

Dated: 14.11.2018

**The Secretary**  
BSE Limited  
New Trading Wing,  
Rotunda Building,  
PJ Tower, Dalal Street,  
Mumbai- 400001

**The Manager**  
National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block "G"  
5<sup>th</sup> floor, Bandra Kurla Complex,  
Bandra East,  
Mumbai- 400051

Dear Sir,  
**Sub: Outcome of Board Meeting**

Please note that the Board of Directors of the Company in its meeting held on 14<sup>th</sup> November, 2018, inter-alia, considered and approved the Un-audited Financial Results (both Standalone & Consolidated) for the quarter and half year ended on 30<sup>th</sup> September, 2018.

A copy of the Un-audited Financial Results (both Standalone & Consolidated) of the Company for the quarter and half year ended 30<sup>th</sup> September, 2018 along with the Limited Review Report of the Statutory Auditors thereon are enclosed.

The meeting commenced at 4:00 P.M. and concluded at 7:15 P.M.

Please treat this as compliance with Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Thanking you,  
Yours faithfully  
For MBL Infrastructures Ltd.

  
Anubhav Maheshwari  
(Company Secretary)

Encl:a/a

## **MBL Infrastructures Ltd.**

Registered & Corporate Office : Baani Corporate One, Sute No. 308, 3rd Floor, Plot No. 5, Commercial Centre, Jasola, New Delhi-110 025  
Tel. : +91-11-48593300 - 10, Fax : +91-11-48593320 Email : delhi@mblinfra.com Website : www.mblinfra.com, CIN-L27109DL1995PLC338407

# MBL Infrastructures Ltd.

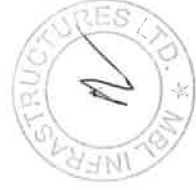
(CIN-L27109DL1995PLC338407)

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 : ce@mblinfra.com.

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2018

Particulars	CONSOLIDATED											
	STANDALONE						CONSOLIDATED					
	Quarter Ended 30.09.2018 (Unaudited)	Quarter Ended 30.09.2017 (Unaudited)	Half Year Ended 30.09.2018 (Unaudited)	Half Year Ended 30.09.2017 (Unaudited)	Year Ended 31.03.2018 (Audited)	Year Ended 31.03.2017 (Audited)	Quarter Ended 30.06.2018 (Unaudited)	Quarter Ended 30.09.2018 (Unaudited)	Quarter Ended 30.09.2017 (Unaudited)	Half Year Ended 30.09.2018 (Unaudited)	Half Year Ended 30.09.2017 (Unaudited)	Year Ended 31.03.2018 (Audited)
1 Revenue from Operation	5,137	5,266	11,443	20,819	48,674	6,160	5,305	5,675	11,465	20,938	51,070	
2 Other Income	3,193	3,035	6,228	28	5,861	3,315	3,156	32	6,471	41	6,600	
3 Total Income (1 + 2)	9,350	8,321	17,671	20,847	54,535	9,475	8,461	5,707	17,936	20,979	57,670	
4 Expenses	1,625	824	2,449	2,565	3,687	1,625	824	301	2,449	2,565	3,687	
a. Cost of Materials Consumed	1,794	787	2,581	1,115	6,605	1,794	787	1,109	2,581	1,115	6,612	
b. Direct Labour, Sub-Contracts etc	-	-	-	-	-	-	-	-	-	-	-	
c. Purchase of stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	
d. Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	
e. Employee benefits expense	282	262	490	554	858	303	226	263	529	560	919	
f. Finance Costs	4,070	4,288	8,358	9,812	24,597	4,247	5,359	5,650	9,606	9,753	24,986	
g. Depreciation and amortisation expense	349	346	695	820	1,461	422	365	424	787	899	2,266	
h. Other expenses	1,129	553	1,722	8,672	34,304	2,052	633	455	2,685	8,706	34,376	
Total Expenses	9,249	7,046	16,295	23,538	71,512	10,443	8,194	8,402	18,637	23,598	72,846	
5 Profit / (Loss) before Exceptional Item and tax (3- 4)	101	1,275	1,376	(2,691)	(16,977)	(968)	267	(2,695)	(701)	(2,619)	(15,176)	
6 Exceptional Items (Income)	-	-	-	-	40,213	-	-	-	-	-	16,384	
7 Profit/(Loss) before Tax (5+6)	101	1,275	1,376	(2,691)	23,236	(968)	267	(2,695)	(701)	(2,619)	1,208	
8 Tax Expense	-	-	-	-	-	-	-	-	-	-	-	
(1) Current Tax	-	-	-	-	-	-	-	-	-	-	6	
(2) Deferred Tax	(624)	209	(415)	(1,164)	(666)	(757)	181	(939)	(576)	(939)	(707)	
9 Profit / (Loss) for the period (7-8)	725	1,066	1,791	(1,527)	23,902	(211)	86	(1,762)	(125)	(1,715)	1,909	
10 Other Comprehensive Income	27	28	55	-	91	27	28	-	55	-	91	
(i) Items that will not be reclassified to profit & Loss	(9)	(10)	(19)	-	(31)	(9)	(10)	-	(19)	-	(31)	
(ii) Income Tax relating to items that will not be reclassified to profit & Loss	743	1,084	1,827	(1,527)	23,962	(193)	104	(1,762)	(89)	(1,715)	1,969	
Total Comprehensive Income for the period (9 + 10)	-	-	-	-	-	-	-	33	-	33	(359)	
12 Non-Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	
13 Net Profit / (Loss) after taxes and Non-controlling interest (11+/-12)	743	1,084	1,827	(1,527)	23,962	(193)	104	(1,795)	(89)	(1,748)	2,328	
14 Paid up equity share capital (Face value of Rs. 10 each)	10,475.46	4,145.46	10,475.46	4,145.46	4,145.46	10,475.46	4,145.46	4,145.46	10,475.46	4,145.46	4,145.46	
15 Earnings per Equity (EPS) (in Rs.)	0.85	2.61	2.09	(3.68)	(39.20)	(0.22)	0.25	(4.33)	(0.10)	(4.22)	(34.77)	
a. EPS before Exceptional Items (Basic and Diluted) (Rs.)	0.85	2.61	2.09	(3.68)	(39.20)	(0.22)	0.25	(4.33)	(0.10)	(4.22)	(34.77)	
b. EPS after Exceptional Items (Basic and Diluted) (Rs.)	0.85	2.61	2.09	(3.68)	(39.20)	(0.22)	0.25	(4.33)	(0.10)	(4.22)	(34.77)	



## STATEMENT OF ASSETS AND LIABILITIES :

(Rs. in Lakhs)

Particulars	STANDALONE		CONSOLIDATED	
	As at 30.09.2018 (Unaudited)	As at 31.03.2018 (Audited)	As at 30.09.2018 (Unaudited)	As at 31.03.2018 (Audited)
<b>A ASSETS</b>				
<b>(1) Non-Current assets</b>				
(a) Property, plant and equipments	13,777	14,465	13,777	14,465
(b) Goodwill	-	-	1,500	1,500
(c) Other intangible assets	-	-	1,968	2,059
(d) Intangible assets under development	-	-	77,431	72,514
(e) Financial assets				
(i) Investment	30,307	21,839	1	1
(ii) Trade receivables	93,617	85,403	97,916	89,842
(iii) Loans	-	3,712	-	-
(iv) Others	215	215	1,551	1,237
(f) Deferred tax assets (net)	3,418	3,022	3,574	3,015
(g) Other non current assets	66,905	73,141	67,365	72,093
<b>Total Non current assets</b>	<b>208,239</b>	<b>201,797</b>	<b>265,083</b>	<b>256,726</b>
<b>(2) Current assets</b>				
(a) Inventories	763	630	763	630
(b) Financial assets				
(i) Investment	-	-	-	-
(ii) Trade receivables	12,351	9,177	13,502	10,396
(iii) Cash and cash equivalents	669	443	722	511
(iv) Other Bank Balance	2	2	6	78
(v) Others	5,274	5,711	2,259	2,670
(c) Other current assets	12,694	13,640	13,184	13,418
(d) Current tax assets (net)	-	-	47	-
<b>Total Current assets</b>	<b>31,753</b>	<b>29,603</b>	<b>30,483</b>	<b>27,703</b>
<b>Total Assets</b>	<b>239,992</b>	<b>231,400</b>	<b>295,566</b>	<b>284,429</b>
<b>B EQUITY AND LIABILITIES</b>				
<b>(1) Equity</b>				
(a) Equity share capital	10,475	4,145	10,475	4,145
(b) Other equity	87,486	85,658	64,944	65,394
<b>Equity attributable to owners of the parent</b>	<b>97,961</b>	<b>89,803</b>	<b>75,419</b>	<b>69,539</b>
Non-controlling interest	-	-	2	1,130
<b>Total Equity</b>	<b>97,961</b>	<b>89,803</b>	<b>75,421</b>	<b>70,669</b>
<b>(2) Liabilities</b>				
<b>Non current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	67,589	69,035	123,699	119,685
(ii) Trade payables	7,922	6,801	7,922	6,801
(iii) Other financial liability	580	554	580	558
(b) Provisions	70	63	70	63
(c) Deferred tax liabilities (net)	-	-	3	-
(d) Other non current liabilities	37,892	36,738	37,892	36,738
(e) Non Current Tax Liabilities (net)	2,382	2,448	2,382	2,448
<b>Total Non current liabilities</b>	<b>116,435</b>	<b>115,639</b>	<b>172,548</b>	<b>166,293</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	11,887	12,012	11,887	12,029
(ii) Trade payables	4,594	4,181	5,070	4,481
(iii) Other financial liability	1,054	2,272	8,625	11,210
(b) Other current liabilities	7,804	7,236	21,675	19,444
(c) Provisions	257	257	257	257
(d) Current Tax Liabilities (net)	-	-	83	46
<b>Total Current liabilities</b>	<b>25,596</b>	<b>25,958</b>	<b>47,597</b>	<b>47,467</b>
<b>Total Equity &amp; Liabilities</b>	<b>239,992</b>	<b>231,400</b>	<b>295,566</b>	<b>284,429</b>



## Notes

- 1 The above financial results which have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards as notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated July 5, 2016, were subject to 'Limited Review' by the Statutory Auditors of the Company and have been reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors of the Company in their meetings held on 14th November 2018.
- 2 In terms of the Resolution Plan of the Company approved by Committee of the Creditors and thereafter by Hon'ble NCLT Kolkata, by order dated 18th April 2018, the company has issued 6,33,00,000 shares of Rs.10 each. Accordingly the paid up capital of the company has increased from 4,145.46 Lakhs to 10,475.46 Lakhs.
- 3 The Company as at September 30, 2018 has (i) Non Current Investment amounting to Rs. 1,000.00 Lakhs ( March 31, 2018; 1,000.00 Lakhs) in its subsidiary MBL (MP) Road Nirman Company Limited in which company is holding 25.14% directly and balance through wholly owned subsidiary MBL Projects Ltd.; (ii) Non Current Investment amounting to Rs 1,200.00 Lakhs ( March 31, 2018; 1,200.00 Lakhs) in its wholly owned subsidiary AAP Infrastructure Limited; (iii) Non Current Investment amounting to Rs. 5,110.00 Lakhs ( March 31, 2018; 5,110.00 Lakhs) in its wholly owned subsidiary MBL Highway Development Company Limited. All the above entities have incurred losses due to suspension/ cancellation of projects and net worth of above entities as at September 30, 2018 have been fully eroded and accordingly the net worth of these subsidiaries do not represent true market value. The Company has filed claims against the suspension / cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of substantially closed/ suspended projects. Considering the contractual tenability, legal advice obtained and progress of negotiations/ discussions/ arbitration/ litigations, the management is confident of recovery in these claims.
- 4 The Company as at September 30, 2018 has Non Current Investment amounting to Rs. 2,984.25 Lakhs ( March 31, 2018; 1,495.11 Lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the company which does not represent true market value. The company holds shares in downstream SPVs in which projects were cancelled/ suspended. The SPVs have filed claims against suspension/cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of substantially closed/ suspended projects. Considering the contractual tenability, legal advice obtained and progress of negotiations/ discussions/ arbitration/ litigations, the management is confident of recovery in these claims.
- 5 The Company as at September 30, 2018 has Non Current Investment amounting to Rs. 18,505.23 Lakhs ( March 31, 2018; 11,527.00 Lakhs) holds 99.99% shares in Suratgarh Bikaner Toll Road Company Pvt Ltd. which has capitalised the entire amount spent till date and is expected to commence toll operations. The net worth of Suratgarh Bikaner Toll Road Company Private Limited does not represents true market value as the value of underlying investments/ assets. Based on TEV study report, certain estimates like future business plan, growth prospects and other factors, the management believes that the realisable amount is higher than the carrying value of non current assets due to which these are considered as good and recoverable.
- 6 Earning Per Share (EPS) for the quarter ended 30th September 2018 is based on enhanced equity base post issuance of 6,33,00,000 fresh equity shares issued pursuant to the Resolution Plan approved by Hon'ble NCLT Kolkata.
- 7 The Company is engaged in Construction/Project activities which are substantially 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.
- 8 The Company has claims in respect of cost over-run arising due to client responsibility delays, clients, 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 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.
- 9 Ind AS 115 - Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1,2018, replaces existing revenue recognition requirements. Based on the assessment done by management, there is no material impact on the revenue recognized during the period.
- 10 The Company's operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 11 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.

Date: November 14, 2018  
Place: New Delhi

For MBL Infrastructures Ltd.  
  
Anjanee Kumar Lakhota  
Chairman & Managing Director  
DIN 00357695



**Limited Review Report**

**Review Report to**

**The Board of Directors**

**MBL Infrastructures Ltd.**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **MBL Infrastructures Ltd.** ('the Company') for the quarter ended September, 30, 2018 and year to date from April 1, 2018 to September 30, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Sec 133 of Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principals laid down in the applicable Indian Accounting standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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 read with Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



4. We draw attention to:

- (a) The Company was under corporate insolvency resolution process under Insolvency and Bankruptcy Code (IBC) 2016. Hon'ble Kolkata bench of National Company Law Tribunal (NCLT) approved the resolution plan vide order dated April 18, 2018. The Powers of the board of directors were suspended during the financial year 2017-18 and were reinstated back on April 19, 2018.
- (b) In forming our opinion on the financial statements, the financial statements are prepared on going concern basis, on the basis of approved resolution plan dated 18<sup>th</sup> April 2018.
- (c) Note 3 to the statement, regarding the Company's non current investments of (i) Rs. 1,000 Lakhs in MBL MP Road Nirman Company Limited holding 25.14% equity, (ii) Rs. 5,110 Lakhs in wholly owned subsidiary MBL Highway Development Company Limited and (iii) Rs. 1,200 Lakhs in wholly owned subsidiary AAP Infrastructure Limited, respectively, as at September 30, 2018. The consolidated net worth of the aforesaid companies have been fully eroded; however, based on the claims in respect of substantially closed/suspended projects and considering the contractual tenability, legal advice obtained and current negotiations/discussion/arbitration/litigations. Based on legal opinion/past experience, the management is of the view that aforementioned balances are fully recoverable. Our report is not modified in respect of this matter.
- (d) Note 4 to the statement, regarding the Company's non current investments of Rs. 2,984.25 Lakhs in wholly owned subsidiary MBL Projects Limited as at September 30, 2018. The Subsidiary company holds shares in SPV's of 7 Projects which are cancelled/substantially suspended. The consolidated net worth of the aforesaid subsidiary has been partially eroded; however, based on the claims in respect of substantially closed/suspended projects and considering the contractual tenability, legal advice obtained and current negotiations/discussion/arbitration/litigations. Based on legal opinion/past experience, the management is of the view that aforementioned balances are fully recoverable. Our report is not modified in respect of this matter.
- (e) Note 5 to the statement regarding the company's non current investment of Rs.18, 505.03 Lakhs holding 99.99% equity in subsidiary Suratgarh Bikaner Toll Road Company Private Limited as at September 30, 2018. The company has capitalized the entire amount spent till date and as per management estimate is expected to commence toll operation soon. The net worth of Suartgarh Bikaner Toll Road Company Private Limited does not represent true market value as the value of underlying investment/assets based on the TEV study, based on future business plan, growth prospects, as described in the said note, management believes that the realizable amount is higher than the carrying the value of non current investments are considered as good and recoverable. Our report is not modified is respect of this matter.
- (f) The company's Cash credit accounts balances as per books of accounts are not reconciled with balances as per the respective bank to the extent of impact of restructuring of Loans and reduced rate of interest as a result of implementation of approved Resolution Plan. Lenders have not yet




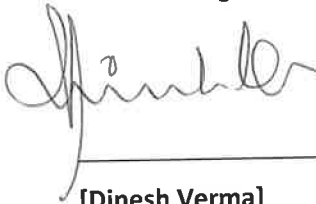
implemented the Financial Package as contemplated in the approved resolution plan dated 18<sup>th</sup> April 2018.

5. The Comparative Ind AS financial information of the Company for the corresponding quarter and period ended September 30, 2017, included in these standalone Ind AS financial results, were reviewed by the predecessor auditor who expressed an unmodified conclusion on those financial information on November 11, 2017.

**For SARC & Associates**

Chartered Accountants

ICAI Firm Registration No.006085N



**[Dinesh Verma]**

Partner

Membership No.: 089583

Place: Delhi

Date: 14<sup>th</sup> November 2018

### Limited Review Report

**Review Report to**  
**The Board of Directors**  
**MBL Infrastructures Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **MBL Infrastructures Ltd.** ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), for the quarter ended September 30, 2018 and year to date from April 1, 2018 to September 30, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Sec 133 of Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The Statement includes the result of the financial entities:

<b>Name of the Entity</b>	<b>Relationship</b>
MBL (MP) Toll Road Company Limited	Wholly Owned Subsidiary
MBL Highway Development Company Limited	Wholly Owned Subsidiary
MBL Projects Limited	Wholly Owned Subsidiary
AAP Infrastructures Limited	Wholly Owned Subsidiary
MBL (Haldia) Toll Road Company Limited	Wholly Owned Subsidiary
Suratgarh Bikaner Toll Road Company Pvt Ltd	Subsidiary
MBL (MP) Road Nirman Company Limited	Subsidiary
MBL (Udaipur Bypass) Road Limited	Subsidiary





3. Based on our review conducted as above, and on consideration of the reports of the other auditors, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated Ind AS financial results prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to:
- (a) The Company was under corporate insolvency resolution process under Insolvency and Bankruptcy Code (IBC) 2016. Hon'ble Kolkata bench of National Company Law Tribunal (NCLT) approved the resolution plan vide order dated April 18, 2018. The Powers of the board of directors were suspended during the financial year 2017-18 and were reinstated back on April 19, 2018.
  - (b) In forming our opinion on the financial statements, the financial statements are prepared on going concern basis, on the basis of approved resolution plan dated 18<sup>th</sup> April 2018.
  - (c) Note 3 to the statement, regarding the Company's non current investments of (i) Rs. 1,000 Lakhs in MBL MP Road Nirman Company Limited holding 25.14% equity, (ii) Rs. 5,110 Lakhs in wholly owned subsidiary MBL Highway Development Company Limited and (iii) Rs. 1,200 Lakhs in wholly owned subsidiary AAP Infrastructure Limited, respectively, as at September 30, 2018. The consolidated net worth of the aforesaid companies have been fully eroded; however, based on the claims in respect of substantially closed/suspended projects and considering the contractual tenability, legal advice obtained and current negotiations/discussion/arbitration/litigations. Based on legal opinion/past experience, the management is of the view that aforementioned balances are fully recoverable. Our report is not modified in respect of this matter.
  - (d) Note 4 to the statement, regarding the Company's non current investments of Rs. 2,984.25 Lakhs in wholly owned subsidiary MBL Projects Limited as at September 30, 2018. The Subsidiary company holds shares in SPV's of Projects which are cancelled/substantially suspended. The consolidated net worth of the aforesaid subsidiary has been partially eroded; however, based on the claims in respect of substantially closed/suspended projects and considering the contractual tenability, legal advice obtained and current negotiations/discussion/arbitration/litigations. Based on legal opinion/past experience, the management is of the view that aforementioned balances are fully recoverable. Our report is not modified in respect of this matter.
  - (e) Note 5 to the statement regarding the company's non current investment of Rs.18, 505.03 Lakhs holding 99.99% equity in subsidiary Suratgarh Bikaner Toll Road Company Private Limited as at September 30, 2018. The company has capitalized the entire amount spent till date and as per management estimate is expected to commence toll operation soon. The net worth of Suartgarh



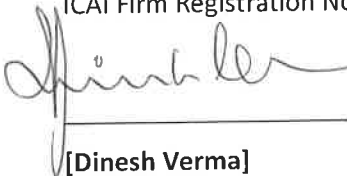
Bikaner Toll Road Company Private Limited does not represent true market value as the value of underlying investment/assets based on the TEV study, based on future business plan, growth prospects, as described in the said note, management believes that the realizable amount is higher than the carrying the value of non current investments are considered as good and recoverable. Our report is not modified in respect of this matter.

- (f) The company's Cash credit accounts balances as per books of accounts are not reconciled with balances as per the respective bank to the extent of impact of restructuring of Loans and reduced rate of interest as a result of implementation of approved Resolution Plan. Lenders have not yet implemented the Financial Package as contemplated in the approved resolution plan dated 18<sup>th</sup> April 2018.
5. We did not review the Financial Results of eight subsidiaries included in the Statement, whose interim total revenue (after eliminating intra-group transactions) of Rs. 124.15 Lakhs for the quarters ended September, 30, 2018 as considered in the Statement. These interim Financial Results have been reviewed by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these Subsidiaries, is based solely on the reports of the other auditors. Our report is not modified in respect of this matter.
6. The Comparative Ind AS financial information of the Company for the corresponding quarter and period ended September 30, 2017, included in these Consolidated Ind AS financial results, were reviewed by the predecessor auditor who expressed an unmodified opinion conclusion on those financial information on November 11, 2017.

**For SARC & Associates**

Chartered Accountants

ICAI Firm Registration No.006085N

  
[Dinesh Verma]



Partner

Membership No.: 089583

Place: New Delhi

Date: 14<sup>th</sup> November 2018