

To

The General Manager
BSE Limited
P. J. Towers, Dalal Street,
Mumbai – 400 001

Scrip Code: 532907

To

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Bandra Kurla Complex
Bandra (East), Mumbai – 400 051
Scrip Code: IL&FSENGG

Dear Sir/Madam,

Sub: Audited Financial Results for the Quarter and Year Ended March 31, 2019

Ref: Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations)

With reference to the captioned subject, this is to inform that the Board of Directors of the Company in its Meeting held today approved the Audited Financial Results of the Company for the Quarter/Year Ended March 31, 2019

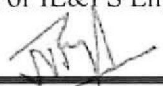
Accordingly, please find enclosed the following:

- (i) Audited Standalone Financial Results of the Company for the Quarter and Year ended March 31, 2019 along with the Auditor's Report issued by the Statutory Auditors, M Bhaskara Rao & Co.;
- (ii) Audited Consolidated Financial Results of the Company for the Quarter and Year ended March 31, 2019 along with the Auditor's Report issued by the Statutory Auditors, M Bhaskara Rao & Co.;
- (iii) Statement on Impact of Audit Qualifications (for audit report with modified opinion) on:
 - (a) Standalone Financial Results for the Quarter and Year ended March 31, 2019; and
 - (b) Consolidated Financial Results for the Year ended March 31, 2019.

The Meeting of Board of Directors of the Company commenced at 11.45 am continued till 01.00 pm and adjourned to 05.00 pm and concluded at 06.30 pm.

Thanking you,

Yours faithfully
For IL&FS Engineering and Construction Company Limited


J Veerraju
Company Secretary

Encl: as above.

IL&FS Engineering and Construction Company Limited
CIN: L45201TG1988PLC008624
Regd. Office : D No 8-2-120/113,Block B 1st Floor, Sanali Info Park, Road No 2 , Banjara Hills, Hyderabad - 500033
Phone-040 40409333; Fax-040 40409444
Website- www.ilfsengg.com; Email- cs@ilfsengg.com
Statement of Audited financial results for the Quarter and year ended March 31, 2019

(Rs. In Lakhs, unless otherwise stated)

Particulars	Standalone						Consolidated	
	Quarter ended			For the year ended			For the year ended	
	31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18	
	(audited) Refer Note 14	(unaudited)	(audited) Refer Note 14	(audited)	(audited)	(audited)	(audited)	
1. Revenue								
(a) Income from operations	19,048	29,738	62,251	1,23,914	1,86,876	1,23,914	1,86,876	
(b) Other income	86	269	6,266	2,208	25,086	2,208	27,712	
Total Revenue	19,134	30,006	68,517	1,26,122	2,11,962	1,26,122	2,14,588	
2. Expenses								
(a) Cost of materials consumed	2,916	6,106	17,485	43,778	54,072	43,778	54,072	
(b) Subcontracting expense	9,989	15,931	29,057	49,282	79,515	49,282	79,515	
(c) Employee benefits expenses	2,777	3,237	3,986	14,284	14,227	14,284	14,660	
(d) Finance cost	5,007	3,762	10,879	29,018	39,603	29,018	40,938	
(e) Depreciation and amortization expenses	804	867	1,086	3,675	4,454	3,675	4,454	
(f) Other expenses	8,728	3,547	6,022	24,745	22,970	25,378	23,004	
Total expenses	30,220	33,450	68,515	1,64,782	2,14,841	1,65,415	2,16,643	
3. Profit / (loss) before Exceptional Items and tax (1-2)	(11,086)	(3,444)	2	(38,660)	(2,879)	(39,293)	(2,055)	
4. Exceptional items (net) (refer note 11)	(1)	-	-	1,64,042	-	1,64,042	-	
5. Profit/(Loss) before tax (3-4)	(11,085)	(3,444)	2	(2,02,702)	(2,879)	(2,03,335)	(2,055)	
6. Tax (expense) / credit	(1,044)	-	294	(1,044)	371	(1,044)	371	
7. Share of profit in joint ventures accounted for using the equity method	46	-	55	101	3,200	101	3,200	
8. Net profit / (loss) after Exceptional Items and tax (5+6+7)	(12,083)	(3,444)	351	(2,03,645)	692	(2,04,278)	1,516	
Attributable to:								
Shareholder of the Company							1,154	
Non controlling interests							362	
9. Other Comprehensive Income/(expense)(net of tax)	-	-	79	114	104	114	-	
Attributable to:								
Shareholder of the Company							47	
Non controlling interests							(47)	
10. Total comprehensive income for the period (8+9)	(12,083)	(3,444)	430	(2,03,531)	796	(2,04,164)	1,516	
Attributable to:								
Shareholder of the Company							1,201	
Non controlling interests							315	
11. Paid-up equity share capital (Face Value of Shares is Rs. 10/- each)	13,112	13,112	13,112	13,112	13,112	13,112	13,112	
12. Earnings per equity share (of Rs . 10/- each) (not annualised):								
a. Basic	(9.22)	(2.63)	0.27	(155.31)	0.53	(155.79)	1.16	
b. Diluted	(9.22)	(2.63)	0.27	(155.31)	0.53	(155.79)	1.16	
See accompanying notes to the Financial Results								



IL&FS Engineering and Construction Company Limited

CIN: L45201TG1988PLC008624

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Phone-040 40409333; Fax-040 40409444

Website- www.ilfsengg.com; Email- cs@ilfsengg.com

Standalone and Consolidated balance sheet as at March 31, 2019

(Rs. In Lakhs, unless otherwise stated)

Particulars	Standalone as at		Consolidated as at	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
ASSETS				
Non-current assets				
(a) Property, Plant and Equipment	11,921	14,229	11,921	14,229
(b) Capital work-in-progress	100	243	100	298
(c) Other Intangible assets	60	3,799	60	3,799
(d) Financial Assets				
(i) Investments	5,958	35,228	5,958	31,891
(ii) Trade receivables	10,084	26,367	10,084	26,672
(iii) Loans	47,017	70,012	53,876	71,767
(iv) Others financial assets	28,397	50,501	28,397	50,501
(e) Deferred tax assets	24,299	25,343	24,299	25,343
(f) Non-current tax assets (Net)	9,022	3,815	9,022	3,815
(g) Other non-current assets	37,258	1,04,444	37,258	1,04,317
	1,74,116	3,33,981	1,80,975	3,32,632
Current assets				
(a) Inventories	8,979	1,01,813	8,979	1,02,078
(b) Financial Assets				
(i) Trade receivables	15,525	49,472	15,525	49,472
(ii) Cash and cash equivalents	1,549	1,393	1,552	1,452
(iii) Bank balances other than (ii) above	1,384	1,396	1,384	1,396
(iv) Loans	5,686	13,006	5,686	13,006
(v) Others financial assets	8,874	5,865	8,874	5,865
(c) Current tax assets (Net)	3,357	6,650	3,357	6,650
(d) Other current assets	98,451	17,707	98,451	17,936
	1,43,804	1,97,302	1,43,808	1,97,855
Fixed assets held for sale	-	-	-	142
	1,43,804	1,97,302	1,43,808	1,97,997
Total Assets	3,17,920	5,31,283	3,24,783	5,30,629
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	13,112	13,112	13,112	13,112
(b) Other Equity	(2,03,130)	401	(1,96,904)	(27,025)
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	66,809	1,20,490	66,810	1,20,490
(ii) Trade payables				
Dues to micro and small enterprises	-	-	-	-
Dues to other than micro and small enterprises	16,524	46,539	16,524	46,539
(iii) Other financial liabilities	18,184	42,751	18,184	42,751
(b) Provisions	5,975	1,638	5,975	1,638
(c) Other non-current liabilities	362	362	362	366
	1,07,855	2,11,780	1,07,855	2,11,784
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	67,076	75,649	67,076	88,711
(ii) Trade payables				
Dues to micro and small enterprises	1,100	1,731	1,100	1,731
Dues to other than micro and small enterprises	74,785	83,462	75,422	94,378
(iii) Other financial liabilities	2,29,684	1,20,590	2,29,683	1,23,312
(b) Provisions	6,497	19,476	6,497	5,082
(c) Current tax liabilities, net				68
(d) Other current liabilities	20,941	5,082	20,941	19,476
	4,00,083	3,05,990	4,00,720	3,32,758
Total Equity and Liabilities	3,17,920	5,31,283	3,24,783	5,30,629



Notes to the financial results:

- (1) The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on November 19, 2019
- (2) The Company's business activity falls within a single business segment i.e. Construction and Infrastructure Development, in terms of Ind AS 108 on Operating Segments
- (3) These financial results of the Company are prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder
- (4) In the earlier years, pursuant to the Debt Restructuring Programme, the Company had settled an irrevocable trust, namely, Maytas Investment Trust (Trust). The objective of the Trust was to dispose certain underlying investments held and settle the liability towards the Pass through Certificate (PTC), wherein the Company was also a contributory. Value of Investment in the PTC issued by the Company was Rs. 25,967 Lakhs. Further, the Company has receivables from the investee entities in the form of loans and advances and investments aggregating to Rs. 14,619 Lakhs

Based on the valuation reports furnished by external valuers, during the current quarter, the Company has recognized an impairment of Rs. 25,967 Lakhs towards diminution in the value of PTC. However, the Company is confident of recovery of the carrying value of the pass through certificates advances given to the investee entities

(5) **Trade receivables and Contract assets:**

a) Trade Receivables as at March 31, 2019 include:

(i) Dues from terminated / foreclosed projects, Rs 22,685 Lakhs (including retention money receivable). Management initiated discussion for recovery of the billed revenue upto the date of termination / foreclosure of the contracts. The respective customers have indicated based on a mutual evaluation of the contract, project dues (billed and unbilled) till the date of termination shall be paid to the Company. Accordingly, the Company has written off / provided which are considered as not realisable and retained the above amount as realisable

(ii) Receivables from promoter group entities, Rs 3,506 Lakhs for which the Company obtained certifications for the works done / bills raised. No provisioning has been made for the said receivables as at March 31, 2019. Adjustments, if any, that may arise on ultimate realization will be made in the year in which the settlement is concluded

(iii) Retention money of Rs 50,032 Lakhs, which can be received by the Company, primarily after completion of Defective Liability Period (DLP). As at March 31, 2019, the Company has not received any claims under defective liability clause and is confident of recovery of the carrying value of the same

b) Contract assets (project work in Progress) include:

(i) Rs 16,939 Lakhs, represents amount yet to be certified as at the Balance Sheet date. These amounts are certified subsequent to the balance sheet date and billed to the respective client

(ii) Rs. 7,902 Lakhs, represents recoverable from the respective customers from terminated / foreclosed / completed projects. The respective customers have indicated based on a mutual evaluation of the contract, project dues (billed and unbilled) till the date of termination shall



be paid to the Company. Accordingly, the Company has written off / provided which are considered as not realizable and retained the above amount as realizable

(iii) Amounts receivable from Group Company, Rs. 12,500, recognized based on the acknowledgment by said company. Adjustments, if any, that may arise on ultimate realization will be made in the year in which the settlement is concluded

- (6) Prior to April 1, 2009, the erstwhile promoters had given certain Inter Corporate Deposits (ICDs) to various companies aggregating to Rs. 34,378 Lakhs. Of the foregoing, documentary evidences had been established that, for an amount of Rs 32,378 Lakhs, the then Satyam Computer Services Limited (SCSL) was the ultimate beneficiary and for which a claim together with compensation receivable had been lodged by the Company. During the earlier years, SCSL had merged into Tech Mahindra Limited (TML) pursuant to a Scheme of Arrangement u/s.391-394 of the Companies Act, 1956. As provided in the Scheme and as per the Judgment of Hon'ble High Court of Andhra Pradesh on the said Scheme, the aforesaid amount in books of SCSL was transferred to TML. The Company, through its subsidiaries, preferred an appeal before the Division Bench of Hon'ble High Court of Andhra Pradesh against the single judge's Order approving the merger scheme of SCSL which is pending as on date. TML, in its Audited Financial Results for the year ended March 31, 2019 continued to disclose as "Suspense Account (Net) Rs. 123,040 Lakhs" as disclosed by SCSL earlier. Management is of the opinion that the claim made by the Company on SCSL is included in the aforesaid amount disclosed by TML in its Audited Financial Statements. The Company is confident of recovering the said ICDs together with compensation due thereon from SCSL/TML. Further, based on internal evaluation and legal opinion, documentary evidences available with the Company and in view of the observations of the Special Court in its verdict dated April 9, 2015 on the criminal case filed by the Central Bureau of Investigation, confirming that an amount of Rs. 142,500 Lakhs was transferred to SCSL through the intermediary companies, out of which an amount of Rs. 123,040 Lakhs continues to subsist with SCSL, Management is of the opinion that the Company's case on the recoverability of the aforesaid amounts is ultimately certain

- (7) The Company has accumulated loss of Rs. 2,31,600 Lakhs as at March 31, 2019 (as at March 31, 2018: Rs. 27,955 Lakhs). The Company has incurred loss of Rs. 2,03,531 Lakhs during the year ended March 31, 2019 primarily due to impairment/write offs/provision made by the management on the basis stated in Note 11 to the financial results. Company's net worth has been fully eroded and the it's current liabilities exceed its current assets as at the balance sheet date by Rs. 2,56,279 Lakhs (March 31, 2018: Rs. 108,688). There are uncertainties on recovery of gross value of investments/inter corporate deposits/ dues from group companies, dues from customers, etc. A major portion of the existing projects being executed by the Company are nearing completion / or approaching their end of term over next eighteen months, which is likely to result in significant reduction in the Company's operating revenue thereafter. During the period, the Company has defaulted on various loans to the lenders of the Company, including borrowings from promoter group entities

As indicated in Note 8, there has been a restructuring of the Company's Board of Directors, the reconstituted Board of IL&FS filed various status reports to National Company Law Tribunal (NCLT) and in one of such reports, all the group entities of IL&FS have been categorized into Green/Amber/Red entities and the Company was categorized under the Group "Red" implying that the Company is unable to meet its contractual, statutory and debt obligations. The Company is currently not making payments to its Financial Creditors and the Operational Creditors existing prior to the date of Management takeover of MCA. These adverse developments in promoter group entities impacted the operations of the company and also resulted in cancellation/ termination/suspension of certain contracts with customers



The accompanying financial statements have been prepared on going concern basis based on cumulative impact of certain steps taken by the reconstituted board, future such steps being taken and the support received from NCLAT for bringing in a period of calm during the resolution process. Based on this the business can be predicted to be operative for the following 12 months and there is no threat of liquidation or closure

Further, the Company is taking significant steps for revival and restoration of operations of the Company, have been enumerated below

1. The reconstituted board is in the process of finalising a comprehensive approach to managing the current situation.
2. The Company is in discussions with its lenders to restructure its borrowings and is committed to taking necessary steps to meet its financial commitments to the extent possible.

(8) Investigations etc. by the Regulatory / Investigative Agencies:

During the period under report, pursuant to the proceedings filed by the Union of India under Sections 241 and 242 of the Companies Act, 2013, on account of various grounds, inter alia, (i) mismanagement of public funds by the erstwhile board of directors of Infrastructure Leasing and Financial Services Limited ("IL&FS"); and (ii) affairs of IL&FS being conducted in a manner prejudicial to the public interest, the National Company Law Tribunal, Mumbai bench ("NCLT"), by way of an order dated October 1, 2018, suspended the erstwhile board of directors of IL&FS and re-constituted the same with persons proposed by the Union of India (such reconstituted board, referred to as the "Reconstituted Board") with the powers to supersede the Boards of all entities belonging to the IL&FS Group including this Company. Simultaneously, various inquiries have been initiated by the Registrar of Companies, Mumbai; Serious Fraud Investigations Office (SFIO); Enforcement Directorate (ED); Securities and Exchange Board of India (SEBI); Reserve Bank of India (RBI) etc. against IL&FS, IL&FS Financial Services Limited (IFIN), IL&FS Transport Networks Limited (ITNL) and its ex-directors who were dismissed by NCLT

As a part of their investigation into the affairs of the Promoter Group, SFIO and ED have been seeking information from the Company on an ongoing basis. Further, as per the directions of the reconstituted board, forensic audit also has been initiated for select entities including this Company. The investigations and forensic audit with respect to the Company are in progress and the Company is fully cooperating with the agencies

Additionally, the National Company Law Appellate Tribunal, New Delhi (the "NCLAT") has passed an order of moratorium on October 15, 2018 in respect of actions (as set out therein) that cannot be taken against IL&FS and its group companies (including the Company), which includes, amongst others, institution or continuation of suits or any other proceedings by any party or person or bank or company, etc. against 'IL&FS' and its group companies in any Court of Law or Tribunal and any action by any party or person or bank or company, etc. to foreclose, recover or enforce any security interest created the assets of 'IL&FS' and its group companies. This has been done taking into consideration the nature of the case, larger public interest and economy of the nation, and interest of IL&FS and its group companies. This moratorium has subsequently been modified by the NCLAT order dated January 11, 2019

Subsequently, the NCLT passed an order dated January 1, 2019 pursuant to an application filed by MCA under Section 130 of the Companies Act, 2013 permitting reopening and recasting of accounts of (a) IL&FS; (b) IFIN and (c) ITNL, for the past 5 financial years (i.e.



Financial year 2013 to Financial year 2018), on the ground that there were mismanagement in the affairs of these companies

While the Company, based on its current understanding, believes that the above would not have a material impact on the financial statement, the implications, if any, arising from the aforesaid developments would be known only after the aforesaid matters are concluded and hence are not determinable at this stage

Based on the internal assessment and / or legal opinion, the Management is confident that for the above mentioned contingent liabilities, no provision is required to be made as at March 31, 2019

- (9) During the year under report, the erstwhile management of the Company has paid an amount of Rs. 6500 Lakhs to a vendor as material supply advance against the purchase order for supply of cement within a period of two months from the date of issue of the said purchase order. For the said advance, the vendor had issued post dated cheques and personal guarantee of its promoter as security. Subsequently, the vendor has neither supplied the cement nor refunded the advances paid. Post dated cheques issued by the vendor were bounced when presented to the Bank. The Company has initiated legal proceedings against the vendor and its promoters. The management has, after considering the financial inability of the vendor, made a provision against said advances

The Management is of the opinion that the transaction is suspicious in nature with money flow from one promoter group entity paid as material advance for procurement of cement, the re-constituted board decided to initiate investigation in this matter by referring the same to Ministry of Corporate Affairs (MCA)

- (10) Effective April 01, 2018, the Company has adopted Ind AS 115, Revenue from Contract with customers. There is no material impact of transition to Ind AS 115 on the audited financial results for the year ended March 31, 2019
- (11) **Exceptional items**
Due to certain developments as detailed in Note 7 and 8 above, the Company has undertaken comprehensive review of the account balances of the assets and the liabilities during the year based on guidelines received from time to time from the promoter group management. Further, during the year the company also has received settlement awards from arbitrations initiated in earlier years. Certain projects also were terminated / foreclosed

Based on the review the company has provided for/written off/adjusted for the balances under the contract assets (un billed revenue), trade receivables, investments, loans/advances, ICD, interest on claims recognized in earlier years and mining rights, considering the ability of parties to pay the dues, the probability of certification, the financial strength of the entities as assessed by the management and arbitration awards

Considering the impact for the year of said adjustments in aggregate, the amounts so adjusted has been reported as exceptional items. The details of amount so adjusted are as below.

Particulars	Amounts (Rs.)
Write off on account of Arbitration awards - Contract assets and interest	47,431
Write off of contract assets on account of Termination/foreclosure of projects	5,987



Impairment provision for contract assets on account of Termination/foreclosure of projects	43,241
Impairment loss of investment in overseas subsidiary, Pass Through Certificates and Company's share of profit in JV	29,891
Write off of Intercompany deposits, loans, trade receivables and other advances	32,089
Provision for the diminutions in value of inventories	2,104
Write off of intangible asset (termination of mining rights)	3,299
	1,64,042

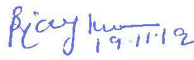
- (12) Further to the matters stated in Note 7 and 8 above, the Company is in the process of preparation of a Resolution Plan which will entail restructuring proposals like interest rate resetting, conversion /waiver of certain borrowings /interest expenses. In view of the moratorium granted by NCLAT in its order dated October 15, 2018 and the Company being categorized under Red Category by IL&FS, Company has not been servicing principal amounts to lenders and interest on the said borrowings. Interest neither paid nor recognized as payable amounting to Rs. 14,499 Lakhs as at March 31,2019 approximately (Excluding penal interest etc.) in anticipation of the approval of lenders of concession/waivers being sought by company in the resolution plan
- (13) In terms of events, occurring subsequent to March 31, 2019 in relation to revenue recognition/contract assets impairment adjustments because of new litigations, termination of contracts and settlement of existing litigations by the Customers have been considered as adjusting events. Hence, the impact of the same has been given in the financial results
- (14) The figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures upto third quarter of respective financial year. Also, the figures upto the end of the third quarter were only reviewed and were not subjected to audit
- (15) These financial results will be made available on the Company's Website viz., www.ilfsengg.com and websites of BSE Limited and National Stock Exchange of India Limited viz., www.bseindia.com and www.nseindia.com respectively

By Order of the Board

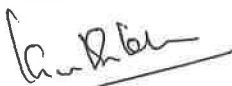
For IL&FS Engineering and Construction Company Limited




Director
DIN



Director
DIN



Kazim Raza Khan
Chief Executive Officer



Naveen Kumar Agrawal
Chief Financial Officer



Place: Mumbai

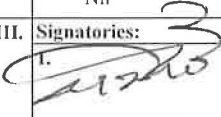
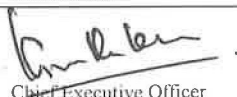
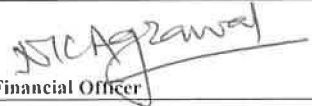


Date: November 19, 2019

Statement on Impact of Audit Qualifications for the Financial year ended March 31, 2019
(See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016)

Rs. in Crores

S. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (audited figures after adjusting for qualifications)
I.	1 Turnover / Total Income	1,262.23	1,262.23
	2 Total Expenditure	1,647.82	2,035.80
	3 Net Profit / (Loss)	(2,036.45)	(2,424.43)
	4 Earnings Per Share	(155.31)	(184.77)
	5 Total Assets	3,179.20	2,936.21
	6 Total Liabilities	5,079.38	5,224.37
	7 Net Worth	(1,900.18)	(2,288.16)
	8 Any Other financial item(s) (as felt appropriate by the management)	Refer EOM's given in the Audit Report	
II. Audit Qualification (each audit qualification separately):			
A.	<p>a. Details of Audit Qualification : Deferred tax assets classified as a part of Non-current assets and forming part of Standalone Financial results amounting to Rs.242.99 Crores as at March 31, 2019 represents amounts recognised by the Company in earlier years. Considering the material uncertainty related to going concern that exists in the Company, the threshold of reasonable certainty for recognising the deferred tax assets as per Ind AS 12- Income Taxes has not been met. Consequently, deferred tax assets are overstated and loss for the period and retained earnings (accumulated loss) are understated by Rs.242.99 Crores.</p>		
	<p>b. Type of Audit Qualification : Qualified Opinion</p>		
	<p>c. Frequency of qualification : First time reported in the year ended March 31, 2019.</p>		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views: Note 13 (a) relating to deferred tax asset amounting to Rs. 242.99 Crores as at March 31, 2019, recognised by the Company in earlier years. The same is being retained as the Company is in the process of finalising resolution plan which if approved and implemented is likely to generate enough profits in subsequent years which can be set-off against deferred tax asset</p>		
	<p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor:</p>		
	<p>(i) Management's estimation on the impact of audit qualification: Not Applicable</p>		
	<p>(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable</p>		
	<p>(iii) Auditors' Comments on e(i) or e(ii) above: Nil</p>		
B.	<p>a. Details of Audit Qualification : Note 12 relating to non-recognition of interest expense for the period amounting to Rs.144.99 Crores (excluding penal interest) on the borrowings availed by the Company considering the process initiated for submission of a resolution proposal to lenders for restructuring of existing debt. Consequently, interest expense and loss for the period are understated by Rs.144.99 Crores and retained earnings (accumulated loss) is understated by Rs.144.99 Crores.</p>		
	<p>b. Type of Audit Qualification : Qualified Opinion</p>		
	<p>c. Frequency of qualification : First time reported in the year ended March 31, 2019.</p>		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views: Interest has not been recognised in line with the restructuring plan which is currently under discussion with the lenders. In the restructuring plan, the Company is proposing for waiver of Interest and accordingly the same has not been recognised in the books.</p>		
	<p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor:</p>		
	<p>(i) Management's estimation on the impact of audit qualification: Not Applicable</p>		
	<p>(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable</p>		
	<p>(iii) Auditors' Comments on e(i) or e(ii) above: Nil</p>		
C.	<p>a. Details of Audit Qualification : Note 6 relating to Inter Corporate Deposits (ICDs) amounting to Rs. 323.78 Crores. These ICDs represent advances given by the Company to other entities, which as informed to us by the management, were ultimately given by these other entities to erstwhile Satyam Computer Services Ltd, which has since merged into Tech Mahindra Ltd. In the absence of adequate and sufficient audit evidence to establish the recoverability of said advances, we are unable to express an opinion on the recoverability of the said ICDs.</p>		
	<p>b. Type of Audit Qualification : Qualified Opinion</p>		
	<p>c. Frequency of qualification : First time reported in the year ended March 31, 2019.</p>		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views: Not Applicable</p>		
	<p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor:</p>		



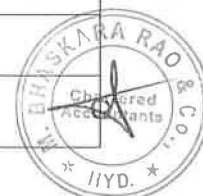
	<p>(i) Management's estimation on the impact of audit qualification:</p> <p>Based on the forensic report by Independent agency, which has been able to trace the said amount, the Company is in process of filing a petition for recovery of the said amount. It is therefore, our opinion, that ICD amount of Rs 323.78 Cr is likely to be realised.</p>
	<p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>ICD amount of Rs 323.78 Cr is likely to be realised.</p>
	<p>(iii) Auditors' Comments on e(i) or e(ii) above:</p> <p>Nil</p>
D	<p>a. Details of Audit Qualification :</p> <p>Note 9 relating to the provision for advance aggregating to Rs.65 Crores for purchase of cement paid during the period to a party, the Management is of the opinion that these transactions are suspicious in nature and the Board decided to initiate investigation by informing the Ministry of Corporate Affairs. In the absence of sufficient and appropriate audit evidence, we are unable to opine on the appropriateness of the recognition of the transaction, pending result of the outcome of the investigation</p>
	<p>b. Type of Audit Qualification : Qualified Opinion</p>
	<p>c. Frequency of qualification : First time reported in the year ended March 31, 2019.</p>
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views:</p> <p>Not Applicable</p>
	<p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor:</p>
	<p>(i) Management's estimation on the impact of audit qualification:</p> <p>The said transaction has been reported by Management to the Board. The Board is of the opinion that further investigation is required and hence we do not wish to comment further in the matter.</p>
	<p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>The Board is of the opinion that further investigation is required and hence we do not wish to comment further in the matter.</p>
	<p>(iii) Auditors' Comments on e(i) or e(ii) above:</p> <p>Nil</p>
III. Signatories:	
1.	 DIRECTOR
2.	 Chief Executive Officer
3.	 Chief Financial Officer
Statutory Auditors:	
for M.Bhaskara Rao & Co., Chartered Accountants ICAI Firm Registration Number: 000459S7	
 V K Muralidhar Partner Membership No: 201570	
	
Place: Mumbai Date: November 19, 2019	


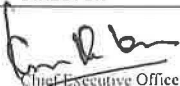



ANNEXURE I

Statement on Impact of Audit Qualifications for the Financial year ended March 31, 2019
(See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016)

Rs. in Crores

S. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (audited figures after adjusting for qualifications)
		1,261.22	1,261.22
		1,654.15	2,042.13
		(2,042.78)	(2,430.76)
		(155.71)	(185.38)
		3,247.83	3,004.84
		5,085.75	5,230.74
		(1,837.92)	(2,225.90)
	Any Other financial item(s) (as felt appropriate by the management)	Refer EOM's given in the Audit Report	
II. Audit Qualification (each audit qualification separately):			
A.	<p>a. Details of Audit Qualification : Deferred tax assets classified as a part of Non-current assets and forming part of Consolidated Financial results amounting to Rs.242.99 Crores as at March 31, 2019 represents amounts recognised by the Company in earlier years. Considering the material uncertainty related to going concern that exists in the Company, the threshold of reasonable certainty for recognising the deferred tax assets as per Ind AS 12- Income Taxes has not been met. Consequently, deferred tax assets are overstated and loss for the period and retained earnings (accumulated loss) are understated by Rs.242.99 Crores.</p>		
	b. Type of Audit Qualification : Qualified Opinion		
	c. Frequency of qualification : First time reported in the year ended March 31, 2019		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views:</p> <p>Note 13 (a) relating to deferred tax asset amounting to Rs. 242.99 Crores as at March 31, 2019, recognised by the Company in earlier years. The same is being retained as the Company is in the process of finalising resolution plan which if approved and implemented is likely to generate enough profits in subsequent years which can be set-off against deferred tax asset</p>		
	e. For Audit Qualification(s) Where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification: Not Applicable		
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable		
	(iii) Auditors' Comments on e(i) or e(ii) above: Nil		
B.	<p>a. Details of Audit Qualification : Note 12 relating to non-recognition of interest expense for the period amounting to Rs. 144.99 Crores (excluding penal interest) on the borrowings availed by the Company considering the process initiated for submission of a resolution proposal to lenders for restructuring of existing debt. Consequently, interest expense and loss for the period are understated by Rs. 144.99 Crores and retained earnings (accumulated loss) is understated by Rs. 144.99 Crores.</p>		
	b. Type of Audit Qualification : Qualified Opinion		
	c. Frequency of qualification : First time reported in the year ended March 31, 2019		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views:</p> <p>Interest has not been recognised in line with the restructuring plan which is currently under discussion with the lenders. In the restructuring plan, the Company is proposing for waiver of Interest and accordingly the same has not been recognised in the books.</p>		
	e. For Audit Qualification(s) Where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification: Not Applicable		
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable		
	(iii) Auditors' Comments on e(i) or e(ii) above: Nil		
C.	<p>a. Details of Audit Qualification : Note 6 relating to Inter Corporate Deposits (ICDs) amounting to Rs. 342.36 Crores. These ICDs represent advances given by the Company to other entities, which as informed to us by the management, were ultimately given by these other entities to erstwhile Satyam Computer Services Ltd, which has since merged into Tech Mahindra Ltd. In the absence of adequate and sufficient audit evidence to establish the recoverability of said advances, we are unable to express an opinion on the recoverability of the said ICDs</p>		
	b. Type of Audit Qualification : Qualified Opinion		
	c. Frequency of qualification : First time reported in the year ended March 31, 2019		
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views:</p> <p>Not Applicable</p>		
	e. For Audit Qualification(s) Where the impact is not quantified by the auditor:		
	(i) Management's estimation on the impact of audit qualification: Based on the forensic report by Independent agency, which has been able to trace the said amount, the Company is in process of filing a petition for recovery of the said amount. It is therefore, our opinion, that ICD amount of Rs 342.36 Cr is likely to be realised.		
	(ii) If management is unable to estimate the impact, reasons for the same: ICD amount of Rs 342.36 Cr is likely to be realised		
	(iii) Auditors' Comments on e(i) or e(ii) above: Nil		



D	<p>a. Details of Audit Qualification : Note 9 relating to the provision for advance aggregating to Rs 65 Crores for purchase of cement paid during the period to a party, the Management is of the opinion that these transactions are suspicious in nature and the Board decided to initiate investigation by informing the Ministry of Corporate Affairs. In the absence of sufficient and appropriate audit evidence, we are unable to opine on the appropriateness of the recognition of the transaction, pending result of the outcome of the investigation</p>
	<p>b. Type of Audit Qualification : Qualified Opinion</p>
	<p>c. Frequency of qualification : First time reported in the year ended March 31, 2019</p>
	<p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views: Not Applicable</p>
	<p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: The said transaction has been reported by Management to the Board. The Board is of the opinion that further investigation is required and hence we do not wish to comment further in the matter.</p>
	<p>(ii) If management is unable to estimate the impact, reasons for the same: The Board is of the opinion that further investigation is required and hence we do not wish to comment further in the matter.</p>
	<p>(iii) Auditors' Comments on e(i) or e(ii) above: Nil</p>
E	<p>a. Details of Audit Qualification : The Group has not consolidated its overseas subsidiary. As per management, the overseas subsidiary has ceased its operations for a period in excess of 3 years.</p> <p>b. Type of Audit Qualification : Qualified Opinion</p> <p>c. Frequency of qualification : First time reported in the year ended March 31, 2019</p> <p>d. For Audit Qualification(s) Where the impact is quantified by the auditor, Management's Views: Not Applicable</p> <p>e. For Audit Qualification(s) Where the impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: Investment in subsidiary has been fully provided for. There were no operations for more than 3 years. Financial information will not have significant impact on the consolidated results.</p> <p>(ii) If management is unable to estimate the impact, reasons for the same: Not applicable</p> <p>(iii) Auditors' Comments on e(i) or e(ii) above: Nil</p>
III.	<p>Signatories:</p> <p>1  DIRECTOR</p> <p>2  Chief Executive Officer</p> <p>3  Chief Financial Officer</p>
	<p>Statutory Auditors:</p> <p>for M. Bhaskara Rao & Co., Chartered Accountants ICAI Firm Registration Number 000459S</p> <p> V K Muralidhar Partner Membership No. 201570</p> <p>Place: Mumbai Date: November 19, 2019</p> 

Independent Auditor's Report on Consolidated Financial Results of IL&FS Engineering and Construction Company Limited for the quarter and year ended March 31, 2019

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

**To
The Board of Directors of
IL&FS Engineering and Construction Company Limited**

1. We have audited the accompanying annual consolidated financial results of IL&FS Engineering and Construction Company Limited ('the Holding Company') and its subsidiaries (collectively referred to as 'the Group') for the year ended March 31, 2019 ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").
2. These annual consolidated financial results have been prepared on the basis of the audited consolidated Ind AS Financial Statements which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual consolidated financial results based on our audit of the annual consolidated Financial Statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with the Regulation 33 of the Listing Regulations.
3. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone financial results are free of material misstatements. 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 the management. We believe that the evidence obtained in the course of our audit provides a reasonable basis for our qualified opinion.

Basis for Qualified Opinion:

4. Deferred tax assets classified as a part of Non-current assets and forming part of Consolidated Financial results amounting to Rs.242.99 Crores as at March 31, 2019 represents amounts recognised by the Group in earlier years. Considering the material uncertainty related to going concern that exists in the group, the threshold of reasonable certainty for recognising the deferred tax assets as per Ind AS 12- Income Taxes has not been met. Consequently, deferred tax assets are overstated and loss for the period and retained earnings (accumulated loss) are understated by Rs.242.99 Crores.
5. We draw attention to Note 12 relating to non-recognition of interest expense for the period amounting to Rs.144.99 Crores (excluding penal interest) on the borrowings availed by the Group considering the process initiated for submission of a resolution proposal to lenders for



restructuring of existing debt. Consequently, interest expense and loss for the period are understated by Rs.144.99 Crores and retained earnings (accumulated loss) is understated by Rs.144.99 Crores.

6. We draw attention to Note 6 relating to Inter Corporate Deposits (ICDs) amounting to Rs.342.36 Crores. These ICDs represent advances given by the Group to other entities, which as informed to us by the management, were ultimately given by these other entities to erstwhile Satyam Computer Services Ltd, which has since merged into Tech Mahindra Ltd. In the absence of adequate and sufficient audit evidence to establish the recoverability of said advances, we are unable to express an opinion on the recoverability of the said ICDs.
7. We draw attention to Note 9 relating to the provision for advance aggregating to Rs.65 Crores for purchase of cement paid during the period to a party, the Management is of the opinion that these transactions are suspicious in nature and the Board decided to initiate investigation by informing the Ministry of Corporate Affairs. In the absence of sufficient and appropriate audit evidence, we are unable to opine on the appropriateness of the recognition of the transaction, pending result of the outcome of the investigation
8. The Group has not consolidated one overseas subsidiary. We were informed that the said overseas subsidiary has ceased its operations for a period in excess of three years.

Material uncertainty related to going Concern:

9. Attention is invited to Note 7 regarding a likely significant reduction in the Group's future income from operations, in the absence of new business orders, management's expectation of Group's inability to meet its obligations over the next 12 months out of its earnings and liquid assets. The Group's management represented to us that they are currently in discussion with the lenders for carrying out a debt restructuring proposal. These events and conditions indicate a material uncertainty which cast a significant doubt on the Group's ability to continue as a going concern, and therefore it may be unable to realise its assets and discharge its liabilities including potential liabilities in the normal course of business. The ability of the Group to continue as a going concern is solely dependent on the acceptance of the debt restructuring proposal / finalisation and approval of the resolution plan, which is not wholly within the control of the Group.

The Management of the Group has accordingly prepared these financial results on going concern basis based on their assessment of the successful outcome of the restructuring proposal / finalisation and approval of the resolution plan.

Our Opinion is not modified in respect of this matter.

Emphasis of Matter:

10. We draw attention to Note 8 regarding ongoing investigations by Serious Fraud Investigation Office of Ministry of Company Affairs (SFIO), Enforcement Directorate (ED) and other regulators / agencies against Infrastructure Leasing & Financial Services Limited ('IL&FS' or 'the Ultimate Holding Company'), and its subsidiaries (including the Holding Company). The National Company Law Tribunal (NCLT) has issued an Order to re-open books of accounts of IL&FS and its two subsidiaries (other than the Holding Company) for the past financial years. However, Hon'ble Supreme Court of India has stayed the Order of NCLT to reopen past books of IL&FS and its above



referred two subsidiaries. The financial results of the group for the period do not include adjustments, if any, that may arise on account of the ongoing investigations by the investigating and other agencies and Regulatory Authorities, as the management, at this juncture, cannot foresee any adjustments to be made in these financial results of the Group as a result of any such investigations.

11. We draw attention to Note 5 regarding recoverability of Trade Receivables and Contract assets respectively from the terminated / foreclosed / revived projects. Based on its internal assessment no adjustments have been made in the carrying the receivables / contract assets.
12. Loans classified as a part of Non-current assets and forming part of Consolidated Financial results includes carrying value of loans / advances / interest accrued on such loans or advances to the investee entities aggregating to Rs.146.19 Crores. Recoverability of these investments / receivables / loans and advances is dependent upon recovery of capacity charges and supplies, increase in traffic on road investments, final award of the claim and positive outcome of the litigations in the ultimate investee entities.
13. We draw attention to Note 11 regarding exceptional items aggregating to Rs.1640.42 Crores comprising written off / provisions made and other adjustments made during the period based on comprehensive review / assessment carried out by the management during the period.

Our Opinion is not modified in respect of matters stated in paras 10 to 13.

Qualified Opinion

14. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters Paragraphs 4 to 8 above and read with Material Uncertainty relating to Going Concern Paragraph and Paragraphs 10 to 13 under Emphasis of Matters paragraphs above, these annual consolidated financial results:
 - a. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
 - b. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of, the Loss, total comprehensive income (Loss) and other financial information for the quarter and year ended March 31, 2019.

for **M. Bhaskara Rao & Co.,**
Chartered Accountants
Firm Registration No.000459S



V K Muralidhar

V K Muralidhar
Partner

Membership No.201570
UDIN: 19201570AAAAEBS969

Mumbai, 19th November 2019

Independent Auditor's Report on Financial Results of IL&FS Engineering and Construction Company Limited for the quarter and year ended March 31, 2019

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

**To
The Board of Directors of
IL&FS Engineering and Construction Company Limited**

1. We have audited the accompanying annual standalone financial results of IL&FS Engineering and Construction Company Limited ("the Company") for the year ended March 31, 2019 ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").
2. Attention is drawn to the fact that the figures for the last quarter ended March 31, 2019 and the corresponding quarter ended in the previous year, as reported in this annual standalone financial results are the balancing figures between the audited figures in respect of the full financial year and to the published year to date figures upto the end of the third quarter of the relevant financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.
3. These annual standalone financial results have been prepared on the basis of the audited Standalone Ind AS Financial Statements and reviewed standalone financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of the annual Standalone Financial Statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with the Regulation 33 of the Listing Regulations.
4. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone financial results are free of material misstatements. 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 the management. We believe that the evidence obtained in the course of our audit provides a reasonable basis for our opinion.

Basis for Qualified Opinion:

5. Deferred tax assets classified as a part of Non-current assets and forming part of Standalone Financial results amounting to Rs.242.99 Crores as at March 31, 2019 represents amounts recognised by the Company in earlier years. Considering the material uncertainty related to going concern that exists in the Company, the threshold of reasonable certainty for recognising the deferred tax assets as per Ind AS 12- Income Taxes has not been met. Consequently, deferred tax



assets are overstated and loss for the period and retained earnings (accumulated loss) are understated by Rs.242.99 Crores.

6. We draw attention to Note 12 relating to non-recognition of interest expense for the period amounting to Rs.144.99 Crores (excluding penal interest) on the borrowings availed by the Company considering the process initiated for submission of a resolution proposal to lenders for restructuring of existing debt. Consequently, interest expense and loss for the period are understated by Rs.144.99 Crores and retained earnings (accumulated loss) is understated by Rs.144.99 Crores.
7. We draw attention to Note 6 relating to Inter Corporate Deposits (ICDs) amounting to Rs. 323.78 Crores. These ICDs represent advances given by the Company to other entities, which as informed to us by the management, were ultimately given by these other entities to erstwhile Satyam Computer Services Ltd, which has since merged into Tech Mahindra Ltd. In the absence of adequate and sufficient audit evidence to establish the recoverability of said advances, we are unable to express an opinion on the recoverability of the said ICDs.
8. We draw attention to Note 9 relating to the provision for advance aggregating to Rs.65 Crores for purchase of cement paid during the period to a party, the Management is of the opinion that these transactions are suspicious in nature and the Board decided to initiate investigation by informing the Ministry of Corporate Affairs. In the absence of sufficient and appropriate audit evidence, we are unable to opine on the appropriateness of the recognition of the transaction, pending result of the outcome of the investigation.

Material uncertainty related to going Concern:

9. Attention is invited to Note 7 regarding a likely significant reduction in the Company's future income from operations, in the absence of new business orders, management's expectation of Company's inability to meet its obligations over the next 12 months out of its earnings and liquid assets. The Company's management represented to us that they are currently in discussion with the lenders for carrying out a debt restructuring proposal. These events and conditions indicate a material uncertainty which cast a significant doubt on the Company's ability to continue as a going concern, and therefore it may be unable to realise its assets and discharge its liabilities including potential liabilities in the normal course of business. The ability of the Company to continue as a going concern is solely dependent on the acceptance of the debt restructuring proposal / finalisation and approval of the resolution plan, which is not wholly within the control of the Company.

The Management of the Company has accordingly prepared these financial results on going concern basis based on their assessment of the successful outcome of the restructuring proposal / finalisation and approval of the resolution plan.

Our Opinion is not modified in respect of this matter.

Emphasis of Matter:

10. We draw attention to Note 8 regarding ongoing investigations by Serious Fraud Investigation Office of Ministry of Company Affairs (SFIO), Enforcement Directorate (ED) and other regulators / agencies against Infrastructure Leasing & Financial Services Limited ('IL&FS' or 'the Holding



Company'), and its subsidiaries (including the Company).The National Company Law Tribunal (NCLT) has issued an Order to re-open books of accounts of IL&FS and its two subsidiaries (other than this Company) for the past financial years. However, Hon'ble Supreme Court of India has stayed the Order of NCLT to reopen past books of IL&FS and its above referred two subsidiaries. The financial results of the Company for the period do not include adjustments, if any, that may arise on account of the ongoing investigations by the investigating and other agencies and Regulatory Authorities, as the management, at this juncture, cannot foresee any adjustments to be made in these financial results of the Company as a result of any such investigations.

11. We draw attention to Note 8 regarding recoverability of Trade Receivables and Contract assets respectively from the terminated / foreclosed / revived projects. Based on its internal assessment no adjustments have been made in the carrying the receivables / contract assets.
12. Loans classified as a part of Non-current assets and forming part of Standalone Financial results includes carrying value of loans / advances / interest accrued on such loans or advances to the investee entities aggregating to Rs.146.19 Crores. Recoverability of these investments / receivables / loans and advances is dependent upon recovery of capacity charges and supplies, increase in traffic on road investments, final award of the claim and positive outcome of the litigations in the ultimate investee entities.
13. We draw attention to Note 8 regarding exceptional items aggregating to Rs.1640.42 Crores comprising written off / provisions made and other adjustments made during the period based on comprehensive review / assessment carried out by the management during the period.

Our Opinion is not modified in respect of matters stated in paras 10 to 13.

Qualified Opinion:

14. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters Paragraphs 4 to 8 above and read with Materia Uncertainty relating to Going Concern Paragraph and Paragraphs 10 to 13 under Emphasis of Matters paragraphs above, these annual standalone financial 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; SEBI Circular dated July 5, 2016 in this regard; and
 - (ii) give a true and fair view of the net profit (including other comprehensive income) and other financial information of the Company for the year ended March 31, 2019.

for M. Bhaskara Rao & Co.,
Chartered Accountants

Firm Registration No.000459S



V K Muralidhar
Partner

Membership No.201570

UDIN: 19201570AAAAEA5462

Mumbai , 19th November 2019