



14<sup>th</sup> February, 2017

The Bombay Stock Exchange Limited,  
Pheeroze Jeejeebhoy Towers  
Dalal Street,  
Mumbai:400001

Dear Sir / Madam,

**Re: Compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations.**

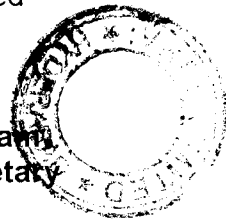
In compliance with the above Regulations we are herewith submitting Standalone Financial Results along with Limited Review Report for the quarter ending 31<sup>st</sup> December 2016.

The same may please be taken on record.

Thanking you,

Truly yours  
For IVRCL Limited

  
**B. Subrahmanyam**  
Company Secretary



Encl :a/a

## IVRCL LIMITED

Regd. Office : M-22/3RT, Vijayanagar Colony, Hyderabad - 500 057, Telangana, India

Tel.: +91-40-3093 1999 (30 Lines), 2334 8467 / 3678 / 3550

Fax: +91-40-2334 5004 e-mail: info@ivrinfra.com, website: www.ivrcl.com

CIN: L45201AP1987PLC007959

Corporate Office : "MIHIR", 8-2-350/5/A/24/1B

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Tel.: +91-40-3093 1111 / 1444 (60 Lines), 2335 6613 / 15 / 18 / 21 / 51-55, Fax: +91-40-3093 1122

*An Integrated Management System (IMS) Certified Company*



IVRCL LIMITED

Regd. Office : M-22/3RT, Vijaya Nagar Colony, Hyderabad-500 057

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Statement of Un-Audited Standalone Financial Results for the Quarter and Nine months ended December 31, 2016

(Rs. in lakhs)

Sl. No.	Particulars (Refer Notes below)	Standalone				
		Quarter ended			Nine Months ended	
		December 31, 2016	September 30, 2016	December 31, 2015 (Refer Note 2)	December 31, 2016	December 31, 2015 (Refer Note 2)
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
1.	Income from operations					
	a) Net income from operations	39,788.22	50,145.77	44,812.83	1,34,738.67	1,70,941.97
	b) Other operating income					
	Total income from operations (net)	39,788.22	50,145.77	44,812.83	1,34,738.67	1,70,941.97
2.	Expenses					
	a) Construction stores, spares and materials consumed	6,245.88	6,782.04	10,085.69	20,100.82	37,688.22
	b) Sub-contracting expense	19,785.66	25,286.11	24,587.52	61,932.65	76,233.41
	c) Masonry, labour and other construction expense	10,678.51	12,984.60	17,113.62	36,848.00	57,987.96
	d) Employee benefits expense	3,198.62	3,593.44	3,699.11	10,354.07	11,797.57
	e) Depreciation and amortisation expense	1,790.56	1,847.88	1,968.58	5,493.11	5,994.34
	f) Other expense	6,288.72	19,554.76	1,563.54	27,288.51	16,836.61
	Total expenses	47,987.95	70,048.83	59,018.06	1,62,017.16	2,06,538.11
3.	(Loss) / Profit from operations before other income, finance costs and exceptional items	(8,199.73)	(19,903.06)	(14,205.23)	(27,278.49)	(35,596.14)
4.	Other income	655.92	925.72	428.47	2,046.11	2,062.45
5.	(Loss) / Profit before finance costs and exceptional items	(7,543.81)	(18,977.34)	(13,776.76)	(25,232.38)	(33,533.69)
6.	Finance costs	17,544.39	16,637.64	16,938.81	50,656.18	49,108.00
7.	(Loss) / Profit after finance costs and before exceptional items	(25,088.20)	(35,614.98)	(30,715.57)	(75,888.56)	(82,641.69)
8.	Exceptional items					2,112.36
9.	(Loss) from ordinary activities before tax	(25,088.20)	(35,614.98)	(30,715.57)	(75,888.56)	(80,529.33)
10.	Tax (expense) / income	161.38	167.50	98.76	328.88	296.29
11.	Net Profit / (Loss) for the period after tax	(24,926.82)	(35,447.48)	(30,616.81)	(75,559.68)	(80,233.04)
12.	Other Comprehensive Income (after tax)	(0.15)	(24.44)	7.77	(197.35)	(54.53)
13.	Total comprehensive income (comprising loss for the period after tax and other comprehensive income)(11+12)	(24,926.97)	(35,471.92)	(30,609.04)	(75,757.03)	(80,287.57)
14.	Paid up equity share capital (Face Value of Rs. 2)	15,657.95	15,657.95	10,936.70	15,657.95	10,936.70
15.	Earnings per share (of Rs. 2 each) (not annualised)					
	EPS (in Rs.)					
	- Basic & Diluted					
	before exceptional item	(3.93)	(5.82)	(6.13)	(11.92)	(16.08)
	after exceptional item	(3.93)	(5.82)	(6.13)	(11.92)	(16.56)
	(See Accompanying notes (1 - 6)					





Note :

1. The above unaudited financial results for the quarter and six months ended December 31, 2016 were taken on record at the meeting of the Board of Directors held on February 14, 2017 after being reviewed and recommended by the Audit Committee.
2. The Company has adopted Indian Accounting Standards (Ind AS) prescribed under Section 133 Companies Act, 2013, read with relevant rules issued thereunder. The date of transition of the Ind AS is April 01, 2015 and accordingly, the impact of transition has been accounted for in the opening reserves and the comparative period have been restated accordingly. The published figures for the quarter & nine months ended December 31, 2015 have been recast to Ind AS to the extent applicable to the company and have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015.
3. There is a possibility that these quarterly and nine months financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- 4.1 The reconciliation of net loss as previously reported under previous Indian GAAP and Ind AS is as under:

Particulars	Nine months ended December 31, 2015	Quarter December 31, 2015
	(₹ in Lakhs)	(₹ in Lakhs)
Net loss reported for the quarter and nine months ended (published as per previous Indian GAAP)	(79,649.37)	(30,384.71)
(i) Accrual loss/(Gain) on defined obligation recognised in other comprehensive expenses	78.91	(11.24)
(ii) Impact of measurement of financial instruments at fair value	(958.87)	(319.62)
Net Loss recast to IndAS for the quarter and nine months ended	(80,529.33)	(30,715.56)
Deferred tax adjustment on fair value measurement of financial instruments	296.29	98.76
Other Comprehensive Income (after tax)	(54.53)	7.77
Total comprehensive income (comprising loss for the period after tax and other comprehensive income)	(80,287.56)	(30,609.03)

4.2 Other Expenses during the current quarter and nine months ended on December 31, 2016 include provision for doubtful trade receivables aggregating to ₹ 4,688.49 lakhs and ₹ 22,435.88 Lakhs respectively.

5. The Auditors in their report for the year ended March 31, 2016 (as per previous Indian GAAP) and limited review report for the quarter and nine months ended December 31, 2016:

5.1 have expressed qualified opinion in respect of (a) substantial erosion of net worth of the Company due to losses during the current quarter ₹ 24,926.82 and nine months ended aggregating to ₹ 75,559.68 lakhs and accumulated losses aggregating to ₹ 2,76,810.85 lakhs as at December 31, 2016. The Company requires to generate additional cash flows for operations as well as creditors, lenders and other statutory obligations. The Company is confident of implementing the divestment plan and approved restructuring scheme with lenders and meeting its obligation in due course of time and accordingly financial statements have been prepared as a Going Concern. (b) existence of material uncertainties in respect of certain unbilled revenue, trade receivables, including bank guarantees encashed by the customers and withheld amount aggregating to ₹ 1,78,527.46 Lakhs, which are subject matters of various litigations/disputes. The management is confident of positive outcome of litigations/ resolutions of disputes and recovering the aforesaid dues. (c) invocation of corporate guarantees of ₹ 79,568.00 lakhs during the previous year and initiation of recovery actions against the company in respect of such guarantees extended / executed for two subsidiaries in favour of a lender. The subsidiary companies are under discussion with the lenders and confident that the same shall be settled amicably. Accordingly no provision is considered necessary. (d) In respect of equity investment of ₹ 6,575.25 Lakhs and loans and advances of ₹ 3,580.33 lakhs as on December 31, 2016 in Hindustan Dorr Oliver Limited, a subsidiary company whose net worth has eroded and continues to incur losses as on December 31, 2016. (e) Losses on divestment/diminution aggregating to ₹ 32,847.88 Lakhs as on December 31, 2016 in respect of three subsidiary companies (f) Outstanding loans and advances of ₹ 43,709.01 Lakhs given to subsidiaries engaged in BOT and other projects, which are under disputes with the concessionaire/ have significant accumulated losses as at December 31, 2016. The company is hopeful of resolving the disputes and realization of balances.

5.2 have expressed emphasis of matters in respect of (a) Diminution in the value of Investment of ₹ 67,618.53 Lakhs 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 December 31, 2016. The management has considered such investments as long term, good and fully recoverable. (b) Receivables in respect of net claims receivable of ₹ 3,365.16 Lakhs on certain irrigation projects which are at advance stage of approval/ release of payment by the respective clients/departments. (c) Trade receivable aggregating to ₹ 5,298.64 Lakhs and unbilled revenue amounting to ₹ 5,980.04 Lakhs, in respect of projects having slow progress which have been considered good and fully recoverable by the management. (d) In respect of advances aggregating to ₹ 10,373.64 lakhs which are outstanding for long period of time and considered good by the management. (e) Pending winding up petitions of creditors against the Company under section 433, 434 and 439 of the Companies Act, 1956 before Hon'ble High Court of Telangana & Andhra Pradesh. The matter is presently subjudice and the Company is taking appropriate steps to settle the matters. (f) During the quarter the company has received approval of the central government u/s 196 & 197 read with schedule V of the Companies Act, 2013 for remuneration payable to Managerial Personnel remuneration, accordingly ₹ 247.99 Lakhs have been charged to statement of profit and loss towards managerial remuneration. As at December 31, 2016 ₹ 88.66 lakhs are due from directors towards remuneration paid/ being paid in excess of allowable remuneration. (g) In respect of recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and enforcement of Security Interest Act, 2002 in respect of outstanding loan of ₹ 13,228.00 lakhs by a lender. (h) Assessment of loss in respect of collapse of an under construction structure of a project in progress and pending investigation by the local police. The company is in process of assessment of damage and filing insurance claim for such loss. (i) As at March 31, 2016, confirmation of balances could not be obtained for certain bank loans aggregating to ₹ 16,289.78 Lakhs and bank balances aggregating to ₹ 113.31 lakhs. Management does not expect any material adjustment on receipt of such confirmations. (j) Recompense as per CDR aggregating to ₹ 25,850.00 lakhs, payment of which is contingent on various factors including improved performance of the Company and many other conditions, the outcome of which is currently uncertain.

6 The operations of the Company consists of construction / project activities and there are no other reportable segments under Ind AS 108, "Operating Segments".

Place : Hyderabad  
Date : February 14, 2017



*R. Balarami Reddy*

R. Balarami Reddy  
Joint Managing Director & CFO  
DIN No.00022176

# CHATURVEDI & PARTNERS

## Chartered Accountants

212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019

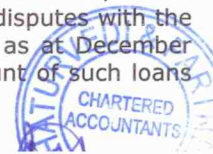
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### LIMITED REVIEW REPORT ON THE UN-AUDITED FINANCIAL RESULTS OF IVRCL LIMITED, PURSUANT TO THE REQUIREMENTS OF REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To the Board of Directors,  
**IVRCL LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results for the quarter and nine month ended December 31, 2016 ("the statement") of **IVRCL LIMITED** ("the Company"), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, at their meeting held on February 14, 2017. Our responsibility is to issue a report on these financial results based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We refer to
  - a. Note 5.1 (a) to the accompanying statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter the Company has incurred a Net Loss of ₹ 24,926.82 Lakhs and has accumulated losses of ₹ 2,76,810.85 Lakhs as at December 31, 2016 and Net worth of the Company has eroded. The Company requires to generate additional cash flows for operations as well as creditors, lenders and other statutory obligations. In view of these matters, the appropriateness of assumption of going concern is dependent upon the sale/ divestment of Investments and/or the Company's ability to raise requisite finance/generate cash flows from operations to meet its obligations.
  - b. Note 5.1 (b) to the accompanying statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables and withheld amount aggregating to ₹ 1,78,527.46 Lakhs, which are subject matters of various litigation/disputes with the customers and contractors. The management of the Company is confident of positive outcome of litigations/ resolutions of disputes. In view of pending-certification of bills/slow progress/termination of these projects, and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.
  - c. Note 5.1 (c) to the accompanying statement in respect of invocation of corporate guarantees of ₹ 79,568 Lakhs and initiation of recovery actions against the company in respect of such guarantees extended / executed for its two subsidiaries in favour of a lender. No provision has been made in the accounts for such possible loss for the reasons stated therein.
  - d. Note 5.1 (d) to the accompanying statement regarding equity investment of ₹ 6,575.25 Lakhs and loans and advances of ₹ 3,580.33 lakhs as on December 31, 2016 in Hindustan Dorr Oliver Limited, a subsidiary company whose net worth has eroded and continues to incur losses as on December 31, 2016. We are unable to comment on the extent to which the carrying amount of such investment and loans and advances is recoverable.
  - e. Note 5.1 (e) to the accompanying statement in respect of non-provision for losses on divestment/ diminution of three subsidiaries aggregating to ₹ 32,847.88 Lakhs as on December 31, 2016.
  - f. Note 5.1 (f) to the accompanying statement in respect of loans and advances of ₹ 43,709.01 Lakhs given to subsidiaries engaged in BOT and other projects, which are under disputes with the concessionaire, and other subsidiaries that have significant accumulated losses as at December 31, 2016. We are unable to comment on the extent to which the carrying amount of such loans and advances is recoverable.



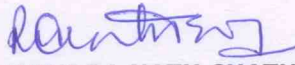
5. Based on our review conducted as stated above, except for the effects of the matter described under para 4d, 4e & 4f above and possible effects of the matter described under para 4a, 4b & 4c nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. Attention is invited to
- a. Note 5.2 (a) to the accompanying statement in respect of Investment of ₹ 67,618.53 Lakhs 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 December 31, 2016. The value of such Investments is dependent upon various factors including completion of the projects, their operating performance etc.
- b. Note 5.2 (b) to the accompanying statement in respect of recognition of claims aggregating to ₹ 3,365.16 Lakhs on certain irrigation projects which are at advance stage of approval/release of payment by the respective clients/departments.
- c. Note 5.2 (c) to the accompanying statement in respect of certain projects having slow progress wherein the Management of the Company has considered trade receivables aggregating to ₹ 5,298.64 Lakhs and unbilled revenue amounting to ₹ 5,980.04 Lakhs, as good and fully recoverable for the reasons stated therein.
- d. Note 5.2 (d) to the accompanying statement in respect of advances to various parties aggregating to ₹ 10,373.64 lakhs which are outstanding for long period of time and considered good by the management.
- e. Note 5.2 (e) to the accompanying statement in respect of pending winding up petitions against the company and the matter is subjudice.
- f. Note 5.2 (f) to the accompanying statement in respect of excess managerial remuneration due from director aggregating to ₹ 88.66 Lakhs as on December 31, 2016.
- g. Note 5.2 (g) to the accompanying statement wherein one lender has initiated recovery proceedings against the Company under the Securitization and Reconstruction of Financial Assets and enforcement of Security Interest Act, 2002 in respect of outstanding loan aggregating to ₹ 13,228 Lakhs.
- h. Note 5.2 (h) to the accompanying statement in respect of collapse of an under construction structure at project site and the company is in process of assessment of damage and filing of insurance claim for such loss.
- i. Note 5.2 (i) to the accompanying statement regarding pending confirmation of balances as at March 31, 2016 for certain bank loans aggregating to ₹ 16,289.78 Lakhs and banks balances aggregating to ₹ 113.31 lakhs.
- j. Note 5.2 (j) to the accompanying statement in respect of the indicative recompense of ₹ 25,850 Lakhs, payment of which is contingent on various factors including improved performance of the Company and many other conditions, the outcome of which is currently uncertain and hence the proportion of amount payable as recompense has been treated as contingent liability.

Our review report is not qualified in respect of these matters.



Hyderabad  
February 14, 2017

**For CHATURVEDI & PARTNERS**  
Chartered Accountants  
Firm Registration No. 307068E

  
**RAVINDRA NATH CHATURVEDI**  
Partner  
Membership No. 092087