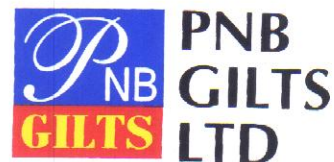


May 16, 2016



(Subsidiary of Punjab National Bank)

The Manager – Listing National Stock Exchange of India Ltd. Exchange Plaza Bandra Kurla Complex Bandra (E), Mumbai -400051	The Manager – Listing DCS- Listing The Stock Exchange, Mumbai Phiroz JeeJeebhoy Tower Dalal Street Mumbai- 400 001
<u>Scrip Code: PNBGILTS</u>	<u>Scrip Code: 532336</u>

REG: Audited Financial Results for the quarter and year ended on 31.03.2016

Dear Sir / Madam,

This is in reference to our letter dtd 10th May, 2016 wherein we had informed that the meeting of the Board of Directors of the company will be held on 16th May, 2016 to, inter alia, approve the audited financial results for the quarter and year ended on 31st March, 2016 and to consider the recommendation of dividend for the financial year 2015-16, if any.

Pursuant to the applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations'), we wish to inform you that the Board of Directors of the Company in its meeting held today i.e. 16th May, 2016, has approved the audited financial results for the quarter and year ended on 31st March, 2016. We therefore, enclose the following –

- a. Audited Financial Results of the Company for the quarter and year ended 31st March, 2016.
- b. Auditors' report for audited financial results for the year ended 31st March, 2016 along with Form – A.

Further, in the same meeting, the Board has recommended a final dividend of Rs.1.10 per equity share i.e. 11% for the financial year 2015-16, subject to declaration in the 20th AGM of the Company. If declared in AGM, the payment of dividend or dispatch of dividend warrant will be completed by 14th October, 2016.

Pursuant to Regulation 42 of the Listing Regulations, the Register of Members and the Share Transfer books will remain closed from Saturday, September 10, 2016 to Saturday, September 17, 2016 (both days inclusive) in connection with (a) AGM and (b) to determine the entitlement of shareholders to receive the Final Dividend for the Financial Year 2015-16, if declared at 20th AGM of the Company scheduled on 17th September, 2016. The dividend, if declared in the AGM, shall be paid to those shareholders whose names appear on the Register of Members of the Company on 9th September, 2016, after giving effect to valid share transfers in physical form lodged with the Company on or before above said date and in respect of shares in electronic form, to those Beneficial Owners whose names appear on the statement of beneficial ownership furnished by National Securities




Depository Limited (NSDL) and Central Depository Services (India) Limited as at the end of the business hours on 9th September, 2016.

The Board meeting commenced at 12:30 p.m. and concluded at 3:15 p.m.

Kindly take the same on record and also note that the results are also being published in Newspapers and posted on the website of the Company in accordance with the Listing Regulations.

Thanking You,

Yours truly,
For PNB Gilts Ltd


(Monika Kochar)
Company Secretary



PNB GILTS LIMITED

(CIN L74899DL1996PLC077120)

REGD. OFFICE : 5 SANSAD MARG, NEW DELHI 110001

WEBSITE: www.pnbgilts.com, E-mail : pnbgilts@pnbgilts.com

Tel: 011-23325759,23325779, Fax: 011-23325751, 23325763

AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2016

(₹ in lacs)

PARTICULARS	Figures For 3 Months Ended			Figures For Year Ended	
	31.03.2016 Audited	31.12.2015 Unaudited	31.03.2015 Audited	31.03.2016 Audited	31.03.2015 Audited
1. Income from Operations					
Net Sales/Income from Operations	7875.42	9007.37	9500.49	34292.11	40958.15
Other operating Income	5.68	11.06	3.66	30.29	21.36
Total Income from Operations (Net)	7881.10	9018.43	9504.15	34322.40	40979.51
2. Expenses					
(a) Cost of Materials Consumed	NA	NA	NA	NA	NA
(b) Purchases of stock-in-trade	NA	NA	NA	NA	NA
(c) Changes in Inventories of finished goods, work-in-process and stock-in-trade	NA	NA	NA	NA	NA
(d) Employees benefits expense	167.46	127.47	239.01	545.30	502.33
(e) Depreciation & amortization expense	13.56	12.93	55.08	46.88	92.59
(f) Other expenses (Any item exceeding 10% of the total expense relating to continuing operations to be shown separately)	405.34	207.09	378.01	1040.73	1100.74
Total Expenses	586.36	347.49	672.10	1632.91	1695.66
3. Profit/(Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	7294.74	8670.94	8832.05	32689.49	39283.85
4. Other Income	10.62*	1.77	10.30	19.87*	21.67
5. Profit/(Loss) from ordinary activities before finance costs & Exceptional Items (3+4)	7305.36	8672.71	8842.35	32709.36	39305.52
6. Finance Costs	6762.48	7281.67	6756.96	27562.13	26050.97
7. Profit/(Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	542.88	1391.04	2085.39	5147.23	13254.55
8. Exceptional Items	-	-	-	-	-
9. Profit/(Loss) from Ordinary Activities before Tax (7+8)	542.88	1391.04	2085.39	5147.23	13254.55
10. Tax Expense	179.82	458.82	736.81	1697.58	4427.85
11. Net Profit/(Loss) from ordinary Activities after tax (9-10)	363.06	932.22	1348.58	3449.65	8826.70
12. Extraordinary Items (net of tax expenses Rs...)	-	-	-	-	-
13. Net Profit/(Loss) for the period (11-12)	363.06	932.22	1348.58	3449.65	8826.70
14. Share of profit/(loss) of associates	-	-	-	-	-
15. Minority Interest	-	-	-	-	-



16. Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)	363.06	932.22	1348.58	3449.65	8826.70
17. Paid-up of equity share capital (Face Value Rs.10/- per share)	18001.01	18001.01	18001.01	18001.01	18001.01
18. Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	55166.62	54100.08
19.i Earnings per share (before extraordinary items) (of Rs.10/- each) (not annualized)					
(a) Basic	0.20	0.52	0.75	1.92	4.90
(b) Diluted	0.20	0.52	0.75	1.92	4.90
19.ii Earnings per share (after extraordinary items) (of Rs.10/- each) (not annualized)					
(a) Basic	0.20	0.52	0.75	1.92	4.90
(b) Diluted	0.20	0.52	0.75	1.92	4.90
PARTICULARS OF SHAREHOLDING					
Public Shareholding					
(a) No. of Shares	46676801	46676801	46676801	46676801	46676801
(b) Percentage of Shareholding	25.93	25.93	25.93	25.93	25.93
Promoters and promoter group shareholding					
(a) Pledged/Encumbered					
- No. of shares	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
(b) Non-encumbered					
- No. of shares	133333333	133333333	133333333	133333333	133333333
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	74.07	74.07	74.07	74.07	74.07

*This figure includes Rs. 2.62 lacs of prior period income.



SEGMENT RESULTS

(₹ in lacs)

PARTICULARS	Figures For 3 Months Ended			Figures For Year Ended	
	31.03.2016 Audited	31.12.2015 Unaudited	31.03.2015 Audited	31.03.2016 Audited	31.03.2015 Audited
Segment Revenue (Gross Sales/Income)					
- T Bills/CP/Certificate of Deposit	4300.76	3700.27	4442.99	15246.31	16385.16
-Corporate bonds & debentures	743.83	685.18	835.29	2890.87	2813.77
-Government Securities	2011.82	3532.92	2742.56	11687.98	17360.90
-Derivatives	294.52	296.07	356.22	1332.38	852.08
-Fixed Deposits	488.61	798.29	969.73	3014.11	3216.98
-Mutual fund commission	-	0.01	-	0.02	0.02
-Unallocated (including equity shares)	52.18*	7.46	167.66	170.60*	372.27
Total :	7891.72	9020.20	9514.45	34342.27	41001.18
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income from Operations	7891.72	9020.20	9514.45	34342.27	41001.18
Segment Results (Profit before Tax)					
- T Bills/CP/Certificate of Deposit	653.00	468.40	640.41	2225.65	2518.00
-Corporate bonds & debentures	275.35	261.36	246.50	932.54	823.19
-Government Securities	(416.90)	58.56	599.12	(10.46)	7512.68
-Derivatives	45.43	46.23	126.14	+194.24	156.00
-Fixed Deposits	488.61	798.29	969.73	3014.11	3216.98
-Mutual fund commission	-	0.01	-	0.02	0.02
-Unallocated (including equity shares)	4.89	(8.63)	55.19	(18.28)	166.32
Total :	1050.38	1624.22	2637.09	6337.82	14393.19
Less: Interest	-	-	-	-	-
Less: Unallocable expenses	507.50	233.18	551.70	1190.59	1138.64
Total Profit/(Loss) before Tax	542.88	1391.04	2085.39	5147.23	13254.55
Capital Employed (Segment Assets-Segment Liabilities)					
- T Bills/CP/Certificate of Deposit	46231.45	20258.06	18631.88	46231.45	18631.88
-Corporate bonds & debentures	5364.52	2262.22	4379.10	5364.52	4379.10
-Government Securities	19210.45	19151.60	8788.82	19210.45	8788.82
-Derivatives	190.54	185.25	187.22	190.54	187.22
-Fixed Deposits	2125.27	32689.39	39641.96	2125.27	39641.96
-Mutual fund commission	-	-	-	-	-
-Unallocated (including equity shares)	-	340.31	176.86	-	176.86
Total	73122.23	74886.83	71805.84	73122.23	71805.84

* This figure includes Rs. 2.62 lacs of prior period income.

Notes :

1. The above results have been reviewed by the Audit committee and approved by the Board in its meetings held on May 16th, 2016 respectively.
2. The Board has recommended a final dividend of Rs. 1.10 per share (nominal value Rs.10/- per equity share) for the year 2015-16, subject to the approval of shareholders in Annual General Meeting. The



total dividend outflow (including dividend distribution tax) for the year amounts to Rs. 2383.21 lacs only.

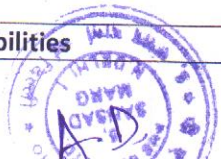
3. As on 31st March,2016, secured loans (including market repo) of Rs. 306522.17 lacs comprise Rs. 124400.00 lacs under RBI's LAF/Term Repo facility, Rs. 67931.18 lacs under CBLO, Rs. 33700.00 lacs under RBI refinance facility, Rs. 1800.78 lacs under bank overdraft and Rs. 78690.21 lacs under repo facility. Unsecured loans of Rs. 185545.45 lacs comprise of call money Rs. 85000.00 lacs and Rs. 100545.45 lacs of line of credit from Punjab National Bank.
4. As on 31st March,2016 the total trading stock of Rs. 496058.15 lacs comprise of government securities (including treasury bills) of Rs. 325384.63 lacs, Rs. 130630.12 lacs of money market instruments and Rs. 40043.40 lacs of bonds and debentures.
5. Capital adequacy ratio as on 31st March,2016 stands 68.07% as against RBI stipulation of 15%. Net owned funds of the company stand at Rs. 73122.23 lacs as against the minimum stipulated capital of Rs.25000.00 lacs. Return on networth for the year 2015-16 stands at 5.10%.
6. As per AS 15(revised) issued by the Institute of Chartered Accountants of India, the company has made provision for employee benefit as per PUCM (project unit credit method) for the current year.
7. The accounting policies followed in the annual financial statements for the year ended 31st March, 2015 have been followed consistently for the year ended 31st March, 2016 as well.
8. Figures of the previous period have been regrouped/rearranged/reclassified, wherever considered necessary in order to make them comparable with those of the current period.
9. Figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
10. Position of complaints from investors as on 31st March, 2016 is given below:

(a) Complaints pending at the beginning of the current quarter	NIL
(b) Complaints received during the quarter	6
(c) Complaints disposed off during the quarter	6
(d) Complaints pending as on 31.3.2016 (all since redressed)	NIL
11. The credit rating of the company as on 31st March, 2016 is A1+ for the 2.5 billion Short Term Debt Programme. There is no change in the credit rating of the company.
12. The debt-equity ratio of the company as on 31st March, 2016 is 6.72:1.
13. The Net Profit after Tax as on 31st March, 2016 is Rs.3449.65 lacs.
15. As on 31st March, 2016, the Earnings per Share is Rs. 1.92.

16. Statements of Assets & liabilities as on 31.03.2016 is as under:

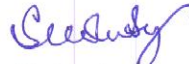
(₹ in lacs)

Particulars	Audited Figures For the Year Ended	
	31.03.2016	31.03.2015
EQUITY AND LIABILITIES		
Shareholders Fund		
(a)Share Capital	18001.01	18001.01
(b)Reserves & Surplus	55166.62	54100.08
(c)Money received against Share warrants	-	-
Shareholders Fund	73167.63	72101.09
Share Application Money Pending Allotment	-	-
Minority Interest	-	-
Non-current Liabilities		



(a) Long term borrowings	-	-
(b) Deferred tax liabilities (net)	-	-
(c) Other long term liabilities	-	-
(d) Long term provisions	96.62	80.47
Non Current liabilities	96.62	80.47
Current Liabilities		
(a) Short term borrowings	492067.62	385791.11
(b) Trade payables	35.75	46.34
(c) Other current liabilities	291.33	111.27
(d) Short term provisions	11322.73	17867.56
Current Liabilities	503717.43	403816.28
TOTAL EQUITY AND LIABILITIES	576981.68	475997.84
ASSETS		
Non current Assets		
(a) Fixed assets	280.31	296.42
(b) Goodwill on consolidation	-	-
(c) Non current investments	64046.51	32760.61
(d) Deferred tax assets (net)	44.39	292.78
(e) Long term loans and advances	1028.66	894.33
(f) Other non current assets	-	-
Non current assets	65399.87	34244.14
Current Assets		
(a) Current investments	-	-
(b) Inventories	496058.15	383553.79
(c) Trade Receivables	-	-
(d) Cash & Cash equivalents	2119.03	39167.10
(e) Short term loans and advances	266.53	51.08
(f) Other current assets	13138.10	18981.73
Current assets	511581.81	441753.70
TOTAL ASSETS	576981.68	475997.84

For and on behalf of Board


(S.K. Dubey)

Managing Director

Date : May 16th, 2016

Place : New Delhi



Auditor's Report on Quarterly Financial Results and Annual Results of the
PNB Gilts Limited ('the Company) pursuant to the Regulation 33 of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of PNB Gilts Ltd.

We have audited the quarterly financial results of PNB Gilts Ltd. for the quarter ended 31st March, 2016 and the year to date results for the period 1st April, 2015 to 31st March, 2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable 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.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net profit and other financial information for the quarter ended 31st March, 2016 as well as the year to date results for the period from 1st April ²⁰¹⁵ to 31st March, 2016.

Place of signature : New Delhi
Date : 16th May, 2016



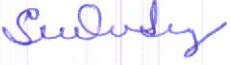

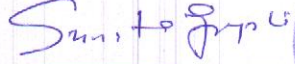



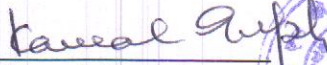

For Kapoor Tandon & Co.
Chartered Accountants

New Delhi

(Devendra Swaroop Mathur)
Partner

Membership No. 082570

FORM A
(for audit report with unmodified opinion)

1.	Name of the Company:	PNB Gilts Ltd.
2.	Annual financial statements for the year ended	31st March, 2016
3.	Type of Audit observation	Un-modified
4.	Frequency of observation	Not applicable
Signed by-		
	a) CEO/Managing Director	 <hr/> (S. K. Dubey) 
	b) CFO	 <hr/> (Sunita Gupta) 
	c) Statutory Auditor – Kapoor Tandon & Co (FRN:000952C)	 <hr/> (Devendra Swaroop Mathur) Partner Membership No.082570 
	d) Audit Committee Chairman	 <hr/> (Kamal Gupta) 

Date : 16.05.2016

Place : New Delhi