



Statement of Audited Standalone Financial Results for the Year ended March 31, 2018

(₹ in lakhs except share data)

Sl. No.	Particulars (Refer Notes below)	Quarter Ended			Year Ended	
		March 31, 2018	Dec 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017
		AUDITED (Refer Note 8)	UNAUDITED	AUDITED (Refer Note 8)	AUDITED	AUDITED
I.	Revenue from operations	17,175.70	31,934.34	66,787.29	1,41,346.69	2,01,525.96
II.	Other income	7,117.05	350.89	1,847.80	8,653.65	3,893.91
III.	Total income (I+II)	24,292.75	32,285.23	68,635.09	1,50,000.34	2,05,419.87
IV.	EXPENSES					
	a) Cost of Construction Material Consumed	4,509.58	4,856.65	6,921.11	22,238.40	27,021.93
	b) Sub-contracting expense	21,979.62	20,511.52	42,779.91	96,288.27	1,04,712.56
	c) Masonry, labour and other construction expense	13,979.77	10,854.87	10,739.27	47,237.29	47,587.27
	d) Employee benefits expense	1,808.57	2,516.58	2,888.48	10,126.13	13,242.55
	e) Finance costs	44,554.33	19,809.46	17,821.42	1,01,385.40	68,477.60
	f) Depreciation and amortisation expense	1,489.40	1,635.92	1,707.00	6,464.05	7,200.11
	g) Other expenses	3,776.50	3,772.05	18,912.36	18,251.47	46,200.87
	Total expenses (IV)	92,097.77	63,957.05	1,01,769.55	3,01,991.01	3,14,442.89
V.	Profit/(Loss) before exceptional items and tax (III-IV)	(67,805.02)	(31,671.82)	(33,134.46)	(1,51,990.67)	(1,09,023.02)
VI.	Exceptional items	47,539.52	-	-	47,539.52	-
VII.	Profit/ (Loss) before tax	(1,15,344.54)	(31,671.82)	(33,134.46)	(1,99,530.19)	(1,09,023.02)
VIII.	Tax expense:					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax	102.23	102.23	95,740.52	408.91	96,069.40
IX.	Net Profit / (Loss) for the period from continuing operation (VII-VIII)	(1,15,242.31)	(31,569.59)	62,606.06	(1,99,121.28)	(12,953.62)
X.	Other Comprehensive Income / (Loss)					
	a) Items that will not be reclassified to Profit or Loss					
	i) Remeasurements of the defined benefit Plans	190.32	(70.15)	4.99	(20.14)	(280.61)
	ii) Income Tax effect on above	(65.86)	24.28	8.86	6.97	97.11
	b) Item that may be reclassified to profit or loss					
	i) Exchange differences on translation of a foreign operation	33.83	(14.61)	-	25.15	-
	ii) Income Tax effect on above	-	-	-	-	-
XI.	Other Comprehensive Income / (Loss) for the year	158.29	(60.48)	13.85	11.98	(183.50)
XII.	Total comprehensive income for the year (comprising profit /(loss) and other comprehensive income for the year) (IX+XI)	(1,15,084.02)	(31,630.07)	62,619.91	(1,99,109.30)	(13,137.12)
XIII.	Earnings per equity share (of Rs. 2 each) (not annualised for quarterly results) EPS (in Rs.)					
	Basic & Diluted	(14.72)	(4.03)	8.00	(25.43)	(1.65)
	(See Accompanying notes (1 - 8))					



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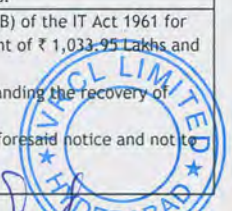


Statement of Assets and Liabilities

Particulars	As at March 31,		Standalone
		2018	As at March 31, 2017
I. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment		21,017.57	28,465.65
(b) Investment Properties		2,461.91	2,999.47
(c) Financial Asset			
(i) Investments	1,83,194.12		1,29,989.32
(ii) Trade Receivable	29,435.14		34,085.47
(iii) Loans	5,376.04		6,247.80
(iv) Others	92,962.21		86,935.01
(d) Deferred Tax Asset (net)	97,650.41		97,234.53
(e) Non-current Tax assets (Net)	9,448.76		6,750.98
(f) Other Non - Current Assets	15,231.26		15,259.16
		4,33,297.94	3,76,502.27
		4,56,777.42	4,07,967.39
2. Current Assets			
(a) Inventories		6,667.49	9,878.88
(b) Financial Asset			
(i) Investments			
(ii) Trade Receivables	1,19,258.04		1,38,999.29
(iii) Cash and cash equivalent	15,723.04		7,932.92
(iv) Bank balances (other than iii above)	2,568.99		4,191.84
(v) Loans	55,757.31		36,637.47
(vi) Others	21,958.39	2,15,265.77	98,301.62
(c) Other Current Assets		1,60,867.53	1,91,598.10
		8,39,578.21	8,95,507.51
TOTAL ASSETS			
		8,39,578.21	8,95,507.51
II Equity and Liabilities			
1. Equity			
(a) Equity Share Capital	15,657.95		15,657.95
(b) Other Equity	(1,76,064.64)		23,044.67
Total Equity		(1,60,406.69)	38,702.62
2. Liabilities			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings			1,00,140.51
(b) Provisions	539.12		953.76
		539.12	1,01,094.27
3. Current Liabilities			
(a) Financial Liabilities			
(i) Short-Term Borrowings	6,21,789.48		2,57,777.50
(ii) Trade Payables	1,29,341.51		1,42,406.42
(iii) Other financial Liabilities (other than those specified in item c)	1,72,790.68		2,74,132.30
		9,23,921.67	6,74,316.22
(b) Other Current Liabilities		61,506.82	66,883.18
(c) Provisions		14,017.29	14,511.22
Total Equity and Liability		8,39,578.21	8,95,507.51

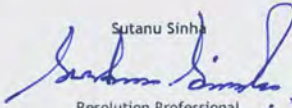


Note :	
1.	As more fully described in note 2 below, as per section 134 of the Companies Act, 2013, the standalone financial statements of a Company are required to be authenticated by the Chairperson of the Board of Directors, where authorized by the Board or at least two Directors, of which one shall be the Managing Director or the CEO (being a Director), the CFO and the Company Secretary where they are appointed. In view of the ongoing CIRP, powers of the board of directors have been suspended and these powers are, in terms of the code, now vested with Mr. Sutanu Sinha, as Interim Resolution Professional (IRP) to carry out the functions of the Company in his capacity as the IRP from February 23, 2018. Accordingly, Financial results of the Company for the year ended March 31, 2018 were taken on record and authorized for issue by Resolution Professional (RP) on June 29, 2018.
2.	<p>The Lenders of the Company had in earlier year approved a Corporate Debt Restructuring Scheme (CDR) with certain reliefs in relation to repayment timelines of loans and accumulated unpaid interest with certain conditions w.e.f. June 30, 2014. The efforts to raise additional funds, however, could not materialise and in the earlier year, the Joint Lenders have decided to adopt Strategic Debt Restructuring (SDR) in their meeting held on November 26, 2015, involving conversion of part of their debt into equity share capital to facilitate majority shareholding (i.e more than 51%) by the Joint Lenders Forum (JLF).</p> <p>During the year, the stipulated time line has ended on May 25, 2017 and no Investor has come forward with a binding offer to acquire the lenders stake. The company has been treated as a case of failed CDR and SDR and lenders have exercised rights available to them on such failure of CDR/SDR including withdrawal / reversals of waivers / reliefs earlier granted to them w.e.f November 30, 2013.</p> <p>During the year, a lender has filed a petition against the Company for initiation of CIRP that has been admitted by the Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") vide its order dated February 23, 2018 declaring moratorium <i>inter-alia</i> against any recovery proceedings/winding up proceedings against the Company. The order of moratorium shall have effect from February 23, 2018 in accordance with section 14 (1) of the Insolvency and bankruptcy Code, 2016 ("the Code").</p> <p>Further, pursuant to the order of NCLT, a public announcement of CIRP was made on March 03, 2018 and a Committee of Creditors (COC) was formed pursuant to the provisions of the code and COC held their first meeting on March 29, 2018 and inter alia confirmed Interim Resolution Professional as Resolution professional (RP) for the Company.</p>
3.	The operations of the Company consists of construction / project activities and there are no other reportable segments under Ind AS 108, "Operating Segments".
4.	The Statutory Auditors have expressed a modified opinion for the Year ended March 31, 2018 in respect of the following matters:
a)	During the year, the Company has incurred a net loss of ₹ 1,99,109.30 lakhs resulting in to accumulated losses of ₹ 4,17,624.30 lakhs as at March 31, 2018 and erosion of its Net worth. The Company has obligations towards fund based borrowings aggregating to ₹ 7,75,772.77 lakhs and non fund based exposure aggregating to ₹ 1,28,317.26 lakhs, subject to reconciliation/verification as stated in note 4(f) below, that have been demanded/recalled by the financial creditors pursuant to CIRP, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2018. The Company's ability to continue as going concern is dependent upon many factors including continued support from the financial creditors, operational creditors and submission of a viable revival plan by the prospective investor/bidder. In the opinion of the management, resolution and revival of the company is possible in foreseeable future, accordingly, in view of ongoing CIRP, above results have been prepared on the basis that the Company is a Going Concern.
b)	The Company had recognized deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences aggregating to ₹ 95,705.88 lakhs (₹ 95,705.88 Lakhs as at March 31, 2017). Based on unexecuted orders on hand and expected future orders, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised.
c)	The Company has certain trade receivables, unbilled revenue, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantee encashed by the customers aggregating to ₹ 1,96,823.51 lakhs (₹ 1,86,821.30 lakhs as at March 31, 2017) which are subject matters of various disputes / arbitration proceedings / negotiations with the contractee/clients due to termination / fore closure of contracts and other disputes. The management of the Company is confident of positive outcome of litigations / resolutions of disputes and recovering the aforesaid dues.
d)	The Company has an investment of ₹ 1,20,632.88 lakhs (₹ 67,618.53 lakhs as at March 31, 2017) in subsidiaries engaged in BOT and other projects, which are under disputes with the concessionaire, and other subsidiaries that have significant accumulated losses as at March 31, 2018. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Considering the long-term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
e)	The Company has outstanding loans and advances of ₹ 71,422.01 lakhs (₹ 43,223.28 lakhs as at March 31, 2017) given to subsidiary companies, associate, net receivable against development rights, various sub-contractors, vendors and other parties that are outstanding for long period. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients/ sub-contractors/vendors to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances.
f)	There are various claims, submitted by the financial creditors on behalf of subsidiary companies and claims towards penal interest), operational creditors, workmen or employees and authorized representative of workmen and employees of the Company and others to Resolution Professional pursuant to the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulation 2016. The claims received from the parties are subject to further validation / verification by the RP.
g)	Confirmation of balances could not be obtained as at March 31, 2018 for banks balances aggregating to ₹ 248.43 lakhs, bank borrowings and for various trade receivables, trade payables, though, the management has requested for the confirmation of balances. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
h)	Physical verification for fixed assets aggregating to ₹ 1,691.23 lakhs (WDV as on March 31, 2018) and inventory aggregating to ₹ 412.27 lakhs could not be carried out at certain locations including project site that are terminated/ foreclosed/ having slow progress. The Management believe that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories.
i)	The company has various input credits and balances with various statutory authorities pertaining to service tax, VAT, sales tax etc aggregating to ₹ 20,034.67 Lakhs. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities. No adjustments has been made in the books of accounts in respect of such amounts.
5.	The Statutory Auditors have included an Emphasis of matter in their report for the Year ended March 31, 2018 in respect of the following matters:
a)	<p>During the year, the company has received a Show Cause Notice U/s 279 (1) of the IT Act 1961 for initiation of prosecution proceedings U/s 276 (B) of the IT Act 1961 for failure to deposit the deducted Tax at Source within due date in Central Government Account for financial year 2016-17 & 2017-18 for the amount of ₹ 1,033.95 Lakhs and ₹ 1,891.21 Lakhs respectively.</p> <p>In respect of the above, IT department has also sent notices U/s 226 (3) of the IT Act, 1961 to certain banks and customers of the company demanding the recovery of aforesaid arrears.</p> <p>The Resolution Professional has communicated to the IT department about the ongoing CIRP and requested the IT department to withdraw the aforesaid notice and not to proceed with any further actions against the company in this regard.</p>



b)	During the year , the company has received order of the Regional Provident Fund Commissioner in the matter of levy of damages pertaining to the earlier years U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to ₹ 4.08 Lakhs for the period from 10/1999 to 02/2009 and ₹ 608.55 Lakhs for the period from 07/2009 to 03/2015. In respect of the above, The Employees' Provident Fund Organisation has also sent notice u/s 8 F of the Employees' Provident Fund and Miscellaneous Provisions of the Act, 1952 to a Bank demanding the recovery of ₹ 912.19 Lakhs (including interest of ₹ 299.56 Lakhs). The company has filed an appeal U/s 7-I of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 with Employees' Provident Fund Appellate Tribunal, Bangalore Bench regarding the damages amounting to ₹ 612.63 Lakhs and the matter is presently sub-judice.
6	Other expenses for the year ended on March 31, 2018 includes provision for doubtful trade receivables aggregating to ₹ 12,212.01 lakhs (for the year ended March 31, 2017 is ₹ 29,782.84 Lakhs).
7	Exceptional items represent recast of interest/penal interest charged and benefits withdrawn by the lenders upto March 31, 2017 that were extended pursuant to CDR/SDR scheme from the cut off date (i.e. November 30, 2013)
8	The Statement includes the results for the Quarter ended March 31, 2018 & March 31, 2017 being the balancing figure between the audited figures in respect of the full financial year and previous financial year and the published figures upto the third quarter of the current financial year and previous financial year respectively, which were subject to limited review.

Place : Hyderabad
Date : June 29, 2018

Sutanu Sinha

Resolution Professional
IBBI/PA-003/IP-N00020/2017-18/10167



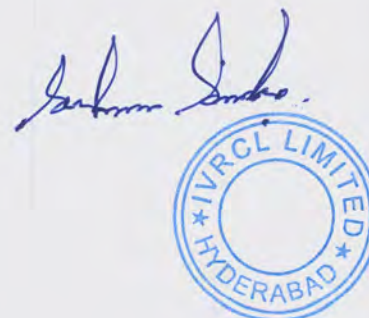
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Statement of Consolidated Financial Results for the Year ended March 31, 2018

(₹ in lakhs except share data)

Sl. No.	Particulars (Refer Notes Below)	Year ended 31 st March	Year ended 31 st March
		2018	2017
		AUDITED	AUDITED
I.	Revenue from operations	1,90,446.19	2,59,748.10
II.	Other income	13,841.59	6,978.70
III.	Total income (I+II)	2,04,287.78	2,66,726.80
IV.	Expenses		
	(a) Cost of materials consumed	25,267.79	37,920.80
	(b) Change in Inventories of Finished Goods, Stock in Trade and Work in Progress	318.33	(1,102.60)
	(c) Sub-contracting expense	93,430.91	1,06,447.56
	(d) Masonry, labour and other construction expense	64,027.98	66,317.90
	(e) Employee benefits expense	11,033.72	16,368.00
	(f) Finance Costs	1,32,495.52	1,19,399.20
	(g) Excise Duty	102.57	828.05
	(h) Depreciation and amortisation expense	28,366.44	18,325.30
	(i) Other expenses	20,306.32	49,798.00
	Total expenses (IV)	3,75,349.58	4,14,302.21
V.	Profit/(Loss) before exceptional items and tax (III-IV)	(1,71,061.80)	(1,47,575.41)
VI.	Exceptional items	47,539.52	32,379.90
VII.	Profit/ (Loss) before tax	(2,18,601.32)	(1,79,955.31)
VIII.	Tax Expenses:		
	a) Current Tax (including tax related to earlier year)	(4.07)	62.20
	b) Deferred Tax	(1,212.90)	(95,592.40)
	c) Minimum Alternate Tax	(43.08)	-
IX.	Tax expense	(1,260.05)	(95,530.20)
X.	Net Profit / (Loss) for the period from continuing operation (VII-IX)	(2,19,861.37)	(84,425.11)
	Shareholders of the Company	(2,18,875.39)	(57,688.52)
	Non-Controlling Interests	(985.98)	(26,736.60)
XI.	Other Comprehensive Income/(loss)		
	a) Items that will not be reclassified to profit or loss		
	i) Remeasurements of the defined benefit plans	(9.00)	(340.00)
	ii) Income Tax on above items	0.60	105.10
	b) Items that may be reclassified to profit or loss		
	i) Exchange differences on translation of a foreign operation	25.15	-
	ii) Income Tax effect on above	-	-
XII.	Other Comprehensive income / (loss) for the year	16.75	(234.90)
XIII.	Total Comprehensive income for the year (comprising profit / (loss) and other comprehensive income for the year) (X+XII)	(2,19,844.62)	(84,660.01)
	Attributable to		
	Shareholders of the Company	(2,18,858.74)	(57,916.02)
	Non-Controlling Interests	(985.88)	(26,744.00)
XIV.	Paid up equity share capital (Face Value of ₹ 2)	15,658.00	15,658.00
XV.	Earnings per share (of ₹ 2 each) (not annualised)		
	- Basic & Diluted EPS (in ₹) after	(27.96)	(7.37)



Note :



1. Consolidated Statement of Assets and Liabilities

(₹ in lakhs except share data)

Particulars		As at 31 st March	
		2018	2017
I	Assets		
1.	Non-Current Assets		
	Fixed Assets		
	(a) Property, Plant and Equipment	44,885.88	96,668.67
	(b) Capital Work-in-progress	972.62	1,581.00
	(c) Investment Properties	2,622.67	3,160.33
	(d) Goodwill	6,900.71	20,347.30
	(e) Other Intangible Assets	2,86,226.09	3,19,916.55
	(f) Other Intangible Assets under Development	54,224.67	2,56,106.40
	(g) Financial Asset		
	(i) Investments	46,927.00	4,721.58
	(ii) Trade Receivable	29,555.49	34,079.80
	(iii) Loans	-	-
	(iv) Others	94,994.07	95,586.00
	(h) Deferred Tax Asset (net)	97,668.91	97,236.23
	(i) Non - Current Tax Assets (Net)	10,120.86	7,820.50
	(j) Other Non - Current Assets	37,845.03	38,104.30
	Total Non Current Assets	7,12,944.00	9,75,328.66
2.	Current Assets		
	(a) Inventories	1,08,860.22	1,15,187.10
	(b) Financial Asset		
	(i) Investments	3,730.64	-
	(ii) Trade Receivables	1,28,526.80	1,56,146.30
	(iii) Cash and cash equivalent	21,907.77	15,161.70
	(iv) Bank balances (other than iii above)	3,013.25	5,356.30
	(v) Loans	-	-
	(vi) Other financial assets	14,828.75	18,777.95
	(c) Current Tax (net)	-	531.10
	(d) Other Current Assets	1,70,509.46	2,09,526.04
	Total Current Assets	4,51,376.89	5,20,686.49
	Total Assets	11,64,320.89	14,96,015.15
II	Equity and Liabilities		
1.	Equity		
	(a) Equity Share Capital	15,658.00	15,658.00
	(b) Other Equity	(1,82,297.18)	(94,676.70)
	Equity attributable to the shareholders of the Company	(1,66,639.18)	(79,018.70)
	Minority Interest	13,792.16	8,432.40
	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,43,233.36	4,52,157.00
	(ii) Others	14,635.58	13,185.20
	(b) Provisions	10,272.89	8,255.10
	(c) Deferred Tax Liability (net)	32.09	1,592.06
	(d) Other - Non Current Liabilities	18,593.16	41,115.40
	Total Non-Current Liabilities	1,86,767.08	5,16,304.76
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	6,45,872.57	2,60,035.95
	(ii) Trade Payables	1,28,908.29	1,67,221.54
	(iii) Others Financial Liabilities	2,60,753.99	5,16,428.19
	(b) Other Current Liabilities	69,309.80	75,737.80
	(c) Provisions	25,417.92	30,768.62
	(d) Current Tax Liabilities (Net)	138.26	104.60
	Total Current Liabilities	11,30,400.83	10,50,296.70
	Total Equity and Liabilities	11,64,320.89	14,96,015.16



Subram Sundar

Notes:

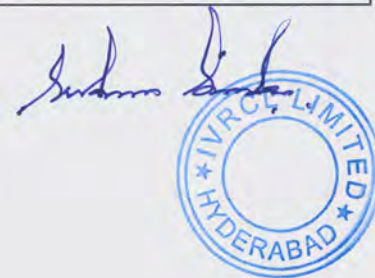
1	<p>As more fully described in Note 2 below, as per section 134 of the Companies Act, 2013, the Consolidated financial statements of a Company are required to be authenticated by the Chairperson of the Board of Directors, where authorized by the Board or at least two Directors, of which one shall be the Managing Director or the CEO (being a Director), the CFO and the Company Secretary where they are appointed. In view of the ongoing CIRP, powers of the board of directors have been suspended and these powers are, in terms of the code, now vested with Mr. Sutanu Sinha, as Interim Resolution Professional (IRP) to carry out the functions of the Company in his capacity as the IRP from February 23, 2018. Accordingly, consolidated Financial statements of the Company for the year ended March 31, 2018 were taken on record and authorized for issue by Resolution Professional (RP) on June 29, 2018.</p>
2	<p>The Lenders of the Company had in earlier year approved a Corporate Debt Restructuring Scheme (CDR) with certain reliefs in relation to repayment timelines of loans and accumulated unpaid interest with certain conditions w.e.f. June 20, 2014. The efforts to raise additional funds, however, could not materialise and in the earlier year, the Joint Lenders have decided to adopt Strategic Debt Restructuring (SDR) in their meeting held on November 26, 2015, involving conversion of part of their debt into equity share capital to facilitate majority shareholding (i.e more than 51%) by the Joint Lenders Forum (JLF).</p> <p>During the year, the stipulated time line has ended on May 25, 2017 and no investor has come forward with a binding offer to acquire the lenders stake. The company has been treated as a case of failed CDR and SDR and lenders have exercised rights available to them on such failure of CDR/SDR including withdrawal / reversals of waivers / reliefs earlier granted to them w.e.f November 30, 2013.</p> <p>During the year, a lender has filed a petition against the Company for initiation of CIRP that has been admitted by the Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") vide its order dated February 23, 2018 declaring moratorium inter-alia against any recovery proceedings/winding up proceedings against the Company. The order of moratorium shall have effect from February 23, 2018 in accordance with section 14 (1) of of the Insolvency and bankruptcy Code, 2016 ("the Code").</p> <p>Further, pursuant to the order of NCLT, a public announcement of CIRP was made on March 03, 2018 and a Committee of Creditors (COC) was formed pursuant to the provisions of the code and COC held their first meeting on March 29, 2018 and inter alia confirmed Interim Resolution Professional as Resolution professional (RP) for the Company. Hence, term loan including Working Capital Term Loan, Funded Interest Term Loan, Priority Debts etc has been classified as current borrowings as repayable on demand.</p>
3	<p>The Group has considered "Engineering and Construction", "Real Estate and Others" and "Manufacturing" as business segment for disclosure in the context of Indian accounting Standard 108, "Operating Segment".</p>



		Year ended March 31, 2018	Year ended March 31, 2017
a.	Segment Revenue		
	Engineering & Construction	1,87,266.00	2,51,060.51
	Real estate & others	114.75	1,512.09
	Manufacturing	5,025.77	8,296.80
Less:	Inter-Segment revenue	(1,960.33)	(1,121.30)
	Total	1,90,446.19	2,59,748.10
b.	Segment Loss before finance cost, exceptional items and tax		
	Engineering & Construction	(38,448.08)	(19,924.77)
	Real estate & others	(335.09)	(417.10)
	Manufacturing	216.90	(855.77)
		(38,566.27)	(21,197.64)
c.	Finance Cost (Allocable)		
	Engineering & Construction	(1,31,661.04)	(1,15,050.40)
	Real estate & others	(825.27)	(726.90)
	Manufacturing	(9.21)	(3,621.90)
		(1,32,495.52)	(1,19,399.20)
d.	Other income		
	Engineering & Construction	13,800.15	6,835.70
	Real estate & others	15.52	107.06
	Manufacturing	25.92	35.90
		13,841.59	6,978.66
f.	Exceptional items		
	Engineering & Construction	(47,539.52)	(24,631.70)
	Manufacturing	-	(7,748.20)
		(47,539.52)	(32,379.90)
	Loss before tax	(2,18,601.32)	(1,79,955.40)
g.	Segment Assets		
	Engineering & Construction	10,47,211.93	13,26,983.00
	Real estate & others	1,05,602.43	1,19,861.13
	Manufacturing	4,605.82	24,102.02
		11,57,420.18	14,70,946.15
	Unallocated corporate assets	6,900.71	25,068.90
	Total Assets	11,64,320.89	14,96,015.05
h.	Segment Liabilities		
	Engineering & Construction	13,06,202.65	15,09,472.12
	Real estate & others	10,303.80	23,732.53
	Manufacturing	661.46	33,396.74
		13,17,167.91	15,66,601.39



4	The Statutory auditors have expressed qualified opinion in their report for the year ended March 31, 2018 in respect of the following matters:
4.1	IVRCL Limited
a.	During the year, the holding company has incurred a net loss of ₹ 1,99,109.30 lakhs resulting in to accumulated losses of ₹ 4,17,624.30 lakhs as at March 31, 2018 and erosion of its Net worth. The holding company has obligations towards fund based borrowings aggregating to ₹ 7,75,772.77 lakhs and non fund based exposure aggregating to ₹ 1,28,317.26 lakhs, subject to reconciliation/verification as stated in Note 4.1(e) below, that have been demanded/recalled by the financial creditors pursuant to CIRP, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2018. The Company's ability to continue as going concern is dependent upon many factors including continued support from the financial creditors, operational creditors and submission of a viable revival plan by the prospective investor/bidder. In the opinion of the management, resolution and revival of the company is possible in foreseeable future, accordingly, in view of ongoing CIRP, above results have been prepared on the basis that the holding company is a Going Concern.
b.	The holding company had recognized deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences aggregating to ₹ 95,705.88 lakhs (₹ 95,705.88 lakhs as at March 31, 2017). Based on unexecuted orders on hand and expected future orders, the Management of the holding company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised.
c.	The holding company has certain trade receivables, unbilled revenue, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantee encashed by the customers aggregating to ₹ 1,96,823.51 Lakhs (₹ 1,86,821.30 lakhs as at March 31, 2017) which are subject matters of various disputes / arbitration proceedings / negotiations with the contractee/clients due to termination / fore closure of contracts and other disputes. The management of the holding company is confident of positive outcome of litigations / resolutions of disputes and recovering the aforesaid dues.
d.	The holding company has outstanding advances of ₹ 9,418.85 lakhs (₹ 43,223.28 lakhs as at March 31, 2017) given to associates, net receivable against development rights, various sub-contractors, vendors and other parties that are outstanding for long period. The management of the holding company is at various stages of negotiation/communication/arbitration with respective contractee/clients/ sub-contractors/vendors to recover the dues and cost incurred by the holding company. Accordingly, no provision has been considered necessary by the management in respect of impairment in the value of advances.
e.	There are various claims, submitted by the financial creditors on behalf of subsidiary companies and claims towards penal interest), operational creditors, workmen or employees and authorized representative of workmen and employees of the Company and others to Resolution Professional pursuant to the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulation 2016. The claims received from the parties are subject to further validation / verification by the RP.
f.	Confirmation of balances could not be obtained as at March 31, 2018 for banks balances aggregating to ₹ 248.43 lakhs, bank borrowings and for various trade receivables, trade payables, though, the management has requested for the confirmation of balances. Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
g.	Physical verification for fixed assets aggregating to ₹ 1,691.23 lakhs (WDV as at March 31, 2018) and inventory aggregating to ₹ 412.27 lakhs could not be carried out at certain locations including project site that are terminated/ foreclosed/ having slow progress. Management believe that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories.
h.	The holding company has various input credits and balances with various statutory authorities pertaining to service tax, VAT, sales tax etc aggregating to ₹ 20,034.67 lakhs. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities. No adjustments has been made in the books of accounts in respect of such amounts.



-	Specific notes related with Subsidiary Companies:
4.2	SPB Developers Private Limited
a.	25. During the earlier years, the company has sent notices for intention of termination and termination notice for the project work pursuant to clause 37.2.2 of concession agreement due to prolonged delays in curing the defaults and indecisiveness on compensation proposal by the Public Works Department of Government of Maharashtra (PWD) for violation of clause 10.3.2, 35.2 & 25.2.3 of the concession agreement. PWD has also issued a notice of intention of termination of the Project Work in terms of Clause 37.1.1 of the Concession Agreement. Subsequently, during the year, an arbitration process has been initiated between the Company (the Claimant) and PWD (the Respondent). Under the given circumstances, the Company may not be able to realise its assets and discharge its liabilities in the normal course of business. These facts along with other matters as stated in note 4.2(b) and 4.2(c) below indicate that there exists a material uncertainty that may cast significant doubt on the company's ability to continue as a Going Concern. However, the financial statements have been prepared by the Company on the going concern basis as the management is confident that the compensation claim will be awarded in favour of the Company in the ongoing arbitration process. Hence, the financial statement does not include any adjustment in this respect. The company is in process of submission of its claim before the arbitrators.
b.	The implementation of the project is being delayed due to failure of the PWD in handing over of land, Right of Way and utility shifting. Further, the Company is also facing liquidity challenges. This has resulted into realignment and rescheduling of work in earlier years. Further, the Company has initiated arbitration process against PWD and the management is confident that compensation claim will be awarded in its favour in the ongoing arbitration process. Hence, during the year, the management has capitalized interest expenses amounting to ₹ 2,737.13 lakhs (₹ 9,681.78 lakhs upto March 31, 2018) towards cost of the project.
c.	During the year, Andhra Bank ("the lender") has sent demand notice dated May 25, 2017 of initiating recovery proceedings under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002. Subsequently, the lender has filed an application before Debt Recovery Tribunal (DRT) under Section 19 of the Recovery of Debt due to Banks and Financial Institutions Act 1993 dated August 18, 2017.
4.3	IVRCL Chengapalli Tollways Limited
	Interest on debentures amounting to ₹ 1,374.89 lakhs has not been accounted for in the books of accounts. The management believes that no material adjustments would be required in books of account for the same.
4.4	IVRCL TLT Private Limited
a.	External confirmations are not available in respect of trade receivables, advances recoverable and trade payables. However, the management does not expect any material adjustments in the books of account on receipt of such confirmations.
b.	"Other Current Assets" include a claim of Value Added Tax refund amounting to ₹ 329.83 lakhs pending for settlement by the concerned authority since long period. The management is hopeful of recovery of the same in near future and hence, no loss allowance is provided for the same.
c.	Inventories of the Company include non-moving trade stock of ₹ 182.08 lakhs being held by the Company since long time. Management is taking necessary steps for disposing off non-moving items in the market. In view of above, in the opinion of the management, no adjustment is required in financial statements in this respect.
d.	Trade Receivables include amount of ₹ 19.14 lakhs due from HDO Technologless Limited (Fellow Subsidiary) respectively outstanding since long periods. The Management is hopeful of recovery of these outstanding and accordingly, considered these outstanding as good and recoverable.



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e.	The accumulated losses of the Company as at March 31, 2018 amounting to ₹ 1,793.75 lakhs have exceeded its net worth. Further, the Company's current liabilities exceed current assets. These facts along with other matters as stated in note 4.4(a),4.4(c),4.4(d) above and 4.4(f) below indicate that there exists a material uncertainty that may cast significant doubt on the company's ability to continue as a Going Concern. However, considering the present status of revenue being earned by the Company, the management is hopeful in future the Company will be able to discharge its liabilities in the normal course of business on regular basis. Hence, the financial statements have been prepared on going concern basis and do not include any adjustment in this respect.
f.	The Company has extended corporate guarantee as per Corporate Debt Restructuring (CDR) condition in favor of security trustee of the CDR lenders of the holding Company (IVRCL Limited) who is incurring losses and Corporate Debt Restructuring Empowered Group in its meeting dated August 31, 2017 had approved exit from CDR but the guarantee is still effective. Further, a lender of the Holding Company has filed insolvency and bankruptcy petition against the holding Company for initiation of insolvency resolution process that has been admitted by the Hon'ble Company Law Tribunal, Hyderabad ("NCLT") vide its order dated February 23, 2018. The loss allowance in respect of these guarantees is presently indeterminable; accordingly, no provision has been made in books of account in respect of such guarantees.
4.5 Kumarapalayam Tollways Limited	
a.	The vacancy of office of whole time Key Managerial Personnel is not filled by the Board at a meeting of Board of directors within 6 month from the date of vacancy as per sub section 4 of section 203 of the Companies Act 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. The management is taking necessary steps for appointment of the Key personnel.
b.	Company required to the renewal of wearing surface of the road pavement one in 5 year in terms of clause 2.6.1 of Schedule L of Concession Agreement in addition to regular maintenance of the road, for which company need to provide for in its accounts annually. The company had not provided the annual provision for year March 31, 2017 & March 31, 2018 total amounting of ₹ 2,075.00 lakhs as per estimation by management of overlaying for 40mm thickness. The resurfacing is due in Aug 2019. However, the company has requested to NHAI on 17.04.18 to permit laying of overlay limiting thickness to 25 mm as per Clause 209 of MORTH, 4th Revision. The estimated cost for overlaying for 25mm thickness will be Rs. 5.6 million per KM comes Approx. ₹ 2,716.00 lakhs. The company has already provided the liability of Resurfacing upto 31.03.2018 amounting of Rs. 5,514.00 lakhs which is already more than twice as required.
c.	Company required to the renewal of wearing surface of the road pavement one in 5 year in terms of clause 2.6.1 of Schedule L of Concession Agreement in addition to regular maintenance of the road. Resurfacing of road was due in Aug 2014 for first 5 years. However management was unable to start the resurfacing of road due to funding issue. NHAI had issued a penalty notice on October 30, 2017 on company for delay in laying of Overlay as per clause 18.13 of concession agreement amounting of ₹ 4,620.00 lakhs However the penalty liability till March 31, 2018 is ₹ 5,711.00 lakhs. The company had requested to NHAI to waive the penalty given the good pavement quality, good experience of user and funding issues faced by the company. The company is expecting the favourable decision on request and not provided the liability of ₹ 5,711.00 lakhs in books of Accounts ended March 31, 2018 and treated as Contingent liability. Penalty on delay in laying of Overlay as per clause 18.13 of concession agreement is of ₹ 5,711.00 lakhs (Previous year - ₹ NIL).
4.6 Jalandhar Amritsar Tollways Limited	
a.	In respect of Jalandhar Amritsar Tollways Limited, Company required to the renewal of wearing surface of the road pavement one in 5 year in terms of clause 3.3.7 of Schedule L of Concession Agreement in addition to regular maintenance of the road, for which company need to provide for in its accounts annually. The company had not provided the annual provision for year March 31, 2017 & March 31, 2018 total amounting of Rs. 2,396.00 lakhs as per estimation by management of overlaying for 40mm thickness. The 2nd term of resurfacing is due in May 2020. The management believes that no material adjustments would be required in books of account for the same.
b.	In respect of Jalandhar Amritsar Tollways Limited, Company required to the renewal of wearing surface of the road pavement one in 5 year in terms of clause 3.3.7 of Schedule L of Concession Agreement in addition to regular maintenance of the road. Resurfacing of road was due in April 2015 for first 5 years. However, management was unable to start the resurfacing of road due to funding issue. NHAI had issued a penalty notices on company on different dates for delay in laying of Overlay as per clause 18.13 of concession agreement amounting of ₹ 4,688.00 lakhs. However the total liability comes ₹ 5,313.00 lakhs till March 31, 2018. The company has not provided the liability of ₹ 5,313.00 lakhs in books of Accounts ended March 31, 2018 and treated the demand as Contingent liability. Penalty on delay in laying of Overlay as per clause 18.13 of concession agreement is of ₹ 5,313.00 lakhs (Previous year - ₹ NIL). The management believes that no material adjustments would be required in books of account for the same.
4.7 Absorption Aircon Engineers Private Limited	
	During the year, the Honourable National Company Law Tribunal (NCLT), Hyderabad branch admitted an Insolvency and Bankruptcy petition filed by a financial creditor against IVRCL Limited, (the ultimate holding company) and appointed a Resolution Professional in terms of Insolvency and Bankruptcy Code, 2016 to carry out the functions of the company.



Signature



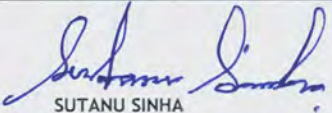
4.8	IVR Prime Developers (Amalapuram) Private Limited
	Though the net worth of the company has already been eroded, the management of the company is confident of revival of the ultimate holding company is possible in the foreseeable future under the Corporate Insolvency Resolution Process (CIRP). And the company's promoter (substantial shareholders) has confirmed its intention to provide adequate financial support to the company to continue its operations for the foreseeable future. Accordingly, the financial statements of the company are prepared on the going concern.
4.9	Bibinagar Developers Private Limited
	Though the net worth of the company has already been eroded, the management of the company is confident of revival of the ultimate holding company is possible in the foreseeable future under the Corporate Insolvency Resolution Process (CIRP). And the company's promoter (substantial shareholders) has confirmed its intention to provide adequate financial support to the company to continue its operations for the foreseeable future. Accordingly, the financial statements of the company are prepared on the going concern.
4.10	IVR Prime Developers (Guntur) Private Limited
	Though the net worth of the company has already been eroded, the management of the company is confident of revival of the ultimate holding company is possible in the foreseeable future under the Corporate Insolvency Resolution Process (CIRP). And the company's promoter (substantial shareholders) has confirmed its intention to provide adequate financial support to the company to continue its operations for the foreseeable future. Accordingly, the financial statements of the company are prepared on the going concern.
4.11	Samatteri Developers Private Limited
	Though the net worth of the company has already been eroded, the management of the company is confident of revival of the ultimate holding company is possible in the foreseeable future under the Corporate Insolvency Resolution Process (CIRP). And the company's promoter (substantial shareholders) has confirmed its intention to provide adequate financial support to the company to continue its operations for the foreseeable future. Accordingly, the financial statements of the company are prepared on the going concern.
5	The Statutory Auditors have included an Emphasis of matter in their report for the Year ended March 31, 2018 in respect of the following matters:
5.1	IVRCL Limited
a.	During the year, the holding company has received a Show Cause Notice U/s 279 (1) of the IT Act 1961 for initiation of prosecution proceedings U/s 276 (B) of the IT Act 1961 for failure to deposit the deducted Tax at Source within due date in Central Government Account for financial year 2016-17 & 2017-18 for the amount of ₹ 1,033.95 lakhs and ₹ 1,891.21 lakhs respectively. In respect of the above, IT department has also sent notices U/s 226 (3) of the IT Act, 1961 to certain banks and customers of the company demanding the recovery of aforesaid arrears. The Resolution Professional has communicated to the IT department about the ongoing CIRP and requested the IT department to withdraw the aforesaid notice and not to proceed with any further actions against the company in this regard.
b.	During the year, the holding company has received order of the Regional Provident Fund Commissioner in the matter of levy of damages pertaining to the earlier years U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to ₹ 4.08 lakhs for the period from 10/1999 to 02/2009 and ₹ 608.55 lakhs for the period from 07/2009 to 03/2015. In respect of the above, the Employees' Provident Fund Organisation has also sent notice U/s 8f of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 to a bank demanding the recovery of the aforesaid arrears. The holding company has filed an appeal U/s 7-I of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 with Employees' Provident Fund Appellate Tribunal, Bangalore Bench regarding the damages amounting to ₹ 612.63 lakhs and the matter is presently sub-judice.
5.2	IVRCL Chengapalli Toll ways Limited
a.	The Company had entered into one-time settlement (OTS) with IFCI Limited vide letter dated 22/03/2017 for settlement of entire dues by 31st March 2017. However, Company could not settle dues pertaining to debentures till date.
b.	The company has taken term loans from consortium of banks. Company borrowings has been classified as Non-performing assets by the lenders due to defaults in payment of related dues. Since Company becomes non-performing asset (NPA), all the term loan may be recalled at anytime by lenders.
5.3	IVRCL Chandarpur Toll ways Limited
a.	TCS Receivable against royalty of ₹ 0.20 lakhs is not accounted in the books of account.
b.	AMC Charges of Commission Pvt Ltd ₹ 26.53 lakhs pertains to previous financial year 2016-17 is accounted and paid in the Current year FY 2017-18.
c.	Since term loans are declared as NPA by lenders, it is classified as current liability in the balance sheet.



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5.4	IVR Hotels and Resorts Limited
a.	The whole amount of Current Maturities of long term borrowings consists continuing defaults as at 31.03.2018. Such secured Term loan was obtained from Central Bank of India secured by exclusive charge on underlying project property (Land & Structure) and exclusive charge on all present and future receivable of underlying project, carries variable interest rate of bank's base rate + 3.5% and is repayable in 12 quarterly instalments after a principal moratorium period of 4 years from the date of first disbursement viz . September 26, 2012. The bank has initiated recovery proceedings under Securitisation And Reconstruction of Financial Assets and Enforcement of Security Interest act,2002 in respect of outstanding loan as at end of the year plus interest and costs thereafter.
b.	The Company's accumulated losses stands as at end of the current year ₹ 4,236.90 lakhs. The Company has obligations towards borrowings aggregating to ₹ 6,699.08 lakhs as at March 31, 2018. The management of the Company confident of improvement in its business operations.
5.5	Alkor Petroo Limited
a.	The Corporate Guarantee furnished by IVRCL on behalf of the Company (on the basis of Counter Guarantee the BG has been issued by ICICI Bank) has been encashed by the Client during the year 2014-15 and the contract has been terminated. Hence, the company has reclassified the CWIP to Capital Work-in-progress (under claim).
b.	Cash and cash equivalents includes the balance available in the Tamilnad Mercantile Bank as on 31/03/2018 of ₹ 1.99 lakhs subject to confirmation and the management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5.6	IVR Enviro Projects Private Limited
	The balance available in the Tamilnad Mercantile Bank as on 31/03/2018 as per books of account was ₹ 0.69 lakhs subject to confirmation and the management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5.7	IVR Prime Developers (Palakkad) Private Limited
	The balance available in the Tamilnad Mercantile Bank as on 31/03/2018 as per books of account was ₹ 0.06 lakhs subject to confirmation and the management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5.8	IVR Prime Developers (Guindy) Private Limited
	The balance available in the Tamilnad Mercantile Bank as on 31/03/2018 as per books of account was ₹ 0.06 lakhs subject to confirmation and the management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5.9	IVRCL Patalganga Truck Terminals Private Limited
	The balance available in the Tamilnad Mercantile Bank as on 31/03/2018 as per books of account was ₹ 0.08 lakhs subject to confirmation and the management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5.10	IVRCL PSC Pipes Private Limited
	The legal proceedings initiated by a creditor, Radiant Engineers, against the company for recovery of outstanding dues of ₹ 3.49 lakhs. The status of the legal proceedings at the time of audit was not known.
6	Other Matters
i.	Other expenses for the year ended+B246 on March 31, 2018 includes provision for doubtful trade receivables aggregating to ₹ 12,212.01 lakhs (for the year ended March 31, 2017 is ₹ 29,782.84 lakhs) related to the holding company.
ii.	Exceptional items represent interest/penal interest charged and benefits withdrawn by the lenders upto March 31, 2017 that were extended pursuant to CDR/SDR scheme from the cut off date (i.e. November 30, 2013).


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