

13th February, 2015

National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E),
Mumbai – 400 051

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

Dear Sir,

Sub: Un audited Financial Results for the 3rd quarter ended December 31st, 2014 – Reg.

In compliance with clause 41 of the Listing Agreement we are enclosing Copy of Un audited Financial Results of the company for the quarter ended **December 31st, 2014.**

Kindly acknowledge the receipt of the same.

Thanking you,

Yours truly,
For IVRCL Limited


(B. Subrahmanyam)
Company Secretary



Encl : As above

IVRCL LIMITED

Regd. Office : M-22/3RT, Vijayanagar Colony, Hyderabad - 500 057, A.P., 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
Road # 2, Panchavati Colony, Banjara Hills, Hyderabad - 500 034, A.P., India
Tel.: +91-40-3093 1111 / 1444 (60 Lines). 2335 6613 / 15 / 18 / 21 / 51-55, Fax: +91-40-3093 1122

Authorised Share Capital : ₹ 3,300 Million. Issued Subscribed and Paid up Share Capital : ₹ 613.77 Million

CHATURVEDI & PARTNERS

Chartered Accountants

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

Phone : 011-46654665 Fax : 011-46654655

Email : delhi@chaturvedica.com

LIMITED REVIEW REPORT

To

The Board of Directors IVRCL Limited

1. We have reviewed the accompanying unaudited financial results of **IVRCL LIMITED ("the Company")** for the quarter and nine months ended December 31, 2014 ("the Statement") except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 13, 2015. Our responsibility is to issue a report on these financial statements 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 financial statements are 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 stated above, nothing has come to our attention that causes us to believe that accompanying Statement, prepared in accordance with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Attention is invited to:
 - a. Note 2 to the Statements regarding the investment amounting to Rs. 6,575.25 lakhs in its subsidiaries Hindustan Dorr-Oliver Limited whose net worth has eroded and financial statements have been prepared on going concern basis for the reason stated therein.
 - b. Note 3 to the Statements regarding the managerial remuneration, amounting to Rs. 334.45 lakhs where the Company is awaiting Central government approval and/or in the process of making application to the Central Government.
 - c. Note 4 to the Statements regarding Trade Receivables and Other Current Assets aggregating to Rs. 116,341.68 lakhs in respect of which the Company has initiated action for recovery from the customers.
 - d. Note 5 to the Statements wherein the Management of the Company has considered unbilled revenue amounting to Rs. 9,864.30 lakhs, as good and fully reliable.

Our report is not qualified in respect of these matters.



For CHATURVEDI & PARTNERS.

Chartered Accountants

Firm Registration No.307068E

R N CHATURVEDI

Partner

Membership No. 092087

Hyderabad
February 13, 2015

PART I : Statement of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2014

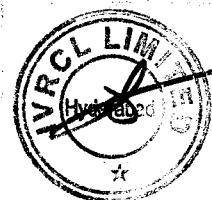
(₹ in lakhs)

Sl. No.	Particulars (Refer Notes below)	Quarter ended			Nine Months Ended		Year ended March 31, 2014
		December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
1.	Income from operations						
	a) Net income from operations	64,486.97	61,149.63	95,147.20	208,986.84	308,052.92	429,598.69
	b) Other operating income	-	-	469.13	-	714.85	882.03
	Total income from operations (net)	64,486.97	61,149.63	95,616.33	208,986.84	308,767.77	430,480.72
2.	Expenses						
	a) Construction stores, spares and materials consumed	10,557.59	15,384.04	24,315.82	43,608.18	77,008.15	101,577.50
	b) Purchases of stock-in-trade	-	-	455.08	-	455.08	490.40
	c) Sub-contracting expense	32,197.71	21,097.42	36,190.80	87,276.73	110,406.60	165,545.49
	d) Masonry, labour and other construction expense	12,781.03	18,218.22	22,674.99	51,511.96	77,232.33	105,694.62
	e) Employee benefits expense	4,626.17	5,274.56	5,364.81	14,766.04	16,102.57	21,051.20
	f) Depreciation and amortisation expense	2,146.21	2,393.07	2,187.34	6,969.57	6,662.64	8,798.23
	g) Other expense	4,102.18	6,149.84	5,256.85	15,273.27	16,911.70	20,167.34
	Total expenses	66,410.89	68,517.15	96,445.69	219,405.75	304,779.07	423,324.78
3.	(Loss) / Profit from operations before other income, finance costs and exceptional items	(1,923.92)	(7,367.52)	(829.36)	(10,418.91)	3,988.70	7,155.94
4.	Other income	672.97	777.36	776.46	2,821.35	3,208.70	4,524.01
5.	(Loss) / Profit before finance costs and exceptional items	(1,250.95)	(6,590.16)	(52.90)	(7,597.56)	7,197.40	11,679.95
6.	Finance costs	17,392.56	16,371.02	16,413.23	49,799.07	44,094.21	58,472.51
7.	(Loss) / Profit after finance costs and before exceptional items	(18,643.51)	(22,961.18)	(16,466.13)	(57,396.63)	(36,896.81)	(46,792.56)
8.	Exceptional items	(1,475.75)	(4,205.70)	-	(5,681.45)	-	22,915.52
9.	Loss from ordinary activities before tax	(17,167.76)	(18,755.48)	(16,466.13)	(51,715.18)	(36,896.81)	(69,708.08)
10.	Tax expense	-	-	1,303.28	-	1,969.85	1,969.85
11.	Net Profit / (Loss) for the year/period	(17,167.76)	(18,755.48)	(17,769.41)	(51,715.18)	(38,866.66)	(71,677.93)
12.	Paid up equity share capital (Face Value of ₹ 2)	7,897.35	6,137.74	6,137.74	7,897.35	6,137.74	6,137.74
13.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting period	-	-	-	-	-	138,607.44
14.	Earnings per share (of ₹ 2 each) (not annualised) EPS (in ₹) - Basic & Diluted before exceptional item after exceptional item	(5.90) (5.44)	(7.48) (6.11)	(5.79) (5.79)	(18.17) (16.37)	(12.66) (12.66)	(15.89) (23.36)

PART II : Select Information for the Quarter ended December 31, 2014

A. PARTICULARS OF SHAREHOLDING

		Quarter ended			Nine Months Ended		Year ended March 31, 2014
		December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	
1.	Public Shareholding						
	Number of shares	352,835,118	264,854,482	264,854,482	352,835,118	264,854,482	264,854,482
	Percentage of shareholding	89.36%	86.30%	86.30%	89.36%	86.30%	86.30%
2.	Promoters and Promoter Group Shareholding						
	(a) Pledged / Encumbered						
	Number of shares	42,032,166	-	-	42,032,166	-	-
	Percentage of shareholding (as a % of the total shareholding of promoter and promoter group)	100.00%	-	-	100.00%	-	-
	Percentage of shareholding (as a % of the total share capital of the Company)	10.64%	-	-	10.64%	-	-
	(b) Non - encumbered						
	Number of shares	-	42,032,166	42,032,166	-	42,032,166	42,032,166
	Percentage of shareholding (as a % of the total shareholding of promoter and promoter group)	-	100.00	100.00	-	100.00	100.00
	Percentage of shareholding (as a % of the total share capital of the Company)	-	13.70%	13.70%	-	13.70%	13.70%



B. INVESTOR COMPLAINTS

Particulars		Quarter ended December 31, 2014
Pending at the beginning of the quarter		Nil
Received during the quarter		4
Disposed off during the quarter		4
Remaining unresolved at the end of the quarter		Nil

Notes :

- The statement of unaudited financial results of the Company for the Quarter and Nine Months ended December 31, 2014 has been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on February 13, 2015. The Statutory Auditors have carried out limited review of the above results.
- The Company has investment amounting to ₹ 6,575.25 lakhs in its subsidiary Hindustan Dorr-Oliver Limited. The networth of the subsidiary has been substantially eroded. As the subsidiary is confident of implementing its business plans and improving future operations, provision for diminution in value of investments has not been considered necessary.
- During the nine month ended December 31, 2014 managerial remuneration, amounting to ₹ 90.00 lakhs in respect of an executive director is subject to Central Government approval and ₹ 68.79 lakhs in respect of two executive directors for which the Company is in the process of making the application to the Central Government, has been paid. Pending the approval from the Central Government the excess amount of ₹ 334.45 lakhs (including ₹ 175.66 lakhs for the earlier period) has been accounted as due from directors.
- In respect of certain customers the Company has initiated legal / arbitration proceedings. The trade receivables and other current assets from such customers as at December 31, 2014 aggregates to ₹ 116,341.68 lakhs. The management is confident that the outcome of the legal proceedings will be favourable and no provision is considered necessary at this stage.
- Unbilled revenue includes ₹ 9,864.30 lakhs outstanding for a period of more than three years and not billed to the customers. The Company is in continuous engagement with the customers for billing and realization of the work done.
- The Company has executed the Master Restructuring Agreement (MRA)/other definitive documents with the majority of its lender banks, consequent to approval from Corporate Debt Restructuring Empowered Group (CDR EG). In accordance with the CDR scheme, the CDR lenders have waived the obligation of the Company to pay any (liquidated damages, penal interest / interest / over due charges in excess of the concessional rates approved under CDR scheme with effect from November 30, 2013 ('the Cut-off Date').

The Company has initiated the implementation of necessary conditions precedent. Accordingly the interest on the restructured debt has been recomputed and provided at the effective interest rates as per the CDR Scheme. A sum of ₹ 5,681.45 lakhs, which represents reduction in interest from Cut-off Date to June 30, 2014, subject to confirmation from lenders has been recorded as exceptional item upto nine months ended December 31, 2014. Further, the existing borrowings of ₹ 136,852.90 lakhs has been classified as Working Capital Term Loan I & II i.e long term borrowings. Interest due and accrued from COD to December 31, 2014 on Cash Credit facility and upto September 30, 2015 for other term borrowings shall be funded and converted into Funded Interest Term Loan (FITL) and lenders shall have the option to convert the same along with accrued interest thereon into equity at the end of each calendar quarters.
- During the quarter and as on date in the ensuing quarter, the Company has allotted 8,79,80,636 equity shares and 5,35,17,423 equity shares respectively to CDR Lenders by converting Funded Interest Term Loan upto December 31, 2014 as per the CDR Scheme.
- During the quarter, the Company has signed a binding agreement with UTICO FZC, Dubai for divestment of investment in its subsidiary, Chennai Water Desalination Limited.
- The Company is engaged in one business segment, namely 'Engineering & Construction' only. No separate geographical segment disclosure is considered necessary as the Company is engaged primarily in the business within India where uniform business conditions of significant nature prevail.
- In accordance with the requirements of Schedule II of the Companies Act, 2013, the Company has re-assessed the useful lives of the fixed assets. The depreciation for the quarter is ₹ 2,430.29 lakhs is based on useful life. Further, ₹ 1,363.19 lakhs has been adjusted to the opening balance of the retained earnings where the remaining useful life of the assets was nil as at April 01, 2014.
- Exceptional Item for the year ended and quarter ended March 31, 2014 relates to Trade Receivables for which provision was made during the previous year. The Board of Directors is of the view that these receivables are fully recoverable.
- Previous periods figures have been regrouped, wherever considered necessary.

Place : Hyderabad
Date : February 13, 2015

R. Balarami Reddy
R. Balarami Reddy
Joint Managing Director

