(Rupees in lacs)

PART I STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER ENDED JUNE 30, 2014					
	Particulars	Quarter ended			Year ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		(Unaudited)	(Audited)*	(Unaudited)	(Audited)
1	**Income from operations**				
a)	Net sales/income from operations	2603	2106	2806	8564
b)	Other operating income	26	2	72	91
	Total Income from Operations	**2629**	**2108**	**2878**	**8655**
2	**Expenses**				
a)	Changes in inventories of traded goods	(50)	177	(147)	501
b)	Purchases of traded goods	2458	1769	2632	7316
c)	Employee benefits expense	163	128	201	742
d)	Depreciation and amortisation	12	14	13	55
e)	Other expenses	201	220	293	998
	Total Expenses	**2784**	**2308**	**2992**	**9612**
3	**Profit(+)/Loss(-) from Operations before Other Income, Finance Costs and Exceptional Items**	**(155)**	**(200)**	**(114)**	**(957)**
4	**Other Income**	105	71	12	121
5	**Profit(+)/Loss(-) from ordinary activities before Finance Costs and Exceptional Items**	**(51)**	**(129)**	**(102)**	**(836)**
6	Finance cost	103	124	121	511
7	**Profit(+)/Loss(-) from ordinary activities after Finance Costs but before Exceptional Items**	**(153)**	**(253)**	**(223)**	**(1347)**
8	**Exceptional Items**	0	0	0	0
9	**Profit(+)/Loss(-) from Ordinary Activities before Tax**	**(153)**	**(253)**	**(223)**	**(1347)**
10	**Tax Expense (including for earlier period)**	0	0	0	0
11	**Net Profit(+)/Loss(-) from Ordinary Activities after tax**	**(153)**	**(253)**	**(223)**	**(1347)**
12	**Extraordinary Item**	0	0	0	0
13	**Net Profit(+)/Loss(-) for the period**	**(153)**	**(253)**	**(223)**	**(1347)**
14	Paid up Share Capital				
	Equity Share Capital (face value of Rs.10/- each)	952	952	952	952
	Preference Share Capital (face value of Rs.10/- each)	500	500	500	500
15	Reserves excluding Revaluation Reserves				(21)
16	Earning Per Share (EPS) (of Rs.10/- each) (not annualised)				
	Basic and diluted EPS before and after extraordinary items (Rs.)	(1.78)	(2.83)	(2.34)	(14.32)

PART II SELECT INFORMATION FOR THE QUARTER ENDED JUNE 30, 2014				
A	**Particulars of Shareholding**			
1	**Public shareholding**			
	-Number of shares	4644637	4685637	4716789	4685637
	-Percentage of shareholding	48.79%	49.22%	49.55%	49.22%
2	**Promoters and promoter group Shareholding**				
a)	Pledged/Encumbered				
	-Number of shares	Nil	Nil	Nil	Nil
	-Percentage of shares(as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	-Percentage of shares(as a % of the total share capital of the company)	Nil	Nil	Nil	Nil
b)	**Non-encumbered**				
	-Number of shares	4874963	4833963	4802811	4833963
	-Percentage of shares(as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
	-Percentage of shares(as a % of the total share capital of the company)	51.21%	50.78%	50.45%	50.78%

	Particulars	Quarter ended 30.06.2014
B	**Investor complaints**	
	Pending at the beginning of the quarter	-
	Received during the quarter	3
	Disposed of during the quarter	3
	Remaining unresolved at the end of the quarter	-

Notes:-

1 The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on August 08, 2014, and the same have been subjected to a limited review by the statutory auditors of the company.

2 During the Quarter, the company has revised depreciation rates on certain fixed assets w.e.f. 1st April, 2014 as per useful life specified in Schedule II of the Companies Act, 2013 as reassessed by the company. Accordingly the company has accounted for reduction in depreciation charge of Rs.0.13 lacs during the quarter in the financial results and Rs.0.28 lacs in reserves in terms of the transitional provisions of the said schedule II. Thus, by charging depreciation at the revised depreciation rates, the depreciation charge for is lower by Rs.0.13 lacs.

3 The company has only one reportable primary segment, namely "Power Products", hence segment disclosure under Accounting Standard -17 (AS-17) is not required.

4 The statutory auditors have qualified the carrying cost of company's investment of Rs.785.66 lacs in its subsidiary, Shurjo Energy Pvt. Ltd. (SEPL). In this regard management is of the opinion that considering the diversification plans in it's activities, no diminution is required in the long term investment in SEPL.

5 Other income includes profit on sale of immovable properties amounting to Rs.78.37 lacs.

*6 The figures of the last quarter for the current year are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2014 and the unaudited published year to date figures upto the 3rd quarter ended December 31, 2013 which were subjected to Limited Review.

7 Figures for the corresponding previous period have been regrouped wherever necessary to make it comparable.

8 The Results can be viewed on Company website: www.paeltd.com or BSE website: www.bseindia.com or NSE website: www.nseindia.com

For PAE LIMITED

PAE LIMITED MUMBAI

ARVIND R. DOSHI
EXECUTIVE CHAIRMAN

Date : August 08, 2014
Place: Mumbai

K. S. AIYAR & CO
CHARTERED ACCOUNTANTS

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Mail@KSAiyar.com

The Board of Directors,
PAE Limited,
69, Tardeo Road,
Mumbai – 400 034.

REVIEW REPORT ON THE UNAUDITED RESULTS FOR THE QUARTER ENDED JUNE 30, 2014.

1. **Introduction**

We have reviewed the accompanying statement of unaudited financial results of PAE Limited., for the quarter ended June 30,2014, 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. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on August 8, 2014. Our responsibility is to issue a report on these financial results based on our review.

2. **Scope of Review**

We conducted our review in accordance with Standard on Review Engagements **(SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".** A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

3. **Basis for Qualified Conclusion**

The company has made Long Term Investment of Rs 785.66 lacs in its subsidiary, Shurjo Energy Pvt Ltd. (SEPL). It has also given loans and advances of Rs 787.34 lacs which is recoverable as at end of current quarter. The subsidiary has made a loss of Rs 18.41 lacs in the current quarter. Its accumulated losses as at the end of the quarter amounting to Rs 1022.76 lacs has exceeded its Net Worth. Despite this, for the reasons mentioned in Note No 4 of Notes to published results, the company considers that the losses in SEPL are temporary in nature and no diminution is required in the value of its investment in the subsidiary. Also the loans and advances given to SEPL are considered as fully recoverable. However we do not have appropriate audit evidence to determine the extent of adjustments that may be required to the carrying value of the said investment or to the value of loans and advances recoverable from SEPL

4. **Qualified Conclusion**

Subject to matter referred in para 3 above and 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.

For K. S. AIYAR & Co.
Chartered Accountants
FRN: 100186W

Satish K. Kelkar
Partner
Membership No:38934

Date : August 8, 2014
Place: Mumbai