

Petron Engineering Construction Limited

Regd. Office: Swastik Chambers, Sion-Trombay Road, Chembur, Mumbai-400071

Audited Financial Results for the Quarter & Year Ended 31st March, 2008

Rs Lacs

Particulars	Quarter ended		Year ended	
	31st Mar-08 (Unaudited)	31st Mar-07 (Unaudited)	31st Mar-08 (Audited)	31st Mar-07 (Audited)
Net sales /income from operations	8,639	7,423	27,973	23,778
Other income	(15)	29	43	51
<i>Total income</i>	8,624	7,452	28,016	23,829
Expenditure				
Material consumed and cost of goods sold	1,747	1,576	4,823	3,882
Increase/(decrease) in stock in trade	232	14	81	28
Purchase of traded goods	207	-	1,707	1,719
Sub-contract charges	2,293	1,344	6,489	4,817
Employees cost	1,995	1,449	5,718	6,152
Depreciation & Amortisation	114	117	621	323
Other expenditure	2,078	2,324	6,956	5,418
<i>Total Expenditure</i>	8,666	6,824	26,395	22,339
<i>Interest</i>	34	201	731	489
<i>Exceptional items</i>	-	-	-	1
<i>Profit/(loss) from ordinary activities before tax</i>	(76)	427	890	1,001
Provision for fringe benefits tax	18	15	40	58
Provision for taxation - Current tax	(26)	130	324	305
- Deferred tax	87	-	87	(2)
<i>Total Provision for Tax</i>	79	145	451	361
<i>Profit and loss from ordinary activities after tax</i>	(155)	282	439	639
<i>Paid-up share equity share capital (face value of Rs 10 per share)</i>	755	755	755	755
<i>Reserves excluding revaluation reserve (as per balance sheet of previous accounting period)</i>	-	-	5,632	5,192
Basic and diluted earning per share for the period (not annualised)	(2.06)	3.74	5.82	8.48
Aggregate of public shareholding				
a) Nos of shares	3,593,007	3,593,007	3,593,007	3,593,007
b) % of shareholding	47.66%	47.66%	47.66%	47.66%

Notes:

- 1 The above results have been approved by the audit committee and taken on record by the board of directors at their meeting held on 30th June, 2008
- 2 The Company is primarily engaged in the business of 'Engineering & 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. Since, the Company's hotel division was sold during the previous financial year ended 31st March, 2007 and the figures of that division, being insignificant, have not been separately disclosed for the previous financial year.
- 3 The Company has estimated and provided for 'Employee Benefits' as per Accounting Standard 15 (Revised) w.e.f. 1st April, 2007.
- 4 The Company received and satisfactorily resolved one investors' complaints during the quarter. There are no pending complaints as at 31st
- 5 Figures for the previous periods have been regrouped and reclassified, wherever necessary and feasible, in order to make them comparable.
- 6 The auditors have commented on:

Auditors' Remarks	Company's Response
a. Accounting of taxes on cash basis (impact unascertainable)	Consistently following this accounting practice. No impact.
b. Confirmation and reconciliation of balances of debtors, creditors, loans and advances; and non-provision against overdue balances of debtors, loans & advances (amount unascertainable)	Initiated steps to reconcile balances, obtain confirmation and recover overdue amounts. The effect, if any, will be accounted on completion of this exercise.
c. Remuneration paid to M.D. and other whole time directors is subject to prior approval of Central Government	In process of seeking the approval of Central Government
d. Non-provision of foreseeable losses on certain on-going projects (amount unascertainable)	Company has represented to clients. Pending outcome of the same, it is not possible to correctly estimate the foreseeable losses at this stage
e. Changed in depreciation policy on Temporary Structure at project sites resulting in lower charge to profit and loss account by Rs. 98,77,669/-	The Depreciation will be charged off over the tenure of the project

For Petron Engineering Construction Limited

Mumbai
30th June, 2008

T. S. Das
Managing Director