total current assets	3,772.83	5,219.79
TOTAL ASSETS	6,739.39	8,945.50
II. EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	15.70	15.70
(b) Other equity	2,210.44	2,167.31
Total equity	2,226.14	2,183.01
2 Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	920.95	1,195.76
(ii) Trade payables	247.44	236.57
(iii) Other financial liabilities	0.33	1.78
(b) Long-term provisions	6.08	5.68
(c) Other non current liabilities	329.48	627.39
(d) Deferred revenue	3.79	12.58
Total non-current liabilities	1,508.07	2,079.76
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,455.61	2,654.24
(ii) Trade payables	662.78	639.28
(iii) Other financial liabilities	124.03	923.64
(b) Short-term provisions	1.61	1.25
(c) Other current liabilities	761.15	464.32
Total current liabilities	3,005.18	4,682.73
TOTAL EQUITY AND LIABILITIES	6,739.39	8,945.50

Place : Mumbai
Date : May 28, 2018

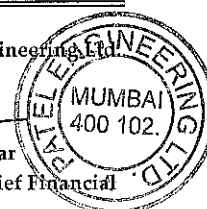


For Patel Engineering Ltd.

K.m.B.

Kavita Shirvaikar

Whole Time Director & Chief Financial Officer



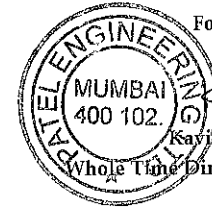
PATEL ENGINEERING LTD.
 Regd. Office : Patel Estate Road, Jogeshwari (W) , Mumbai- 400 102
 CIN:L99999MH1949PLC007039
STANDALONE SEGMENT REPORTING



Rs in Crores

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
	Unaudited	Unaudited	Unaudited	Audited	Audited
Segment revenue					
EPC	449.63	558.30	695.48	1,863.58	2,676.97
Real Estate	19.28	77.43	201.00	175.32	248.58
Total segment revenue	468.91	635.73	896.48	2,038.90	2,925.55
Segment Result					
EPC	76.34	(51.37)	(65.72)	(8.81)	(39.27)
Real Estate	0.23	55.73	154.08	61.07	146.58
Total segment result (after exceptional items)	76.57	4.36	88.36	52.26	107.31
Segment Assets					
EPC				6,431.72	8,659.20
Real Estate				307.67	286.30
Total segment assets				6,739.39	8,945.50
Segment Liabilities					
EPC				4,498.47	6,569.87
Real Estate				14.78	192.62
Total segment liabilities				4,513.25	6,762.49

Place : Mumbai
 Date : May 28, 2018



For Patel Engineering Ltd.

Kavita Shirvaikar
 Whole Time Director & Chief Financial Officer

T. P. Ostwal & Associates LLP

CHARTERED ACCOUNTANTS

Suite#1306-1307, 13th Floor, Lodha Supremus, Senapati Bapat Marg, Lower Parel, Mumbai 400 013

+91 22 49454000 (Board) Fax: +91 22 49454010,

Web: <http://www.tpostwal.in>, E-mail: itax@tpostwal.in

Independent Auditor's Report on Consolidated Year to Date Results of the Company Pursuant to the regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board Of Directors Of

PATEL ENGINEERING LIMITED

1. We have audited the consolidated annual financial results ("the Statement") of PATEL ENGINEERING LIMITED (the "Company") and its subsidiaries (the company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities for the year ended 31st March 2018, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Statement has been prepared from the consolidated annual financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on this Statement based on our audit of such consolidated annual financial Statements, which has been prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the act') and SEBI circulars CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the consolidated financial statements for the year ended 31 March 2018.
2. 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 consolidated annual financial statement is free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts disclosed as consolidated financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.
3. The Consolidated financial results include the financial results of Patel Engineering Ltd branch "Patel Engineering Ltd Real Estate Division" which have been audited by other auditor whose report has been furnished to us. Our opinion in so far it relates to the amounts and disclosure in respect of this branch is solely based on the report of the other auditors. Our opinion is not qualified in respect of this matter.



4. 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, this statement

(i) Includes the financial results for the year ended 31st March 2018 of the following entities:

Subsidiary Companies

Michigan Engineers Private Limited (Consolidated), Water Front Developers (Consolidated), Patel Eng. Infra Private Limited (Consolidated), Friends Nirman Private Limited, Patel Concrete & Quarries Private Limited, Zeus Minerals Trading Private Limited, Bhooma Realities Private Limited, Shasvat Land Projects Private Limited, Pandora Infra Private Limited, Patel Engineers Private Limited, Vismaya Constructions Private Limited, Patel Patron Private Limited, Patel Energy Resource Limited (Consolidated), Energy Design Private Limited, Patel Lands Limited, Shreeanant Construction Private Limited, Patel KNR Infrastructure Limited, PBSR Developers Private Limited, Hera Realcon Private Limited, Lucina Realtors Private Limited, Apollo Buildwell Private Limited, Arsen Infra Private Limited, Patel Engineering Mauritius Limited(Consolidated), Patel Engineering, Inc (Consolidated), Patel Engineering Singapore Pte Limited(Consolidated), Patel Engineering Lanka Limited

Joint Ventures

Patel Michigan JV, CICO Patel JV, Patel Sew JV, Patel KNR JV, KNR Patel JV, Patel Avantika Deepika BHEL JV, Patel Varks JV, Patel Soma JV, Patel - V Arks - Precision JV, PEL- PPCL – HCPL JV, AGE Patel JV, Patel UEIPLJV,

Associates Companies

Pan Realtors Private Limited, Terra Land Developers Limited, ACP Tollways Private Limited, Raichur Sholapur Transmission Company Limited

(ii) has been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 read with SEBI circulars CIR/CFD/CMD/15/2015 dated 30th November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016,

(iii) give a true and fair view of the consolidated net profit (including comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India, including Ind AS specified under Section 133 of the Act for the year ended March 31, 2018.

5. The Independent Branch Auditors of, Patel Engineering Ltd (Real Estate Division), have without qualifying their audit report on the Standalone Financial Statement for the year ended 31st March 2018, have drawn attention in respect to:



- a. Bellona Estate Developers Limited which ceased to be a subsidiary of the company from 30th March 2016 after invoking of Strategic Debt Restructuring (SDR). Previous Year, the management has decided to write off its investments along with outstanding loans after adjusting any dues against the same. Hence, the Company has written off Rs 0.26 Crores (P.Y. Rs39.84 Crores) as irrecoverable dues.
 - b. Company's investment and loans and advances in Waterfront Developers Limited, where notice dated 04th June, 2015 was received from Government of Mauritius for the termination of Lease Agreement entered on 11th December, 2009 with Les Salines Development Limited (a step down subsidiary of Waterfront). In this case the process of Arbitration has been initiated with the Government of Mauritius.
6. The Consolidated Financial results of the company for the year ended March 31st, 2018 regarding the subsidiary Patel Energy Resources Limited (PERL) wherein their auditors without qualifying their opinion have drawn attention with respect to:
 - a) Investments made and loans and advance 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 terms nature of these investments/loans.
 - b) 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.
7. The Consolidated Ind AS financial statements includes the financial statements of 8 joint operations which have not been audited by their auditors, whose financial statements have been prepared and certified by the Management. These financial statements reflect the Net Total Assets of Rs.90.00 Crores as at 31st March 2018, Company's Share in Total revenue after elimination is Rs.157.03 Crores, Total Profit (net) after tax of Rs.22.52 Crores, total comprehensive income (net) of Rs. Nil and Net cash outflow amounting to Rs.7.25 Crores for the year ended on that date, as considered in these Consolidated Ind AS financial statements. The consequential effects, if any, arising out of the audit of those entities are not ascertainable presently. Our opinion in so far it relates to the amounts and disclosure in respect of these joint operations is solely based on the report of the management certified accounts. Our opinion is not qualified in respect of this matter.
8. The Consolidated Ind AS financial statement also includes the financial statement of 4 joint operations which have been audited by other auditors, whose financial statement reflect the Net Total Assets of Rs. -0.29 Crores as at 31st March 2018, Company's Share in Total revenue after elimination is Rs.2.97 Crores, Total loss (net) after tax of Rs.0.14 Crores, total comprehensive income (net) of Rs. Nil and Net cash inflow amounting to Rs.7.07 Crores for the year ended on



that date, as considered in these Consolidated Ind AS financial statements. Our opinion in so far it relates to the amounts and disclosure in respect of these joint operations is solely based on the report of the other auditors.

9. We did not audit the financial statements of 18 subsidiaries, whose financial statements/financial information reflect total assets of Rs. 269.17 Crores as at 31st March, 2018, total revenues of Rs.117.82 Crores and net cash inflows amounting to Rs.0.78 Crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements/ financial information have been audited by other auditors whose report have been furnished to us by the Management and our opinion on the consolidation Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the report of the auditors.
10. We did not audit the financial statements of 8 subsidiaries, whose financial statements/financial information reflect total assets of Rs.102.19 Crores as at 31st March, 2018, total revenues of Rs.183.91Crores and net cash inflows amounting to Rs.1.31 Crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. The Consolidated Ind AS financial statements also include the Group's share of net Profit of Rs. 0.01 Crores for the year ended 31st March,2018, as considered in the consolidated Ind AS financial statements, in respect of 4 associates, whose financial statements/financial information have not been audited by us. These financial statements/ financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidation Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, is based solely on such unaudited financial statements/financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements/ financial information are not material to the Group.

Our opinion on the consolidated Ind AS financial statements above, and our report on the Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/ information certified by the Management.

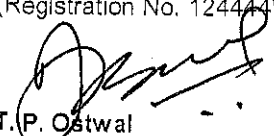
11. The comparative financial information of the Company for the quarter and year ended March 31, 2017, included in these standalone financial results, have been audited by the predecessor auditor. The report of the predecessor auditor on the comparative financial information dated December 15, 2017 expressed a unmodified opinion.
12. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year



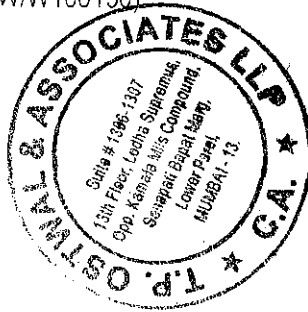
ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review, as required under the Regulation and the Circular.

For T. P. Ostwal & Associates LLP

Chartered Accountants
(Registration No. 124444W/W100150)


T. P. Ostwal
Partner
Membership No: 30848

Place: Mumbai
Date: May 28, 2018



PATEL ENGINEERING LTD.

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

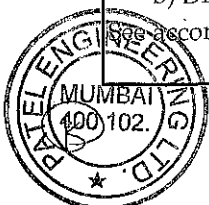
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**STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE YEAR ENDED
ON MARCH 31, 2018**

Rs in Crores

PART I		
PARTICULARS	YEAR ENDED	
	31.03.2018 Audited	31.03.2017 Audited
1. Revenue from operations	2,274.55	3,883.84
2. Other income	242.59	254.12
3. Total income	2,517.14	4,137.96
4. Expenses		
a) Cost of material consumed	255.49	235.54
b) Cost of construction	1,159.46	2,771.09
c) Purchase of stock in trade	-	9.83
d) Employee benefits expense	150.97	149.74
e) Finance cost	489.42	579.21
f) Depreciation	54.27	78.04
g) Other expenses	177.83	296.63
Total expenses	2,287.44	4,120.08
5. Profit/(loss) before exceptional items and tax (3-4)	229.70	17.88
6. Exceptional item (Refer note no. 5)	136.17	88.98
7. Profit/(loss) before tax (5-6)	93.53	(71.10)
8. Tax expense / (Credit) :		
a) Current (net)	12.14	57.72
b) Deferred	(23.41)	(25.93)
9. Profit/(loss) for the period (7-8)	104.80	(102.89)
10. Other comprehensive income (OCI)		
A (i) Items that will not be reclassified to profit or loss		
- Remeasurements of the defined benefit plans	(3.45)	(0.71)
(ii) Income tax relating to items that will not be reclassified to profit or loss	1.25	0.02
11. Total comprehensive income for the period	102.60	(103.58)
Total comprehensive income for the year attributable to:		
12. Non controlling interest	6.68	(44.18)
13. Owners of the parent (11- 12)	95.92	(59.40)
14. Earnings per share		
a) Basic (not annualised)	6.67	(9.83)
b) Diluted (not annualised)	5.28	(9.83)
See accompanying notes to the financial results		



PATEL ENGINEERING LTD.

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

CIN:L99999MH1949PLC007039



**STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE YEAR ENDED
ON MARCH 31, 2018**

Notes :

1. Patel Engineering Limited (' the Company') and its subsidiaries are together referred to as 'the Group' in the following notes. The Consolidated financial statements are prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013.
2. 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 May 28, 2018.
3. The Company has chosen the option of publishing standalone results on quarterly basis, therefore, quarterly comparative consolidated financial information is not provided.
4. 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.
5. Exceptional item includes gain on derecognition of Financial liabilities of Rs. 73.21crs and write off of Loans of Rs. 3.92 crs
6. The Consolidated results of the Company has three reportable business segments, "Civil Construction", "Real Estate" and "Others."
7. The provision for tax is calculated in accordance with the tax laws applicable to the current financial year.
- 8 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.. LSDL had received a notice of termination from the Govt. of Mauritius for the lease on June 4, 2015. Management is of the view that as per the lease agreement the only cause where the lease can be terminated is the non payment of lease rent. In this case the process of arbitration has been initiated with the Government of Mauritius. Pending outcome of the arbitration, investment in the subsidiary has been carried at the same value.
9. As the company no longer has any control over ASI Constructors Inc., a subsidiary, as per Ind AS 110, the assets and liabilities of the subsidiary has been derecognised.
10. The previous year figures have been regrouped / rearranged wherever necessary for the purpose of comparison.

Place : Mumbai

Date : May 28, 2018

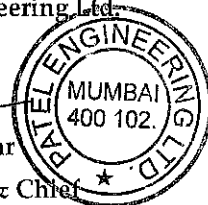


For Patel Engineering Ltd.

K.M.B.

Kavita Shirvaikar

**Whole Time Director & Chief
Financial Officer**



PATEL ENGINEERING LIMITED

CONSOLIDATED STATEMENT OF ASSETS & LIABILITIES AS AT

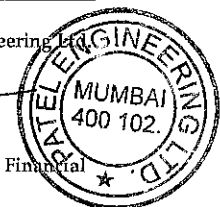


	Audited Mar 31-2018 (Rs. Cr.)	Audited Mar 31-2017 (Rs. Cr.)
I. ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	525.37	597.37
(b) Capital work-in-progress	792.13	868.44
(c) Other intangible assets	0.22	0.20
(d) Goodwill on consolidation	30.70	31.70
(e) Financial assets		
(i) Investments	141.13	138.19
(ii) Trade receivables	561.52	808.41
(iii) Loans	47.69	45.27
(iv) Other financial assets	11.39	12.61
(f) Deferred tax assets (net)	116.61	93.80
(g) Current tax assets (net)	212.28	276.80
(h) Other non current assets	573.61	715.02
Total non-current assets	3,012.65	3,587.81
2 Current assets		
(a) Inventories	3,161.57	4,855.22
(b) Financial assets		
(i) Trade receivables	241.16	253.93
(ii) Cash and cash equivalents	131.63	60.34
(iii) Other bank balances	0.05	0.32
(iv) Loans	77.82	64.26
(v) Other financial assets	5.83	5.66
(c) Current tax assets (net)	14.63	18.40
(c) Other current assets	753.27	815.05
(d) Assets classified as held for sale	15.87	15.00
Total current assets	4,401.83	6,088.17
TOTAL ASSETS	7,414.48	9,675.98
II. EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	15.70	15.70
(b) Other equity	2,144.11	2,123.15
Equity attributable to owners of the parent	2,159.81	2,138.85
Non-controlling interests	55.75	69.62
Total Equity	2,215.56	2,208.47
2 Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,333.03	1,598.77
(ii) Trade payables	301.53	240.69
(iii) Other financial liabilities	0.33	1.78
(b) Long-term provisions	7.03	6.61
(c) Other non current liabilities	129.98	444.66
(d) Deferred revenue	3.79	12.58
Total non-current liabilities	1,775.69	2,305.09
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,538.83	2,739.70
(ii) Trade payables	1,094.83	861.36
(iii) Other financial liabilities	137.03	943.17
(b) Short-term provisions	2.15	1.70
(c) Other current liabilities	650.39	616.49
Total current liabilities	3,423.23	5,162.42
TOTAL EQUITY AND LIABILITIES	7,414.48	9,675.98

Place : Mumbai
Date : May 28, 2018



For Patel Engineering Ltd.
K.m.B.
Kavita Shirvaikar
Whole Time Director & Chief Financial Officer



PATEL ENGINEERING LTD.

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

CIN:L99999MH1949PLC007039

CONSOLIDATED SEGMENT REPORTING



Rs in Crores

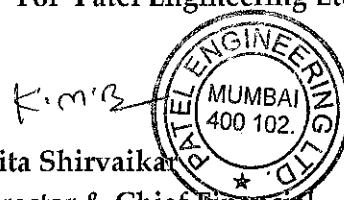
PARTICULARS	YEAR ENDED	
	31.03.2018	31.03.2017
	Audited	Audited
Segment revenue		
EPC	2,154.32	3,591.37
Real Estate	120.23	292.47
Total segment revenue	2,274.55	3,883.84
Segment Result		
EPC	100.65	(209.37)
Real Estate	(9.84)	149.55
Others	2.72	(11.28)
Total segment result (after exceptional items)	93.53	(71.10)
Segment Assets		
EPC	6,766.52	7,889.45
Real Estate	465.96	541.12
Other	182.00	1,245.41
Total segment assets	7,414.48	9,675.98
Segment Liabilities		
EPC	4,536.41	6,754.02
Real Estate	135.82	225.81
Other	526.69	487.68
Total segment liabilities	5,198.92	7,467.51

For Patel Engineering Ltd.



Place : Mumbai

Date : May 28, 2018



K.m.B

Kavita Shirvaikar

Whole Time Director & Chief Financial Officer