



KEC International Limited

Regd. Office: RPG House, 463, Dr. Annie Besant Road, Worli, Mumbai 400030, India
Tel.: +91-22-66670200 • Fax +91-22-66670287
CIN No. L45200MH2005PLC152061 • Web.: www.kecrpg.com

May 06, 2015

National Stock Exchange of India Limited
Exchange Plaza, 5th floor
Plot No. C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai 400051
Fax # 26598237/38

Dear Sir,

Sub: Financial Results for the quarter and year ended March 31, 2015

In terms of the Listing Agreement, please find enclosed Consolidated and Standalone Financial Results of the Company, for the quarter and year ended March 31, 2015.

You are requested to take the same on record.

Thanking you,

Yours sincerely,
For **KEC International Limited**




Ch. V. Jagannadha Rao
Vice President- Legal & Company Secretary

Encl : As above.

KEC International Limited

CIN No. - L45200MH2005PLC152061

Regd Office : RPG House, 463, Dr. Annie Besant Road, Worli, Mumbai - 400 030

PART I Statement of Consolidated Audited Results for the Quarter and Year ended 31/03/2015					
Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited) (Refer Note 13)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited) (Refer Note 13)	31/03/2015 (Audited)	31/03/2014 (Audited)
1 Income from operations					
(a) Net Sales / income from operations (Net of excise duty)	249087	202119	214403	834630	778663
(b) Other operating income	3022	3210	3184	12150	11520
Total income from operations (net)	252109	205329	217587	846780	790183
2 Expenses					
(a) Cost of materials consumed	124282	105295	113591	452735	419914
(b) Purchase of stock-in-trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress, scrap and stock-in-trade	7558	4081	3214	3906	(10014)
(d) Erection & subcontracting expenses	59859	48500	47285	188627	186039
(e) Employee benefits expense	14397	14493	14338	58648	56610
(f) Depreciation and amortisation expense (net)	2230	2261	1760	8811	7052
(g) Other expenses	27546	22503	24020	91684	88308
Total expenses	235872	197133	204208	804411	747909
3 Profit from operations before other income, finance costs and exceptional items (1-2)	16237	8196	13379	42369	42274
4 Other income (Refer Note 3 below)	867	13498	321	14623	1379
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	17104	21694	13700	56992	43653
6 Finance costs	7104	8091	6730	30886	26327
7 Profit from ordinary activities after finance costs but before exceptional items (5-6)	10000	13603	6970	26106	17326
8 Exceptional item (VRS expenditure) (Refer Note 6 below)	-	-	-	-	1816
9 Profit from ordinary activities before tax (7-8)	10000	13603	6970	26106	15509
10 Tax expense (Refer Note 4 below)	3711	6958	3534	10008	8834
11 Net Profit from ordinary activities after tax (9-10)	6289	6645	3436	16098	6676
12 Extraordinary item	-	-	-	-	-
13 Net Profit for the period (11-12)	6289	6645	3436	16098	6676
14 Share of profit / (loss) of associates	-	(2)	(0.49)	1	(0.49)
15 Minority interest	-	-	-	-	-
16 Net Profit after taxes, minority interest and share of profit / (loss) of associates (13-14-15)	6289	6643	3435	16099	6675
17 Paid-up equity share capital (Face Value Rs. each)	(2/-)	(2/-)	(2/-)	(2/-)	(2/-)
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				127838	114017
19 Debenture Redemption Reserve [Refer Note 8 (i)]				358	
20 Basic and diluted Earnings Per Share (Rs.) - Before and after extraordinary item (Not annualised)	2.45	2.58	1.34	6.26	2.60
21 Debt Equity Ratio [Refer Note 8 (ii)]				0.67	
22 Debt Service Coverage Ratio [Refer Note 8 (ii)]				1.43	
23 Interest Service Coverage Ratio [Refer Note 8 (ii)]				2.13	
See accompanying notes to the Consolidated financial results					

PART II Select Information for the Quarter and Year ended 31/03/2015

Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
A PARTICULARS OF SHAREHOLDING					
1 Public shareholding					
- Number of shares	128,218,010	128,518,010	130,054,505	128,218,010	130,054,505
- Percentage of shareholding	49.87%	49.99%	50.59%	49.87%	50.59%
2 Promoters and Promoter Group Shareholding					
a) Pledged/Encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of Promoters and Promoter group)	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
- Number of shares	128,870,360	128,570,360	127,033,865	128,870,360	127,033,865
- Percentage of shares (as a % of the total shareholding of Promoters and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the Company)	50.13%	50.01%	49.41%	50.13%	49.41%

Particulars	Quarter ended 31/03/2015
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	1
Received during the quarter	3
Disposed of during the quarter	2
Remaining unresolved at the end of the quarter	2

Notes :

- The above results of the Company, its Subsidiaries and Jointly Controlled Entities (the Group) and an Associate were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 06, 2015.
- The Board of Directors have recommended a Dividend of Rs. 0.90 per equity share of Rs. 2/- each for the year ended March 31, 2015, subject to approval of shareholders.
- Other income for the year ended March 31, 2015 includes Rs. 13465 lacs being profit on sale of land at Thane referred to in Note 6.

4 Tax expense includes:	(Rs. in lacs)				
Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
Tax adjustments pertaining to earlier years	82	776	-	858	963

PMA 4

- 5 The execution of the construction works under contracts of the Company with General Electric Company, Libya (a Government of Libya undertaking) is disrupted since February 2011 due to civil/political unrest in that country. The net assets (including fixed assets, trade receivables etc.) as at March 31, 2015 of the Company relating to these contracts aggregate Rs. 5126 lacs. The Company is confident of completing these projects.
- 6 The production of Cables at Thane factory has been discontinued from February 11, 2013 and the Company has given voluntary retirement scheme to all the workers at a cost of Rs. 1816 lacs. The Company has executed a Sale Deed dated December 12, 2014 for sale of said land and has completed all sale formalities.
- 7 The Company has entered into an 'Asset Purchase Agreement' (the Agreement) on April 15, 2015 for sale of its telecom tower assets at 381 sites in the states of Chhattisgarh, Meghalaya and Mizoram to ATC Telecom Tower Corporation Private Limited. The consideration for the sale of aforesaid assets is envisaged at about Rs. 81 crores. Consummation of transaction is subject to obtaining necessary regulatory approvals and also complying with the conditions mentioned in the Agreement.
- 8(i) During the year, the Company has allotted 750 secured, redeemable, non-convertible debentures of the face value of Rs. 10,00,000 each, aggregating Rs. 7500 lacs on private placement basis. These debentures have been listed and admitted to dealing on debt segment of BSE Limited w.e.f. September 04, 2014.
- 8(ii) The formula used for calculation of ratios is as under:
a) Debt Equity Ratio = Term loans and debentures / Shareholder's funds
b) Debt Service Coverage Ratio = Profit before Depreciation, Interest and Tax / (Interest + Principal repayment of long term loans)
c) Interest Service Coverage Ratio = Profit before Depreciation, Interest and Tax / Interest

9 Consolidated Statement of Assets and Liabilities

Particulars	(Rs. in lacs)	
	As at 31/03/2015 (Audited)	As at 31/03/2014 (Audited)
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	5142	5142
(b) Reserves and surplus	127838	114017
(c) Money received against share warrants	-	-
Sub-total - Shareholders' funds	132980	119159
2 Share application money pending allotment	-	-
3 Minority interest	-	-
4 Non-current liabilities		
(a) Long-term borrowings	73704	60260
(b) Deferred tax liabilities (net)	7036	7308
(c) Other long-term liabilities	1000	1000
(d) Long-term provisions	1113	1007
Sub-total - Non-current liabilities	82853	69575
5 Current liabilities		
(a) Short-term borrowings	130809	120687
(b) Trade payables	332483	321306
(c) Other current liabilities	84285	98904
(d) Short-term provisions	11072	11506
Sub-total - Current liabilities	558649	552403
TOTAL - EQUITY AND LIABILITIES	774482	741137
B ASSETS		
1 Non-current assets		
(a) Fixed assets	88107	99221
(b) Goodwill on consolidation	39427	37777
(c) Non-current investments	1	-
(d) Deferred tax assets (net)	1763	2171
(e) Long-term loans and advances	31207	19766
(f) Other non-current assets	19287	13123
Sub-total - Non-current assets	179792	172058
2 Current assets		
(a) Current investments	-	-
(b) Inventories	47639	50523
(c) Trade receivables	385293	380780
(d) Cash and cash equivalents	20632	14401
(e) Short-term loans and advances	63864	51298
(f) Other current assets	77262	72077
Sub-total - Current assets	594690	569079
TOTAL - ASSETS	774482	741137

- 10 The Group is primarily engaged in the business of Engineering, Procurement and Construction (EPC). As such there is no separate reportable segment as defined by the Accounting Standard (AS) 17 - "Segment Reporting".

- 11 Information of standalone unaudited financial results of the Company is as under: -

Particulars	(Rs. in lacs)				
	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
Turnover (Net of excise duty)	186055	158679	168922	644720	644523
Profit / (Loss) before tax	7570	14365	10865	18234	15086
Profit / (Loss) after tax	4386	9021	7625	11073	8559

- 12 The Company has opted to publish only Consolidated Financial Results. The Standalone Financial Results for the quarter and year ended March 31, 2015 of the Company will be available on the website of the Company, BSE Limited and National Stock Exchange of India Limited.
- 13 Figures for the quarter ended March 31, 2015 and March 31, 2014, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto nine months of the relevant financial year.
- 14 Previous periods' / year's figures have been regrouped / reclassified wherever necessary.

For KEC INTERNATIONAL LIMITED


VIMAL KEJRIWAL
MANAGING DIRECTOR & CEO

Place : Mumbai
Date : May 06, 2015

Visit us at www.kecrpg.com

17024

KEC International Limited

CIN No. - L45200MH2005PLC152061

Regd Office : RPG House, 463, Dr. Amie Besant Road, Worli, Mumbai - 400 030

(Rs. in lacs)					
PART I					
Statement of Standalone Audited Results for Quarter and Year ended 31/03/2015					
Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited) (Refer Note 12)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited) (Refer Note 12)	31/03/2015 (Audited)	31/03/2014 (Audited)
1 Income from operations					
(a) Net sales / income from operations (Net of excise duty)	186055	158679	168922	644720	644523
(b) Other operating income	3000	5748	3176	14489	11354
Total income from Operations (net)	189055	164427	172098	659209	655877
2 Expenses					
(a) Cost of materials consumed	95036	86443	86556	354517	346623
(b) Purchase of stock-in-trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress, scrap and stock-in-trade	1672	(903)	3856	(279)	(5309)
(d) Erection & Subcontracting expenses	47949	41877	40359	161112	166546
(e) Employee benefits expense	8798	8878	7763	35723	32151
(f) Depreciation and amortisation expense (net)	1775	1811	1423	7040	5542
(g) Other expenses	23894	18754	21611	75390	78577
Total expenses	179124	156860	161568	633503	624130
3 Profit from operations before other income, finance costs and exceptional items (1-2)	9931	7567	10530	25706	31747
4 Other income (Refer Note 3 below)	3641	13541	6208	17741	8297
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	13572	21108	16738	43447	40044
6 Finance costs	6002	6743	5873	25213	23142
7 Profit from ordinary activities after finance costs but before exceptional items (5-6)	7570	14365	10865	18234	16902
8 Exceptional item (VRS expenditure) (Refer Note 6 below)	-	-	-	-	1816
9 Profit from ordinary activities before tax (7-8)	7570	14365	10865	18234	15086
10 Tax expense (Refer Note 4 below)	3184	5344	3240	7161	6527
11 Net Profit from ordinary activities after tax (9-10)	4386	9021	7625	11073	8559
12 Extraordinary Item	-	-	-	-	-
13 Net Profit for the period (11-12)	4386	9021	7625	11073	8559
14 Paid-up equity share capital (Face Value Rs. each)	(2/-)	(2/-)	(2/-)	(2/-)	(2/-)
15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				105947	98078
16 Debenture Redemption Reserve [Refer Note 9 (i)]				358	
17 Basic and diluted Earnings Per Share (Rs.) - Before and after extraordinary item (Not annualised)	1.71	3.51	2.97	4.31	3.33
18 Debt Equity Ratio [(Refer Note 9(ii))]				0.25	
19 Debt Service Coverage Ratio [(Refer Note 9 (ii))]				1.47	
20 Interest Service Coverage Ratio [(Refer Note 9(ii))]				2.00	
See accompanying notes to the Standalone financial results					
PART II Select Information for the Quarter and Year ended 31/03/2015					
Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
A PARTICULARS OF SHAREHOLDING					
1 Public shareholding					
- Number of shares	128,218,010	128,518,010	130,054,505	128,218,010	130,054,505
- Percentage of shareholding	49.87%	49.99%	50.59%	49.87%	50.59%
2 Promoters and Promoter Group Shareholding					
a) Pledged/Encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of Promoters and Promoter group)	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
- Number of shares	128,870,360	128,570,360	127,033,865	128,870,360	127,033,865
- Percentage of shares (as a % of the total shareholding of Promoters and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the Company)	50.13%	50.01%	49.41%	50.13%	49.41%
Particulars	Quarter ended 31/03/2015				
B INVESTOR COMPLAINTS					
Pending at the beginning of the quarter	1				
Received during the quarter	3				
Disposed of during the quarter	2				
Remaining unresolved at the end of the quarter	2				

Notes :

- The above results of the Company were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 06, 2015.
- The Board of Directors have recommended a Dividend of Rs. 0.90 per equity share of Rs. 2/- each for the year ended March 31, 2015 subject to approval of shareholders.
- Other income includes:

Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
Dividend income from a subsidiary	-	33	-	365	1168
Dividend income from a joint venture	3145	-	5855	3145	5855
Profit on sale of land at Thane (Refer Note 6)	-	13465	-	13465	-

P+104. 

Tax expense includes:

Particulars	Quarter ended			Year ended	
	31/03/2015 (Unaudited)	31/12/2014 (Unaudited)	31/03/2014 (Unaudited)	31/03/2015 (Audited)	31/03/2014 (Audited)
Tax adjustments pertaining to earlier years	82	776	-	858	963

The execution of the construction works under contracts of the Company with General Electric Company, Libya (a Government of Libya undertaking) is disrupted since February 2011 due to civil/political unrest in that country. The net assets (including fixed assets, trade receivables etc.) as at March 31, 2015 of the Company relating to these contracts aggregate Rs. 5126 lacs. The Company is confident of completing these projects.

The production of Cables at Thane factory has been discontinued from February 11, 2013 and the Company has given voluntary retirement scheme to all the workers at a cost of Rs. 1816 lacs. The Company has executed a Sale Deed dated December 12, 2014 for sale of said land and has completed all sale formalities.

The Board of Directors at its Meeting held on February 04, 2015 have approved Scheme of Amalgamation of Jay Railway Projects Private Limited, a wholly owned subsidiary of the Company with the Company. The appointed date for the same is April 01, 2014. The scheme is subject to the approval of the requisite authorities and by Hon'ble High Court of Judicature at Bombay. Pending approval of the Scheme which would be effective from April 01, 2014, the Company has prepared the financial statements for the year ended March 31, 2015 without considering effect of the Scheme.

The Company has entered into an 'Asset Purchase Agreement' (the Agreement) on April 15, 2015 for sale of its telecom tower assets at 381 sites in the states of Chhattisgarh, Meghalaya and Mizoram to ATC Telecom Tower Corporation Private Limited. The consideration for the sale of aforesaid assets is envisaged at about Rs. 81 crores. Consummation of transaction is subject to obtaining necessary regulatory approvals and also complying with the conditions mentioned in the Agreement.

During the year, the Company has allotted 750 secured, redeemable, non-convertible debentures of the face value of Rs. 10,00,000 each, aggregating Rs. 7500 lacs on private placement basis. These debentures have been listed and admitted to dealing on debt segment of BSE Limited w.e.f. September 04, 2014.

The formula used for calculation of ratios is as under:

a) Debt Equity Ratio = Term loans and debentures / Shareholder's funds

b) Debt Service Coverage Ratio = Profit before Depreciation, Interest and Tax / (Interest + Principal repayment of long term loans)

c) Interest Service Coverage Ratio = Profit before Depreciation, Interest and Tax / Interest

Standalone Statement of Assets and Liabilities

Particulars	(Rs. in Lacs)	
	As at 31/03/2015 (Audited)	As at 31/03/2014 (Audited)
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	5142	5142
(b) Reserves and surplus	105947	98078
(c) Money received against share warrants	-	-
Sub-total - Shareholder's funds	111089	103220
2 Share application money pending allotment		
3 Non-current liabilities		
(a) Long-term borrowings	20839	21410
(b) Deferred tax liabilities (net)	7036	7308
(c) Other long-term liabilities	1000	1000
(d) Long-term provisions	1087	990
Sub-total - Non-current liabilities	29962	30708
4 Current liabilities		
(a) Short-term borrowings	125244	110127
(b) Trade payables	286153	286015
(c) Other current liabilities	51042	62059
(d) Short-term provisions	11053	10969
Sub-total - Current liabilities	473492	469170
TOTAL - EQUITY AND LIABILITIES	614543	603098
B ASSETS		
1 Non-current assets		
(a) Fixed assets	73680	82592
(b) Non-current investments	657	638
(c) Deferred tax assets (net)	-	-
(d) Long-term loans and advances	29223	19340
(e) Other non-current assets	16883	10667
Sub-total - Non-current assets	120443	113237
2 Current assets		
(a) Current investments	-	-
(b) Inventories	37199	33334
(c) Trade receivables	322657	333572
(d) Cash and cash equivalents	12613	9024
(e) Short-term loans and advances	53839	44977
(f) Other current assets	67792	68954
Sub-total - Current assets	494100	489861
TOTAL - ASSETS	614543	603098

The Company is primarily engaged in the business of Engineering, Procurement and Construction (EPC). As such there is no separate reportable segment as defined by the Accounting Standard (AS) 17 - "Segment Reporting".

Figures for the quarter ended March 31, 2015 and March 31, 2014, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto nine months of the relevant financial year.

Previous periods' / year's figures have been regrouped / reclassified wherever necessary.

For KEC INTERNATIONAL LIMITED

VIMAL KEJRIWAL
MANAGING DIRECTOR & CEO

Place : Mumbai
Date : May 06, 2015

Visit us at www.kecprg.com