

PCL/S.E./BM/09/2017

14.09.2017

BSE Limited
P J Towers, Dalal Street
Fort, Mumbai - 400 001

National Stock Exchange of India Limited
Exchange Plaza, Bandra - Kurla Complex,
Bandra (E), Mumbai - 400 051

Symbol / Scrip Code: (BSE) 530555/(NSE) PARACABLES
Sub: Outcome of Board Meeting.

Dear Sir,

This is to inform you that a meeting of the Board of Directors of the Company was held today and inter alia, the Unaudited financial results for the quarter ended 30th June, 2017, along with Limited review report thereon, duly reviewed by Audit Committee, were considered, approved and taken on record by the Board of directors.

Please find attached herewith a copy of the Un-audited Financial Results for the quarter ended 30.06.2017 for your records.

Kindly acknowledge the receipt.

Thanking you.

For Paramount Communications Limited



(Tannu Sharma)
Company Secretary

Encl: a/a.

PARAMOUNT COMMUNICATIONS LIMITED

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 CIN : L74899DL1994PLC061295

Statement of Unaudited Standalone Financial Results for the Quarter Ended June 30, 2017

(Amount in Rs Lakhs)

	Particulars	Standalone	
		Quarter Ended	
		30.06.2017	30.06.2016
		Unaudited	
I	Revenue from Operations	8,590.79	7839.76
II	Other Income	117.80	142.24
III	Total Revenue (I + II)	8,708.59	7982.00
IV	Expenses:		
	a) Cost of materials consumed	6,482.89	7044.85
	b) Changes in inventories of finished goods, work-in progress and stock-in-trade	58.78	(514.37)
	c) Employee benefit expense	406.28	367.52
	d) Finance costs	128.37	1907.95
	e) Depreciation and amortization expense	205.71	211.73
	f) Excise Duty	892.85	949.26
	g) Other expenses	1,530.16	1617.61
	Total expenses	9,705.04	11584.55
V	Profit (Loss) before exceptional items and tax (III - IV)	(996.45)	(3602.55)
VI	Exceptional items	2,275.14	-
VII	Profit (Loss) before tax (V - VI)	1,278.69	(3602.55)
VIII	Tax expense:	-	-
IX	Profit / (Loss) for the period from continuing operations (VII - VIII)	1,278.69	(3602.55)
X	Profit / (Loss) from discontinuing operations	-	-
XI	Tax expense of discontinuing operations	-	-
XII	Profit / (Loss) from discontinuing operations (after tax) (X - XI)	-	-
XIII	Profit/(Loss) for the period (IX + XII)	1,278.69	(3602.55)
XIV	Other Comprehensive Income		
	a. Items that will not be reclassified to Profit or Loss	7.30	7.30
	b. Tax relating to items that will not be reclassified to profit or loss	-	-
	c. Items that will be reclassified to Profit or Loss	-	-
	d. Tax relating to items that will be reclassified to profit or loss	-	-
XV	Total Comprehensive Income (Comprising Profit/ (Loss) and other comprehensive income for the period) (XIII + XIV)	1,285.99	(3595.25)
XVI	Details of Equity Share Capital (Paid up Equity Share Capital) (Face Value of Rs. 2/- per Share)	2,504.67	2504.67
XVII	Earning Per Share (in Rs.) :-		
	(1) Basic	1.03	(2.87)
	(2) Diluted	1.03	(2.87)



Notes:

- 1 The figures have been regrouped/ rearranged wherever considered necessary to facilitate comparison.
- 2 There are no separate reportable segments as per the Indian Accounting Standard (Ind AS-108) on segment reporting.
- 3 The aforesaid results were placed before and reviewed by the Audit Committee at its meeting held on 14th September, 2017 and approved by the Board of Directors at its meeting held on the same date.
- 4 The Company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 with a transition date of April 1, 2016 and these Financial Results have been prepared in accordance with the recognition and measurement principles prescribed under Section 133 of Companies Act, 2013 read with relevant rules issued there under.
- 5 In terms of the circular no. CIR/ CFD/FAC/62/2016 dated July 05, 2016 issued by the Securities and Exchange Board of India, the Ind AS compliant Unaudited Financial Results for the quarter ended June 30, 2016 have not been subjected to Limited Review by the Statutory Auditors. However, the management has exercised necessary due diligence to ensure that the Financial Results for the said period provide a true and fair view of its affairs.
- 6 Reconciliation of Net Profit reported under Indian GAAP for the quarter ended 30th June, 2016 with Ind AS is furnished below:

Particulars	Quarter Ended 30.06.2016 (Rs. In Lakhs)
Net Profit/ (Loss) as reported under Indian GAAP	(3,585.50)
Add:	
Recognition of Interest on Security Deposits given	3.27
Actuarial gain on Employee defined benefit plans reclassified in other Comprehensive Income	(7.30)
Less:	
Recognition of Rent Expenses on Security Deposits given	(3.75)
Recognition of Interest on Liability Component of Financial instrument	(9.27)
Net Profit under In AS (A)	(3,602.55)
Other Comprehensive Income (Net of Tax)	
Actuarial Profit on Employee defined benefit plans	7.30
Other Comprehensive Income(net of Income Tax) (B)	7.30
Total Comprehensive Income for the period under Ind AS (A+B)	(3,595.25)

- 7 The Statement does not include the Ind AS Compliant results for preceding quarter and previous year ended March 31, 2017 as the same are not mandatory as per SEBI's Circular dated July 5, 2016.
- 8 The Independent Auditors have qualified as per para 5 of their Limited Review Report on statement of standalone financial results for the quarter ended 30th June, 2017 as follows:

From 1st July, 2016 the company has not provided for interest and other dues on borrowings from a bank which have become NPA account as per bank classification and are outstanding at the quarter end and in respect of which interest has been reversed/not charged in statements provided by the Bank. Amount of interest not provided for the quarter ended 30th June, 2017 as per the estimate by the management is Rs. 108.89 Lakhs. If this interest would have been provided, total comprehensive income for the quarter would have been Rs. 1177.10 Lakhs as against reported figure of Rs. 1285.99 Lakhs.



9 Independent Auditors of the company have without qualifying their opinion drawn attention to the following:

(a) The accompanying statement has been prepared on a going concern basis despite negative net worth, overdue in repayment of loan installments, interest to banks, working capital facilities from banks, overdue in redemption of Foreign Currency Convertible Bonds (FCCBs). The appropriateness of the said basis is inter-alia dependent on Company's ability to generate profit in future years and meet its financial obligations.

(b) In respect of dues to Asset Reconstruction Company (ARC) which have been assigned by banks, no interest has been provided, since, the company is in the process of making settlement with the ARC and in the opinion of the Management, no interest will be payable. As per terms & conditions of Settlements with ARC entered during the previous year, no interest was charged by ARC.

Management Response to 8 & 9 above

a. Company has obtained statement from aforesaid bank as on 30th June,2017 and there are no material differences between outstandings as per the bank & company. Management is of the opinion that no further interest is to be provided other than already accounted for.

b. The accompanying financial statements have been prepared on a going concern basis based on cumulative impact of following mitigating factors:

1) The company has not defaulted in payment of statutory dues or its trade creditors etc.

2) In terms of agreements / negotiations with ARC and Banks, the negative net worth of the company has improved and is likely to improve further.

3) The Company and promoters have undertaken to raise and had raised adequate finances by way of disposal of assets and induction of fresh funds by promoters and/or associates companies.

4) The company has good order book position.

10 During the quarter ended 30th June,2017 the company has entered into Settlement with a bank. Dues of settlement are to be paid to the bank on or before 31st March, 2018.

11 Exceptional items include:-

(Amount in Rs Lakhs)

Particulars	Quarter Ended	
	30.06.2017	30.06.2016
	Unaudited	
-Write back on Settlement of Loan Liabilities	2,275.14	-
Total Exceptional items	2,275.14	-



For Paramount Communications Limited


Sanjay Aggarwal
Chairman & CEO
DIN No 00001788

Place : New Delhi

Date : 14th September, 2017

P. BHOLUSARIA & CO.

CHARTERED ACCOUNTANTS

26/11, SHAKTI NAGAR,

NEW DELHI-110 007

Telephones:23841467

To

The Board of Directors
Paramount Communications Limited,
New Delhi

Sub : Limited Review Report for Quarter ended 30.06.2017

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Paramount Communications Limited (the "Company") for the quarter ended June 30, 2017 (the "Statement"), being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

2. The preparation of the Statement is in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to issue a report on the Statement based on our review.

We have not performed a review or audit of the figures relating to the corresponding quarter ended June 30, 2016, including the reconciliation of net profit for the quarter ended June 30, 2016 between the previous GAAP and the Indian Accounting Standards ("Ind AS").

3. 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.

4. We invite attention to the following:

(a) The accompanying statement has been prepared on a going concern basis despite negative net worth, overdue in repayment of loan installments, interest to banks, working capital facilities from banks, overdue in redemption of Foreign Currency Convertible Bonds (FCCBs). The appropriateness of the said basis is inter-alia dependent on Company's ability to generate profit in future years and meet its financial obligations.



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(b) In respect of dues to Asset Reconstruction Company (ARC) which have been assigned by banks, no interest has been provided, since, the company is in the process of making settlement with the ARC and in the opinion of the Management, no interest will be payable. As per terms & conditions of Settlements with ARC entered during the previous year, no interest was charged by ARC.

Our opinion is not modified in respect of these matters.

5. *We state that "From 1st July, 2016 the company has not provided for interest and other dues on borrowings from a bank which have become NPA account as per bank classification and are outstanding at the quarter end and in respect of which interest has been reversed/not charged in statements provided by the Bank. Amount of interest not provided for the quarter ended 30th June 2017 as per the estimate by the management is Rs.108.89 Lakhs. If this interest would have been provided, total comprehensive income for the quarter would have been Rs.1177.10 Lakhs as against reported figure of Rs.1285.99 Lakhs.*

6. Except for the effects of matter stated in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P. BHOLUSARIA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No: 000468N



Pawan Bholusaria
Partner
M.No.080691



Place: New Delhi

Date: 14th September 2017