



Panacea Biotec
Innovation in support of life

12th August, 2016

The Manager, Listing Department
The National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051
Fax No.:022-26598237 / 38
NSE Symbol : PANACEABIO

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Fax No.:022-22721919, 3121
BSE Scrip Code: 531349

- Reg.: i. Unaudited Financial Results (Provisional) for the quarter ended 30th June, 2016**
ii. Limited Review Report for the quarter ended 30th June, 2016
iii. Date, time and venue of the 32nd Annual General Meeting
iv. Dates of Book Closure

Dear Sir,

In continuation to our letter dated 28th July, 2016 and pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [SEBI (LODR) Regulations], we would like to inform you that the Board of Directors of the Company has, at its meeting held today, i.e. 12th August, 2016, inter-alia, considered and approved the Unaudited Financial Results (Provisional) for the quarter ended 30th June, 2016. The same were also reviewed by the Audit Committee in its meeting held on 11th August, 2016.

A copy of the Statement of Unaudited Financial Results (Provisional) for the quarter ended 30th June, 2016, approved by the Board pursuant to SEBI (LODR) Regulations, is enclosed for your reference and record.

Further, we would also like to state that M/s Walker Chandiook & Co. LLP, Chartered Accountants, the Statutory Auditors of the Company have carried out the limited review of the Unaudited Financial Results (Provisional) for the quarter ended 30th June, 2016 and the Board has also taken on record their Limited Review Report on the said Results. A copy of the said report is attached herewith for your records.

Further, pursuant to Regulation 46(2) (l) of SEBI (LODR) Regulations, the said financial results are being uploaded on the website of the Company i.e. www.panaceabiotec.com.

Further, pursuant to Regulation 47(1) (b) of SEBI (LODR) Regulations, the Extract of Statement of Unaudited Financial Results (Provisional) for the quarter ended 30th June, 2016 in the Format as prescribed in Annexure XI of SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30.11.2015 is being sent for publication in newspapers.

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Panacea Biotec Ltd.

CIN: L33117PB1984PLC022350

Registered Office: Ambala-Chandigarh Highway, Lalru - 140 501, Punjab, India. Ph.: +91-1762-505900, Fax: +91-1762-505906.

e-mail: corporate@panaceabiotec.com website: www.panaceabiotec.com

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We wish to further inform you that the Board of Directors has also decided:

- i) that the 32nd Annual General Meeting of the Company will be held on Wednesday, 28th September, 2016 at 11.30 A.M. at the Registered Office of the Company at Ambala-Chandigarh Highway, Lalru - 140501, Punjab, and
- ii) that the Register of members and Share Transfer Books will remain closed from Saturday, 24th September, 2016 to Wednesday, 28th September, 2016 (both days inclusive) for the purpose of Annual General Meeting.

The meeting of the Board of Directors commenced at 11.30 A.M. and concluded at 04.00 P.M.

We request you to kindly bring the above information to the notice of your members.

Thanking you,

Sincerely yours,
for Panacea Biotec Ltd.

cn



Vinod Goel
Group CFO and Head Legal & Company Secretary

Encls: As above.

(Rs. in Lacs except per share)

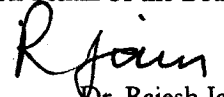
Particulars	Extract of Standalone Unaudited Financial Results for the Quarter ended June 30, 2016		
	Quarter Ended		Year Ended
	June 30, 2016	June 30, 2015	March 31, 2016
Total income from operations (net)	12,367	12,484	64,690
Net Profit / (Loss) from ordinary activities after tax	(1,967)	(3,690)	87
Net Profit / (Loss) for the period after tax (after Extraordinary items)	(1,967)	(3,690)	87
Equity Share Capital (face value of Re.1 per share)	613	613	613
Reserves (excluding Revaluation Reserve as shown in the Balance Sheet)	-	-	10751
Earning per Share (before and after extraordinary items) of Re. 1 each (annualised, other than Quarter)			
Basic :	(3.21)	(6.02)	0.14
Diluted:	(3.21)	(6.02)	0.14

Notes:

- 1 The above is an extract of the detailed format of quarterly results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the quarterly results are available on the Stock Exchange websites, NSE- <http://www.nseindia.com>, BSE- <http://www.bseindia.com> and are also available on the Company's website, <http://www.panaceabiotec.com>.
- 2 The above extract of financial results were reviewed by the Audit Committee of the Board and approved by the Board of Directors at their respective meetings held on August 11, 2016 and August 12, 2016 respectively.
- 3 Previous period / year amounts have been regrouped/ reclassified to make them comparable with those of current period/year.

New Delhi
August 12, 2016

For and on behalf of the Board


Dr. Rajesh Jain
Joint Managing Director

Panacea Biotec Limited

Regd. Office : Ambala-Chandigarh Highway, Lalru- 140501, Punjab

CIN: L33117PB1984PLC022350 - Ph. No. 91-11-41679000, Fax: 91-11-41679070, Website: <http://www.panacea-biotec.com> - E-mail: Corporate@panaceabiotec.com



Particulars	Statement of Standalone Unaudited Financial Results for the Quarter ended June 30, 2016			
	(Rs. in Lacs)			
	For quarter ended			For year ended
	June 30, 2016	March 31, 2016	June 30, 2015	March 31, 2016
	Unaudited	(Audited)	Unaudited	(Audited)
PART - I				
1. Income from operations				
a. Net sales / income from operations (net of excise duty)	12,040	18,747	12,077	61,966
b. Other operating income	327	1,568	407	2,724
Total income from operations (net)	12,367	20,315	12,484	64,690
2. Expenditure				
a. Cost of materials consumed	3,878	4,149	3,203	16,882
b. Purchase of stock in trade	507	395	646	2,402
c. Changes in inventories of finished goods, work in progress and stock in trade	(576)	1,762	305	2,151
d. Employees benefits expenses	3,353	3,187	3,519	13,980
e. Depreciation and amortisation expenses	1,662	1,703	1,855	7,132
f. Other expenses	4,131	5,238	3,964	18,024
Total expenses	12,955	16,434	13,482	60,571
3. Profit / (Loss) from operations before other income, finance cost & exceptional items (1-2)	(588)	3,881	(1,008)	4,119
4. Other income	1,122	856	367	2,556
5. Profit / (Loss) from ordinary activities before finance cost & exceptional items (3+4)	534	4,737	(641)	6,675
6. Finance cost	2,501	2,434	3,049	11,500
7. Profit / (Loss) from ordinary activities after finance cost before exceptional items (5-6)	(1,967)	2,303	(3,690)	(4,825)
8. Exceptional items	-	4,965	-	4,965
9. Profit / (Loss) from ordinary activities before tax (7+8)	(1,967)	7,268	(3,690)	140
10. Tax expenses	-	53	-	53
11. Net profit / (loss) from ordinary activities after tax (9-10)	(1,967)	7,215	(3,690)	87
12. Extraordinary items (net of tax expenses)	-	-	-	-
13. Net profit / (loss) for the period (11-12)	(1,967)	7,215	(3,690)	87
14. Paid up equity share capital (face value of Re. 1 per share)	613	613	613	613
15. Reserves excluding revaluation reserves	-	-	-	10,751
19. Earning per share (EPS) (before/after extraordinary items) of Re. 1 each (annualised, other than Quarter)				
- Basic (in Rs.)	(3.21)	11.77	(6.02)	0.14
- Diluted (in Rs.)	(3.21)	11.77	(6.02)	0.14

Unaudited Segment-wise Revenue, Results and Capital Employed for the Quarter ended June 30, 2016

Particulars	(Rs. in Lacs)			
	For quarter ended			For year ended
	June 30, 2016	March 31, 2016	June 30, 2015	March 31, 2016
	Unaudited	(Audited)	Unaudited	(Audited)
1. Segment revenue				
(a) Vaccines	3,132	10,888	2,542	25,318
(b) Formulations	9,195	8,261	9,871	38,065
(c) Research & development	40	1,166	71	1,307
(d) Unallocated	-	-	-	-
Gross sales/income from operation	12,367	20,315	12,484	64,690
Less : Inter segment revenue	-	-	-	-
Net sales/income from operations	12,367	20,315	12,484	64,690
2. Segment results				
Profit (+) loss (-) before tax and interest from each segment				
(a) Vaccines	386	5,204	(1,246)	6,669
(b) Formulations	2,832	1,332	3,589	10,929
(c) Research & development	(1,209)	(359)	(1,626)	(5,177)
Total	2,009	6,177	717	12,421
Less : i) Finance cost	2,501	2,434	3,049	11,500
ii) Other un-allocated expenditure net off un-allocated income	1,475	(3,525)	1,358	781
Total profit before tax	(1,967)	7,268	(3,690)	140
3. Capital Employed				
(Segment assets-segment liabilities)				
(a) Vaccines	56,122	57,715	56,841	57,715
(b) Formulations	26,849	26,842	27,181	26,842
(c) Research & development	18,411	19,477	19,408	19,477
(d) Unallocated	(49,409)	(50,031)	(53,265)	(50,031)
Total capital employed	51,973	54,003	50,165	54,003

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Notes:

- 1 The above financial results were reviewed by the Audit Committee of the Board and approved by the Board of Directors at their respective meetings held on August 11, 2016 and August 12, 2016 respectively. Further, the Limited review of above Financial Results in terms of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 has been carried out by the statutory auditors.
- 2 During the Quarter ended June 30, 2016, the Company has launched indiginously developed high quality anti-diabetic drug 'TENEPAN' (Teneigliptin), for treatment of Type 2 Diabetes Mellitus (T2DM).
- 3 During the current quarter, credit rating agency CARE has revised the credit rating for bank facilities of the Company, and rating for long-term bank facilities has now improved from "B -" to "B+".
- 4 Corporate Debt Restructuring:
 - a During the financial year 2014-15, the Company was sanctioned a Corporate Debt Restructuring ("CDR") scheme under the CDR mechanism of the Reserve Bank of India ("RBI") after attaining super-majority from its lender banks. The Company executed a Master Restructuring Agreement ("MRA") with all the lender banks except State Bank of Travancore ("SBT") on December 27, 2014, with Cut-off Date of October 01, 2013. The MRA, inter-alia, provides for waiver of certain existing obligations of the Company, restructuring of repayment terms for principal and interest, reduction/adjustment in interest rates, conversion of outstanding interest amounts to loan, pledge of entire promoter shareholding as additional security to lenders, promoter undertaking for additional infusion of funds, monitoring oversight and certain restrictive covenants, as defined therein. The debt obligations, including interest thereon, have been measured, classified and disclosed in these financial statements in accordance with the MRA, to the extent agreed with the banks. Reconciliation with certain banks and completion of certain other terms and conditions are in process.
 - b During the financial year 2015-16, SBT has absolutely assigned and transferred its share of loan together with all underlying securities thereto and all rights of SBT, title and interests in favour of Edelweiss Asset Reconstruction Company Ltd. ("EARC"). During the quarter ended March 31, 2016, the EARC has restructured the entire outstanding of Rs.16,495 Lac for an aggregate principal amount of Rs.11,530 Lac. As a result of such restructuring, the Company has registered an exceptional income of Rs. 4,965 Lac during the quarter ended March 31, 2016. Out of Rs.11,530 Lac, the Company has made principal repayment of Rs.305 Lac in January 2016 and the balance principal amount of Rs.11,225 Lac shall be repaid in 29 structured quarterly instalments commencing from the quarter ending March 31, 2016 till the quarter ending March 31, 2023.
 - c During the financial year 2015-16, State Bank of Mysore has also absolutely assigned all the rights, title and interests in financial assistances granted to the Company, with all the underlying rights, benefits and obligations in favour of EARC vide assignment letter dated February 26, 2016. The Company is in the process of negotiating the terms of restructuring of such outstandings, with EARC.
- 5 With respect to the observations of the auditors in their report on the above results:
 - a During the Quarter ended June 30, 2016, the Company has incurred a loss of Rs.1,967 Lacs (Previous financial year: Profit of Rs.87 lacs) including exceptional income of Rs.Nil (Previous financial year Rs.4,965 lacs). Further, the Company's accumulated losses have resulted in erosion of more than fifty percent of its peak net worth calculated as per the provisions of Sick Industrial Companies (Special Provisions) Act, 1985 (SICA), during earlier year. The continuous losses have also adversely affected the cash flows of the Company. These conditions, read with note 4 above, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The Company has undertaken several measures to mitigate this risk, which include supply to UNICEF/other customers of pentavalent vaccine; certain strategic alliances with foreign collaborators for supply of products, launch of new product etc. Additionally, further to note 4 above, the management is confident that it will be able to comply with all key conditions of the CDR scheme. Based on above measures and continuous efforts to improve the business, the management believes that it would be able to generate sustainable cash flow, recover and recoup the erosion in its net worth through profitable operations, discharge its obligations as they fall due and continue as a going concern.
 - b In view of absence of profits during financial years 2013-14 and 2012-13, total remuneration to the Managing/Joint Managing and Whole time Director had exceeded the ceiling prescribed in Section II of Part II of Schedule XIII to the Companies Act, 1956 by Rs.135.6 Lac and Rs.132.1 Lac respectively. Accordingly, applications for protection/approval of the Central Government for such excess remuneration have been filed and requisite approvals are awaited. The management is hopeful of receiving necessary approval from Central Government.
- 6 The necessary certificate/report in respect of the above results in terms of requirement of Regulation 33 and Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, has been placed before the Board of Directors.
- 7 Previous period / year amounts have been regrouped/ reclassified to make them comparable with those of current period/year.
- 8 The above results are also available on the Company's website <http://www.panaceabiotec.com>

New Delhi
August 12, 2016

Panacea Biotec Limited

Regd. Office : Ambala-Chandigarh Highway, Lalru- 140501, Punjab

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For and on behalf of the Board

Dr. Rajesh Jain
Joint Managing Director





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Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Panacea Biotech Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of Panacea Biotech Limited ("the Company") for the quarter ended 30 June 2016 and the year to date results for the period 1 April 2016 to 30 June 2016. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 (as amended) read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Note 5(b) to the Statement regarding payment of managerial remuneration of Rs. 375 lacs and Rs. 372 lacs for the financial years ended 31 March 2014 and 2013 respectively, which is in excess of the limits specified by the relevant provisions of the Companies Act, 1956, by Rs. 135 lacs and Rs. 132 lacs respectively. The Company has filed necessary application to the Central Government which is pending approval as on date. Pending the ultimate outcome of the aforesaid matter which is presently unascertainable, no adjustments have been recorded in the statement. Our review report is not qualified in respect of this matter.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kolkata, Mumbai, New Delhi, Noida and Pune

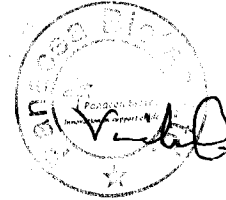
Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

Walker Chandiook & Co LLP

Review report to the Board of Directors of Panacea Biotec Limited on the financial results for the quarter ended 30 June 2016 (Cont'd)

5. We draw attention to note 5(a) to the Statement which indicates that the Company has incurred a net loss of Rs. 1,967 lacs during the quarter ended 30 June 2016. Further, as of that date, the Company's current liabilities exceeded its current assets by Rs. 14,983 lacs. These conditions along with other matters as set forth in aforesaid note indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Our review report is not qualified in this respect of this matter.

Walker Chandiook & Co LLP
For Walker Chandiook & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013



Anupam
per Anupam Kumar
Partner
Membership No. 501531



Place: Gurgaon
Date: 12 August 2016