

MBL Infrastructure Limited
(CIN-L27109DL1995PLC338407)

Registered & Corporate Office: Baani Corporate One, Suite No. 308, 3rd Floor,
Plot No. 5, Commercial Centre, Jasola, New Delhi - 110025

Tel No. 011-48593300; Fax No. 011-48593320, www.mblinfra.com; Email : cs@mblinfra.com.

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023

(Rs. in Lakhs except earnings per share)

S. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	a. Revenue from Operation	303	1,943	3,250	2,246	3,444	8,133
	b. Other Income (Refer note no.10a)	3,052	3,409	758	6,461	3,982	13,123
	Total Income	3,355	5,352	4,008	8,707	7,426	21,256
2	Expenses						
	a. Cost of Materials Consumed	72	474	676	546	1,158	1,903
	b. Direct Labour, Sub-Contracts etc	52	695	135	747	295	758
	c. Employee Benefits Expense	136	153	194	289	388	678
	d. Finance Costs	73	74	67	147	135	271
	e. Depreciation and Amortisation Expense	126	125	150	251	309	638
	f. Other Expenses (Refer note no.10b)	2,752	3,709	2,493	6,461	4,692	16,457
	Total Expenses	3,211	5,230	3,715	8,441	6,977	20,705
3	Profit/ (Loss) before Exceptional Item and Tax (1-2)	144	122	293	266	449	551
4	Exceptional Items	-	-	-	-	-	-
5	Profit/ (Loss) before Tax (3+4)	144	122	293	266	449	551
6	Tax Expense						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred Tax	-	-	205	-	204	(29)
	c. Income Tax for Earlier Years	-	-	-	-	-	-
	Total Tax Expenses	-	-	205	-	204	(29)
7	Profit/ (Loss) for the period (5-6)	144	122	88	266	245	580
8	Other Comprehensive Income						
	a. Items that will not be reclassified to profit & Loss	-	-	(1)	-	1	11
	b. Income Tax relating to items that will not be reclassified to profit & Loss	-	-	-	-	-	(3)
	Total Other Comprehensive Income for the period (8)	-	-	(1)	-	1	8
9	Total Comprehensive Income for the period (7+8)	144	122	87	266	246	588
10	Paid up Equity Share Capital (Face value of Rs.10/- each)	10,475	10,475	10,475	10,475	10,475	10,475
11	Other Equity	-	-	-	-	-	1,13,272
12	Earnings per Equity Share (EPS) (in Rs.)						
	a. EPS before Exceptional Items (Basic and Diluted) (in Rs.)	0.13	0.12	0.08	0.25	0.23	0.55
	b. EPS after Exceptional Items (Basic and Diluted) (in Rs.)	0.13	0.12	0.08	0.25	0.23	0.55



STANDALONE BALANCE SHEET AS AT SEPTEMBER 30, 2023

(Rs. in Lakhs)

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)
A ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	4,442	4,641
(b) Financial Assets		
(i) Investments	30,299	30,299
(ii) Trade Receivables	1,58,854	1,53,133
(iii) Other Financial Assets	717	717
(c) Deferred Tax Assets (Net)	15,145	15,145
(d) Non current Tax Assets (Net)	377	347
(e) Other Non Current Assets	10,980	12,077
Total Non Current Assets	2,20,814	2,16,359
(2) Current Assets		
(a) Inventories	150	307
(b) Financial Assets		
(i) Trade Receivables	13,134	14,323
(ii) Cash and Cash Equivalents	129	269
(iii) Other Bank Balances	19	19
(iv) Other Financial Assets	1,292	1,307
(c) Current Tax Assets (Net)	9,182	9,182
(d) Other Current Assets	6,871	9,975
Total Current Assets	30,777	35,382
Total Assets	2,51,591	2,51,741
B EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share Capital	10,475	10,475
(b) Other Equity	1,13,538	1,13,272
Total Equity	1,24,013	1,23,747
(2) Liabilities		
Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	70,520	69,481
(ii) Trade Payables		
-Total outstanding dues of Micro, Small enterprises	-	-
-Others	3,946	3,800
(iii) Other Financial Liabilities	-	-
(b) Provisions	451	460
(c) Other Non Current Liabilities	35,698	38,513
Total Non Current Liabilities	1,10,615	1,12,254
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	8,946	9,048
(ii) Trade Payables		
-Total outstanding dues of Micro, Small enterprises	-	-
-Others	453	735
(iii) Other Financial Liabilities	47	190
(b) Other Current Liabilities	4,504	2,345
(c) Provisions	3,013	3,422
Total Current Liabilities	16,963	15,740
Total Liabilities	1,27,578	1,27,994
Total Equity & Liabilities	2,51,591	2,51,741



**STATEMENT OF STANDALONE CASH FLOWS FOR THE HALF YEAR ENDED
SEPTEMBER 30, 2023**

(Rs. in Lakhs)

Particulars	As at September 30, 2023 (Unaudited)	As at September 30, 2022 (Unaudited)
A. Cash flow from Operating Activities		
Net Profit/(Loss) Before Exceptional Items & Tax	266	449
Adjustment for:		
Depreciation & Amortisation expenses	251	309
Finance cost	147	135
Interest Income	(45)	(77)
Interest income on Financial Assets matured at amortised cost	(6,392)	(3,880)
Operating profit before working capital changes	(5,773)	(3,064)
Adjustment for:		
(Increase) / Decrease in Inventories	158	102
(Increase) / Decrease in Trade Receivables	1,882	(821)
(Increase)/ Decrease in Other Current and Non-Current Financial Assets	37	(157)
(Increase)/Decrease in Loans	-	-
(Increase)/Decrease in Other Current and Non-Current Assets	4,194	3,806
Increase/ (Decrease) in Current and Non-Current Trade Payables	(137)	(581)
Increase/ (Decrease) in Other Current and Non-Current Financial Liabilities	815	11
Increase/ (Decrease) in Other Current and Non-Current Liabilities & Provisions	(1,220)	875
Cash generated from/ (used in) Operation	(44)	171
Net Income Tax (Paid)	(30)	(70)
Net Cash generated from/ (used in) Operating Activities	(74)	101
B. Cash flow from Investing Activities		
Capital Expenditure	(65)	(5)
Net Cash generated from/ (used in) Investing Activities	(65)	(5)
C. Cash flow from Financing Activities		
Proceeds from / (Repayment of) Long Term Borrowings (net)	-	-
Interest and Finance Charges Paid	-	-
Net Cash generated from/ (used in) Financing Activities	-	-
Net Changes in Cash & Cash Equivalents (A+B+C)	(139)	96
Cash & Cash Equivalents (at the beginning of the period) (Including Book Overdraft)	268	748
Cash & Cash Equivalents (at the end of the period) (Including Book Overdraft)	129	844
Net Changes in Cash & Cash Equivalents	139	(96)

Note:

The cash flows statement has been prepared in accordance with indirect method as set out in Indian Accounting standard 7 " Statement of cash flows"



Notes

- 1 These above standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The standalone financial results of the Company have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company in their meeting held on November 11, 2023. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 Resolution Plan dated November 22, 2017 submitted by Mr. A K Lakhotia with 78.50% CoC majority was approved under IBC, 2016 and Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by Hon'able National Company Law Tribunal ("NCLT"), Kolkata, Orders dated August 16, 2019 & May 23, 2023 by Hon'able National Company Law Appellate Tribunal ("NCLAT") and Orders dated January 18, 2022, August 04, 2023 & September 25, 2023 by Hon'ble Supreme Court were passed and the Resolution Plan has attained finality. As part of the approved Resolution Plan, there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the Resolution Plan. Accordingly, no provision for interest amounting to Rs.361 lakhs has been made for the quarter ended September 30, 2023. The period from April 18, 2018 till August 04, 2023 is formally excluded from the calculation period of implementation of Resolution Plan and all dates mentioned in the Resolution Plan are consequentially extended for implementation of Resolution Plan.
- 3 The Resolution Plan approved under IBC which is binding on all creditors including the Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016. Claims not filed/not admitted/claims which do not form part of the approved Resolution Plan stand extinguished. The payment of admitted claims are subject to reconciliation and rights and remedies available with the Company and are not acknowledged as debt.
- 4 As per legal advice received, in case of claim not filed by financial creditor against the corporate guarantee(s) provided by the Company in respect of subsidiary company(ies), the same stand extinguished. Without prejudice to the above, as per the Resolution Plan dated November 22, 2017 of the Company approved under IBC, 2016 read with Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by NCLT, Kolkata, Order dated August 16, 2019 & May 23, 2023 passed by NCLAT and Order dated January 18, 2022, August 04, 2023 and September 25, 2023 passed by Hon'ble Supreme Court, the treatment of Corporate Guarantees is as under: (a) One Time Settlement, subject to rights and remedies available to the Company, with lenders of SPVs/subsidiaries against corporate guarantees issued by the Company by issuing NCDs for 10 years @ coupon rate of 0.10 % to be paid after payment of dues of CoC members (b) Any amount arising out of invocation of existing Corporate Guarantees/Contingent Liabilities other than the current sub-judice matters will be paid after the payment of all the dues of Financial Creditors as per resolution plan, without any interest & penalties subject to the rights & remedies available to the Company (c) All amounts will be paid after proper reconciliation and without prejudice to the legal remedies available to the Company.
- 5 The Company has as at September 30, 2023 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (September 30, 2022; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (September 30, 2022; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non- Current Investment amounting to Rs.5,110.00 lakhs (September 30, 2022; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred losses due to cancellation/termination of the projects. The net worth of above entities as at September 30, 2023 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in the above subsidiaries as good and recoverable.
- 6 The Company has as at September 30, 2023 Non-Current Investment amounting to Rs.2,984 lakhs (September 30, 2022; Rs.2,984 lakhs) in its wholly owned subsidiary company MBL Projects Ltd. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. The subsidiary holds shares in downstream SPVs in which projects were cancelled/ terminated. Claims have been filed against cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, has considered the investment in the above subsidiary as good and recoverable.
- 7 The Company has as at September 30, 2023 Non-Current Investment amounting to Rs.18,505 lakhs (September 30, 2022; Rs.18,505 lakhs) in its wholly owned subsidiary company Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective from February 17, 2019. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. Based on TEV study report; certain estimates like future business plan; growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, considering the investment in the above subsidiary as good and recoverable. The account of the said subsidiary with banks became NPA due to delay in Commercial Operation date/client responsibility delays/breaches of escrow agreement/undertakings by banks etc. Provision for the finance costs has been made for the period as per the Resolution Plan submitted in terms of RBI guidelines. Differences & disputes have arisen which are under negotiation/discussions/dispute resolution.
- 8 The Company has as at September 30, 2023 Non-Current Investment amounting to Rs.1500 lakhs (September 30, 2022; Rs.1500 lakhs) in its wholly owned subsidiary company MBL (MP) Toll Road Company Ltd ("MTRCL") which started its commercial operations on August 03, 2015. MTRCL has registered with Indian Council of Arbitration, arbitration proceedings initiated under Arbitration & Conciliation Act, 1996 vide notice dated March 20, 2023 against Madhya Pradesh Road Development Corporation Ltd ("MPRDCL") and Punjab National Bank acting for and on behalf of Punjab National Bank (International) Ltd ("PNBIL") for differences and disputes that have arisen due to breach of escrow agreement dated March 22, 2012. MTRCL has raised claims of Rs.6,400 lakhs approx. against MPRDCL and claims of Rs.9,100 lakhs approx. against PNBIL, subject to filing of detailed Statement of Claims. PNBIL has preferred proceedings against IBC, 2016, to which MTRCL has, inter-alia, contested that in view of the existing arbitration proceedings initiated vide notice dated March 20, 2023 there are pre-existing disputes and proceedings under IBC, 2016 cannot be initiated.
- 9 The Company has claims in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration /litigation. The realisability of these claims are estimated by the Company based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Company is reasonably certain of their realisation. Realisation of above claims may be lower than the claims recognized if the Company decides to settle the same out of court in future considering the substantial time involved in litigation. Impact thereof will be considered in the year of such settlement.



10 a. Other income comprises:

Particulars	Quarter Ended			Six Months Ended		Year Ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a. Ind-AS Adjustment	3,011	3,381	724	6,392	3,880	12,959
b. Interest on fixed deposits & others	35	10	10	45	77	127
c. Others	6	18	24	24	25	37
Total	3,052	3,409	758	6,461	3,982	13,123

b. Other expenses comprises:

Particulars	Quarter Ended			Six Months Ended		Year Ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a. Ind-AS Adjustment	2,329	3,270	2,156	5,599	3,880	14,423
b. Miscellaneous Expenses etc.	423	439	337	862	812	2,034
Total	2,752	3,709	2,493	6,461	4,692	16,457

- 11 The Company is engaged in Infrastructure Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 12 The Company's operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108-Operating Segments.
- 13 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 14 All figures are in lakhs except earnings per share. Figures in () denote negative/decrease.

Date: November 11, 2023
Place: New Delhi



For MBL Infrastructure Ltd.

Anjane Kumar Lakhota

Anjane Kumar Lakhota
Chairman & Managing Director
DIN 00357695

SV/23-24/029

Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of MBL Infrastructure Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **MBL Infrastructure Limited** ("the Company") for the quarter and six months ended September 30, 2023 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (as amended).
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.



Emphasis of Matters

We draw attention to the following matters in the notes to the accompanying standalone financial results:

- a. Note 2 regarding approval of the Resolution Plan of the Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016). The Resolution Plan dated November 22, 2017 submitted by Mr. A K Lakhotia with 78.50% CoC majority was approved under IBC, 2016 and Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by Hon'able National Company Law Tribunal ("NCLT"), Kolkata, Orders dated August 16, 2019 & May 23, 2023 by Hon'able National Company Law Appellate Tribunal ("NCLAT") and Orders dated January 18, 2022, August 04, 2023 & September 25, 2023 by Hon'ble Supreme Court were passed and the Resolution Plan has attained finality. As part of the approved Resolution Plan, there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the Resolution Plan. Accordingly, no provision for interest amounting to Rs.361 lakhs has been made for the quarter ended September 30, 2023. The period from April 18, 2018 till August 04, 2023 is formally excluded from the calculation period of implementation of Resolution Plan and all dates mentioned in the Resolution Plan are consequentially extended for implementation of Resolution Plan.
- b. Note 3 regarding the Resolution Plan approved under IBC which is binding on all creditors including the Central Government, State Government, and any Local Authority under section 31(1) of IBC, 2016. Claims not filed/ not admitted/claims which do not form part of the approved resolution plan stand extinguished. The payment of admitted claims are subject to reconciliation and rights and remedies available with the company and are not acknowledged as debt.
- c. Note 4 regarding the legal advice received, in case of claim not filed by the financial creditor against the corporate guarantee(s) provided by the Company in respect of subsidiary company(ies), the same stand extinguished. Without prejudice to the above, as per the Resolution Plan dated November 22, 2017 of the Company approved under IBC, 2016 read with Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by NCLT, Kolkata, Order dated August 16, 2019 & May 23, 2023 passed by NCLAT and Order dated January 18, 2022, August 04, 2023 and September 25, 2023 passed by Hon'ble Supreme Court, the treatment of Corporate Guarantees is as under: (a) One Time Settlement, subject to rights and remedies available to the Company, with lenders of SPVs/subsidiaries against corporate guarantees issued by the Company by issuing NCDs for 10 years @ coupon rate of 0.10 % to be paid after payment of dues of CoC members (b) Any amount arising out of invocation of existing Corporate Guarantees/Contingent Liabilities other than the current sub-judice matters will be paid after the payment of all the dues of Financial Creditors as per resolution plan, without any interest & penalties subject to the rights & remedies available to the Company (c) All amounts will be paid after proper reconciliation and without prejudice to the legal remedies available to the Company.
- d. Note 5 regarding Investments by the Company has as at September 30, 2022 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (September 30, 2022; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (September 30, 2022; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non- Current Investment amounting to Rs.5,110.00 lakhs (September 30, 2022; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred



losses due to cancellation/termination of the projects. The net worth of above entities as at September 30, 2023 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in the above subsidiaries as good and recoverable.

- e. Note 6 regarding Non-Current Investment as at September 30, 2023 amounting to Rs.2,984 lakhs (September 30, 2022; Rs.2,984 lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the subsidiary which does not represent true market value. The subsidiary holds shares in downstream SPVs in which projects were cancelled. Claims have been filed against cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in the above subsidiary as good and recoverable.
- f. Note 7 regarding Non-Current Investment amounting to Rs.18,505 lakhs (September 30, 2022; Rs.18,505 lakhs) in its wholly owned subsidiary company Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective from February 17, 2019. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. Based on the TEV study report; certain estimates like future business plan; growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, considering the investment in the above subsidiary as good and recoverable. The account of the said subsidiary with banks became NPA due to delay in Commercial Operation date/client responsibility delays/breaches of escrow agreements/undertakings by banks etc. Provision for the finance costs has been made for the period as per the Resolution Plan submitted in terms of RBI guidelines. Differences & disputes have arisen which are under negotiation/discussions/dispute resolution.
- g. Note 8 regarding the Non-Current Investment by Company amounting to Rs.1500 lakhs (September 30, 2022; Rs.1500 lakhs) in its wholly owned subsidiary company MBL (MP) Toll Road Company Ltd ("MTRCL") which started its commercial operations on August 03, 2015. MTRCL has registered with Indian Council of Arbitration, arbitration proceedings initiated under Arbitration & Conciliation Act, 1996 vide notice dated March 20, 2023 against Madhya Pradesh Road Development Corporation Ltd ("MPRDCL") and Punjab National Bank acting for and on behalf of Punjab National Bank (International) Ltd ("PNBIL") for differences and disputes that have arisen due to breach of escrow agreement dated March 22, 2012. MTRCL has raised claims of Rs.6,400 lakhs approx. against MPRDCL and claims of Rs.9,100 lakhs approx. against PNBIL, subject to filing of detailed Statement of Claims. PNBIL has preferred proceedings against IBC, 2016, to which MTRCL has, inter-alia, contested that in view of the existing arbitration proceedings initiated vide notice dated March 20, 2023 there are pre-existing disputes and proceedings under IBC, 2016 cannot be initiated.
- h. Note 9 regarding the claims in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration /litigation. The realisability of these claims are estimated by the Company based on contractual terms, historical experience with



similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claims is recognised to the extent the Company is reasonably certain of their realisation. Realisation of above claims may be lower than the claims recognized if the Company decides to settle the same out of court in future considering the substantial time involved in litigation. Impact thereof will be considered in the year of such settlement.

Our opinion is not modified in respect of the above matters.

For S A R C & Associates

Chartered Accountants

ICAI Firm Registration No.: 006085N

Kamal Aggarwal

Partner

Membership No.: 090129

UDIN: 23090129B92HXU1967



Place: New Delhi

Dated: November 11, 2023

MBL Infrastructure Limited

(CIN-L27109DL1995PLC338407)

Registered & Corporate Office: Baani Corporate One, Suite No. 308, 3rd Floor,
Plot No. 5, Commercial Centre, Jasola, New Delhi - 110025

Tel No. 011-48593300; Fax No. 011-48593320, www.mblinfra.com; Email : cs@mblinfra.com.

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023
(Rs. in Lakhs except earnings per share)

S. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2023 (Unaudited)	30.06.2023 (Unaudited)	30.09.2022 (Unaudited)	30.09.2023 (Unaudited)	30.09.2022 (Unaudited)	31.03.2023 (Audited)
1	Income						
	a. Revenue from Operation	2,094	4,475	5,249	6,569	7,681	15,939
	b. Other Income (Refer note No.7a)	3,144	3,523	899	6,667	4,321	14,156
	Total Income	5,238	7,998	6,148	13,236	12,002	30,095
2	Expenses						
	a. Cost of Materials Consumed	73	475	676	548	1,158	1,908
	b. Direct Labour, Sub-Contracts etc	52	700	262	752	427	900
	c. Employee Benefits Expense	305	318	363	623	721	1,325
	d. Finance Costs	719	753	841	1,472	1,717	3,322
	e. Depreciation and Amortisation Expense	1,457	1,908	1,510	3,365	3,394	7,215
	f. Other Expenses (Refer note No.7b)	3,742	4,610	4,048	8,352	7,825	20,500
	Total Expenses	6,348	8,764	7,700	15,112	15,242	35,170
3	Profit / (Loss) before Exceptional Item and tax (1- 2)	(1,110)	(766)	(1,552)	(1,876)	(3,240)	(5,075)
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before Tax (3+4)	(1,110)	(766)	(1,552)	(1,876)	(3,240)	(5,075)
6	Tax Expense						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred Tax	(1)	-	212	(1)	211	-
	c. Income Tax for Earlier Years	-	-	-	-	-	(23)
	Total Tax Expenses	(1)	-	212	(1)	211	(23)
7	Profit / (Loss) for the period (5-6)	(1,109)	(766)	(1,764)	(1,875)	(3,451)	(5,052)
8	Other Comprehensive Income						
	a. Items that will not be reclassified to profit & Loss	-	-	(1)	-	1	11
	b. Income Tax relating to items that will not be reclassified to profit & Loss	-	-	-	-	-	(3)
	Total Other Comprehensive Income for the period (8)	-	-	(1)	-	1	8
9	Total Comprehensive Income for the period (7+8)	(1,109)	(766)	(1,765)	(1,875)	(3,450)	(5,044)
10	Paid up Equity Share Capital (Face value of 10 each)	10,475	10,475	10,475	10,475	10,475	10,475
11	Other Equity	-	-	-	-	-	68,126
12	Earnings per Equity Share (EPS) (in Rs.)						
	a. EPS before Exceptional Items (Basic and Diluted) (In Rs.)	(1.06)	(0.73)	(1.68)	(1.79)	(3.29)	(4.82)
	b. EPS after Exceptional Items (Basic and Diluted) (In Rs.)	(1.06)	(0.73)	(1.68)	(1.79)	(3.29)	(4.82)



CONSOLIDATED BALANCE SHEET AS AT SEPTEMBER 30, 2023

(Rs. in Lakhs)

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)
A ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	4,443	4,642
(b) Goodwill	1,500	1,500
(b) Intangible Assets under Development	4,715	4,715
(c) Other Intangible Assets	60,533	63,647
(e) Financial Assets		
(i) Investments	-	-
(ii) Trade Receivables	1,61,408	1,55,896
(iii) Other Financial Assets	719	720
(f) Deferred Tax Assets (Net)	15,021	15,020
(g) Non Current Tax Assets (Net)	486	443
(h) Other Non Current Assets	10,980	12,077
Total Non Current Assets	2,59,805	2,58,660
(2) Current Assets		
(a) Inventories	150	307
(b) Financial Assets		
(i) Trade Receivables	11,620	12,521
(ii) Cash and Cash Equivalents	2,947	3,240
(iii) Other Bank Balances	29	29
(iv) Loans	168	168
(vi) Other Financial Assets	1,385	1,403
(c) Current Tax Assets (Net)	9,182	9,182
(c) Other Current Assets	7,005	10,090
Total Current Assets	32,486	36,940
Total Assets	2,92,291	2,95,600
B EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share Capital	10,475	10,475
(b) Other Equity	66,251	68,125
Equity Attributable to Owners of the Parent	76,726	78,600
Non -Controlling Interest	-	-
Total Equity	76,726	78,600
(2) Liabilities		
Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	94,117	96,119
(ii) Trade Payables		
- Total outstanding dues of Micro, Small enterprises	-	-
- Others	3,946	3,800
(iii) Other Financial Liabilities	-	-
(b) Provisions	451	460
(c) Other Non Current Liabilities	35,699	38,513
Total Non Current Liabilities	1,34,213	1,38,892
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	17,458	17,754
(ii) Trade Payables		
- Total outstanding dues of Micro, Small enterprises	-	-
- Others	547	822
(iii) Other Financial Liabilities	53,638	51,652
(b) Other Current Liabilities	6,686	4,448
(c) Provisions	3,023	3,432
Total Current Liabilities	81,352	78,108
Total Liabilities	2,15,565	2,17,000
Total Equity & Liabilities	2,92,291	2,95,600



STATEMENT OF CONSOLIDATED CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023		
(Rs. in Lakhs)		
Particulars	As at September 30, 2023 (Unaudited)	As at September 30, 2022 (Unaudited)
A. Cash flow from Operating Activities		
Net Profit/(Loss) Before Exceptional Items & Tax	(1,876)	(3,240)
Adjustment for:		
Depreciation & Amortisation Expenses	3,365	3,394
Loss/(Gain) on Foreign Exchange Fluctuation	35	262
Finance Cost	1,472	1,717
Interest Income	(133)	(99)
Interest income on Financial Assets matured at amortised cost	(6,510)	(4,058)
Consolidation Elimination Adjustment	-	-
Operating profit before working capital changes	(3,647)	(2,024)
Adjustments for :		
(Increase) / Decrease in Inventories	157	101
(Increase) / Decrease in Trade Receivables	1,806	80
(Increase) / Decrease in Other Current and Non-Current Financial Assets	19	(168)
(Increase) / Decrease in Loan	-	115
(Increase) / Decrease in Other Current and Non-Current Assets	4,291	3,944
Increase / (Decrease) in Current and Non-Current Trade Payables	(128)	(602)
Increase / (Decrease) in Other Current and Non-Current Financial Liabilities	2,763	3,390
Increase / (Decrease) in Other Current and Non-Current Liabilities & Provisions	(2,294)	(499)
Cash generated from/ (used in) Operation	2,967	4,337
Net Income Tax (Paid)	(43)	(99)
Net Cash generated from / (used in) Operating Activities (A)	2,924	4,238
B. Cash flow from Investing Activities		
Purchase of Property, Plant & Equipment	(67)	(1,011)
Interest Received	109	24
Net Cash generated from / (used in) Investing Activities (B)	42	(987)
C. Cash flow from Financing Activities		
Proceeds from/(Repayment of) Long Term Borrowings (net)	-	-
Proceeds from/(Repayment of) Short Term Borrowings (net)	(3,245)	(3,064)
Interest and Finance Charges Paid	(14)	(13)
Change due to acquisition/disposal of control in subsidiary	-	1
Net Cash generated from/ (used in) Financing Activities (C)	(3,259)	(3,076)
Net Changes in Cash & Cash Equivalents (A+B+C)	(293)	175
Cash & Cash Equivalents (Closing Balance) (Including Book overdraft)	2,947	4,227
Cash & Cash Equivalents (at the beginning of the period) (Including Book Overdraft)	3,240	4,052
Net Changes in Cash & Cash Equivalents	(293)	175
Cash & Cash Equivalents as per Balance Sheet	2,947	4,227



Notes

- 1 MBL Infrastructure Ltd. (the Holding Company) and its subsidiaries are together referred to as 'the Group' in the following notes. The above consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The consolidated financial results of the Group have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Holding Company in their meeting held on November 11, 2023. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 Resolution Plan of the Holding Company dated November 22, 2017 submitted by Mr. A K Lakhota with 78.50% CoC majority was approved under IBC, 2016 and Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by Hon'able National Company Law Tribunal ("NCLT"), Kolkata, Orders dated August 16, 2019 & May 23, 2023 by Hon'able National Company Law Appellate Tribunal ("NCLAT") and Orders dated January 18, 2022, August 04, 2023 & September 25, 2023 by Hon'ble Supreme Court were passed and the Resolution Plan has attained finality. As part of the approved Resolution Plan, there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the Resolution Plan. Accordingly, no provision for interest amounting to Rs.361 lakhs has been made for the quarter ended September 30, 2023. The period from April 18, 2018 till August 04, 2023 is formally excluded from the calculation period of implementation of Resolution Plan and all dates mentioned in the Resolution Plan are consequentially extended for implementation of Resolution Plan.
- 3 The Resolution Plan approved under IBC which is binding on all creditors including the Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016. Claims not filed/not admitted/claims which do not form part of the approved Resolution Plan stand extinguished. The payment of admitted claims are subject to reconciliation and rights and remedies available with the Company and are not acknowledged as debt.
- 4 As per legal advice received, in case of claim not filed by financial creditor against the corporate guarantee(s) provided by the Company in respect of subsidiary company(ies); the same stand extinguished. Without prejudice to the above, as per the Resolution Plan dated November 22, 2017 of the Company approved under IBC, 2016 read with Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by NCLT, Kolkata, Order dated August 16, 2019 & May 23, 2023 passed by NCLAT and Order dated January 18, 2022, August 04, 2023 and September 25, 2023 passed by Hon'ble Supreme Court, the treatment of Corporate Guarantees is as under: (a) One Time Settlement, subject to rights and remedies available to the Company, with lenders of SPVs/subsidiaries against corporate guarantees issued by the Company by issuing NCDs for 10 years @ coupon rate of 0.10 % to be paid after payment of dues of CoC members (b) Any amount arising out of invocation of existing Corporate Guarantees/Contingent Liabilities other than the current sub-judice matters will be paid after the payment of all the dues of Financial Creditors as per resolution plan, without any interest & penalties subject to the rights & remedies available to the Company (c) All amounts will be paid after proper reconciliation and without prejudice to the legal remedies available to the Company.
- 5 The Holding Company has as at September 30, 2023 Non-Current Investment amounting to Rs.1500 lakhs (September 30, 2022; Rs.1500 lakhs) in its wholly owned subsidiary company MBL (MP) Toll Road Company Ltd ("MTRCL") which started its commercial operations on August 03, 2015. MTRCL has registered with Indian Council of Arbitration, arbitration proceedings initiated under Arbitration & Conciliation Act, 1996 vide notice dated March 20, 2023 against Madhya Pradesh Road Development Corporation Ltd ("MPRDCL") and Punjab National Bank acting for and on behalf of Punjab National Bank (International) Ltd ("PNBIL") for differences and disputes that have arisen due to breach of escrow agreement dated March 22, 2012. MTRCL has raised claims of Rs.6,400 lakhs approx. against MPRDCL and claims of Rs.9,100 lakhs approx. against PNBIL, subject to filing of detailed Statement of Claims. PNBIL has preferred proceedings against IBC, 2016, to which MTRCL has, inter-alia, contested that in view of the existing arbitration proceedings initiated vide notice dated March 20, 2023 there are pre-existing disputes and proceedings under IBC, 2016 cannot be initiated.
- 6 The Group has claims in respect of cost over-run arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/ litigation. The realisability of these claims are estimated by the Company based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Group is reasonably certain of their realisation. Realisation of above claims may be lower than the claims recognized if the Company decides to settle the same out of court in future considering the substantial time involved in litigation. Impact thereof will be considered in the year of such settlement.
- 7 a. Other income comprises:

Particulars	(Rs. In Lakhs)					
	Quarter Ended			Six Months Ended		Year Ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
a. Ind-AS Adjustment	3,071	3,440	791	6,510	4,058	13,218
b. Interest on fixed deposits & others	44	16	12	133	99	138
c. Others	29	67	96	24	164	800
Total	3,144	3,523	899	6,667	4,321	14,156

- b. Other expenses comprises:

Particulars	(Rs. In Lakhs)					
	Quarter Ended			Six Months Ended		Year Ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
a. Ind-AS Adjustment	2,329	3,270	2,156	5,599	3,880	14,423
b. Miscellaneous Expenses etc.	1,413	1,340	1,892	2,753	3,945	6,077
Total	3,742	4,610	4,048	8,352	7,825	20,500

- 8 The Group is engaged in Infrastructure Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 9 The Group operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108-Operating Segments.
- 10 The account of one of the Subsidiary Company i.e. Suratgarh Bikaner Toll Road Company Private Limited with banks became NPA due to delay in Commercial Operation date/client responsibility delays/breaches of escrow agreement/undertakings by banks etc. Provision for the finance costs has been made for the period as per the Resolution Plan submitted in terms of RBI guidelines. Differences & disputes have arisen which are under negotiation/discussions/dispute resolution.



- 11 The Group reports consolidated financial results on quarterly basis as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The standalone financial results are available on Company's website viz www.mblinfra.com and on website of BSE (www.bseindia.com) and NSE (www.nseindia.com). The specified items of the standalone financial results of the Company for the quarter and six months ended September 30, 2023 are given below:

Particulars	(Rs in lakhs)					
	Quarter ended			Six Months Ended		Year Ended
	30.09.2023 (Unaudited)	30.06.2023 (Unaudited)	30.09.2022 (Unaudited)	30.09.2023 (Unaudited)	30.09.2022 (Unaudited)	31.03.2023 (Audited)
Revenue	3,355	5,352	4,008	8,707	7,426	21,256
Profit/ (Loss) Before Exceptional Items & Tax	144	122	293	266	449	551
Profit/ (Loss) Before Tax	144	122	293	266	449	551
Profit/ (Loss) for the Period/ Year	144	122	88	266	245	580

- 12 Application has been submitted to the Ministry of Corporate Affairs (MCA) for striking off the name of MBL (Haldia) Toll Road Company Ltd, a subsidiary Company as it has no business.
- 13 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 14 All figures are in lakhs except earnings per share. Figures in () denote negative/decrease.

Date: November 11, 2023
Place: New Delhi



For MBL Infrastructure Ltd.

Anjanees Kumar Lakhota

Anjanees Kumar Lakhota
Chairman & Managing Director
DIN 00357695

SV/23-24/030

Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of MBL Infrastructure Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **MBL Infrastructure Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and six months ended September 30, 2023 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. The Statement includes the financial results of the entities listed in Annexure A.



5. Based on our review conducted as above, and based on the consideration of the review reports of the other auditors referred in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matters

We draw attention to the following matters in the notes to the accompanying Consolidated Financial Statement:

- a. Note 2 regarding approval of the Resolution Plan of the Holding Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016). The Resolution Plan dated November 22, 2017, submitted by Mr. A K Lakhota with 78.50% CoC majority was approved under IBC, 2016 and Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by Hon'able National Company Law Tribunal ("NCLT"), Kolkata, Orders dated August 16, 2019 & May 23, 2023 by Hon'able National Company Law Appellate Tribunal ("NCLAT") and Orders dated January 18, 2022, August 04, 2023 & September 25, 2023 by Hon'ble Supreme Court were passed and the Resolution Plan has attained finality. As part of the approved Resolution Plan, there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the Resolution Plan. Accordingly, no provision for interest amounting to Rs.361 lakhs has been made for the quarter ended September 30, 2023. The period from April 18, 2018 till August 04, 2023 is formally excluded from the calculation period of implementation of Resolution Plan and all dates mentioned in the Resolution Plan are consequentially extended for implementation of Resolution Plan.
- b. Note 3 regarding the Resolution Plan approved under IBC which is binding on all creditors including the Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016. Claims not filed/ not admitted/claims which do not form part of the approved resolution plan stand extinguished. The payment of admitted claims are subject to reconciliation and rights and remedies available with the company and are not acknowledged as debt..
- c. Note 4 regarding the legal advice received, in case of claim not filed by financial creditor against the corporate guarantee(s) provided by the Company in respect of subsidiary company(ies), the same stand extinguished. Without prejudice to the above, as per the Resolution Plan dated November 22, 2017 of the Company approved under IBC, 2016 read with Orders dated April 18, 2018, March 11, 2022 & September 13, 2023 by NCLT, Kolkata, Order dated August 16, 2019 & May 23, 2023 passed by NCLAT and Order dated January 18, 2022, August 04, 2023 and September 25, 2023 passed by Hon'ble Supreme Court, the treatment of Corporate Guarantees is as under: (a) One Time Settlement, subject to rights and remedies available to the Company, with lenders of SPVs/subsidiaries against corporate guarantees issued by the Company by issuing NCDs for 10 years @ coupon rate of 0.10 % to be paid after payment of dues of CoC members



(b) Any amount arising out of invocation of existing Corporate Guarantees/Contingent Liabilities other than the current sub-judice matters will be paid after the payment of all the dues of Financial Creditors as per resolution plan, without any interest & penalties subject to the rights & remedies available to the Company (c) All amounts will be paid after proper reconciliation and without prejudice to the legal remedies available to the Company.

- d. Note 5 regarding the Non-Current Investment by Holding Company amounting to Rs.1500 lakhs (September 30, 2022; Rs.1500 lakhs) in its wholly owned subsidiary company MBL (MP) Toll Road Company Ltd ("MTRCL") which started its commercial operations on August 03, 2015. MTRCL has registered with Indian Council of Arbitration, arbitration proceedings initiated under Arbitration & Conciliation Act, 1996 vide notice dated March 20, 2023 against Madhya Pradesh Road Development Corporation Ltd ("MPRDCL") and Punjab National Bank acting for and on behalf of Punjab National Bank (International) Ltd ("PNBIL") for differences and disputes that have arisen due to breach of escrow agreement dated March 22, 2012. MTRCL has raised claims of Rs.6,400 lakhs approx. against MPRDCL and claims of Rs.9,100 lakhs approx. against PNBIL, subject to filing of detailed Statement of Claims. PNBIL has preferred proceedings against IBC, 2016, to which MTRCL has, inter-alia, contested that in view of the existing arbitration proceedings initiated vide notice dated March 20, 2023 there are pre-existing disputes and proceedings under IBC, 2016 cannot be initiated.
- e. Note 6 regarding the claims of the Group in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration /litigation. The realisability of these claims are estimated by the Company based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claims is recognised to the extent the Company is reasonably certain of their realisation. Realisation of above claims may be lower than the claims recognized if the Company decides to settle the same out of court in future considering the substantial time involved in litigation. Impact thereof will be considered in the year of such settlement.

Our conclusion is not modified in respect of above matters.

Auditors of one of the subsidiary company i.e. Suratgarh Bikaner Toll Road Company Private Limited in his report on financial results for the quarter ended September 30, 2023 have drawn emphasis of matter paragraphs and incorporated by us as under:

- a) We have placed reliance on Resolution Plan submitted by the Company to the bankers which is prepared based on TEV study conducted by external agency and accordingly in the opinion of the management, there is no impairment of assets as on September 30, 2023 and there is no doubt on Company's ability to continue as a going concern.
- b) The loans /credit facilities provided by lenders have been classified as Non-Performing Assets (NPA) by all lenders as on balance sheet date, however in Ind-AS Financial Statements the same is shown both under Short term & Long term borrowings on the basis of original Sanction letter.

Our conclusion is not modified in respect of above matters.



7. We did not review the interim financial results of 7 subsidiaries included in the unaudited consolidated financial results, whose interim financial results (before eliminating intra-group transactions) reflects total revenue of Rs.2,095 lakhs and Rs.4,910 lakhs, total loss after tax (net) of Rs.1,250 lakhs and Rs.2,141 lakhs and total comprehensive income (net) of Rs.Nil and Rs.Nil and cash flows (net) of Rs.154 lakhs for six months ended September 30, 2023, as considered in the unaudited consolidated financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the unaudited consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of other auditors and the procedures performed by us as stated in paragraph 3 above.

For S A R C & Associates

Chartered Accountants

ICAI Firm Registration No.006085N



Kamal Aggarwal

Partner

Membership No.: 090129

UDIN No.: 23090129862HXV1026



Place: New Delhi

Dated: November 11, 2022

Annexure A

List of entities included in the Statement

Name of the Entity	Relationship
AAP Infrastructures Limited	Wholly Owned Subsidiary
MBL Highway Development Company Limited	Wholly Owned Subsidiary
MBL (MP) Toll Road Company Limited	Wholly Owned Subsidiary
MBL (Haldia) Toll Road Company Limited	Wholly Owned Subsidiary
MBL Projects Limited	Wholly Owned Subsidiary
Suratgarh Bikaner Toll Road Company Private Limited	Wholly Owned Subsidiary
MBL (MP) Road Nirman Company Limited	Wholly Owned Subsidiary

