

004 11/NOV/2014



KNR Constructions Limited

Dated 14th November 2014

Ref: KNRCL/SD/2014/141 & 142

To
Dept. of Corporate Services,
Bombay Stock Exchange Limited
P J Towers, Dalal Street,
Fort, MUMBAI - 400001

To
National Stock Exchange of India Limited
"Exchange Plaza",
Bandra Kurla Complex,
Bandra (E), MUMBAI - 400051

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+91 22 2659 8237 / 38 ,
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Sir,

Sub: - Proceedings of the Board Meeting

Ref:-KNR Constructions Limited, BSE Code: 532942,
NSE Symbol: KNRCON

With reference to the above, we wish to inform you that in the just concluded Meeting of the Board of Directors of the Company, inter-alia following items were resolved:-

1. considered and approved the Un-audited Financial Results (Standalone) for the Quarter / Half Year ended 30th September 2014
2. authorisation for Postal Ballot for revision of remuneration to Managing Directors and Two Executive Directors
3. appointment of Scrutinizer for postal ballot

This is for your information and records.

Yours sincerely,
for KNR Constructions Limited

M.V. Venkata Rao
M. V. VENKATA RAO
Company Secretary



KNR CONSTRUCTIONS LIMITED

CIN: L74210DL1995PLC238364

Regd. Office: C-125, Anand Niketan, New Delhi - 110021

Corp. Office: KNR House, 3rd & 4th Floor, Plot No: 114, Phase-I, Kavuri Hills, Hyderabad - 500 033

Phone: +91 40 40268761 / 62; Fax: +91 40 40268760; Website: www.knrcl.com; E-mail: investors@knrcl.com



UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2014

(Rupees In Lakhs)

Sl. No.	PARTICULARS	STANDALONE					
		THREE MONTHS ENDED			HALF YEAR ENDED		FOR THE YEAR ENDED
		30/09/14	30/06/14	30/09/13	30/09/14	30/09/13	31/03/14
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
No. of Months		3	3	3	6	6	12
PART I							
1.	INCOME FROM OPERATIONS						
	a) Net sales / income from operations (net of excise duty)	17,394.32	24,145.77	16,533.13	41,540.09	37,598.51	89,450.23
	Less: Company's Share in Joint Ventures	372.91	502.20	832.75	875.11	1,229.43	5,747.33
	Net Sales/ Income From Operations	17,021.41	23,643.57	15,700.38	40,664.98	36,369.08	83,702.90
	b) Other Operating Income	21.05	4.43	84.27	25.48	180.38	(223.42)
	TOTAL INCOME FROM OPERATIONS (NET)	17,042.46	23,648.00	15,784.65	40,690.46	36,549.46	83,479.48
2.	EXPENSES						
	a) Cost of materials consumed	5,815.15	9,343.39	6,375.77	15,158.54	13,677.00	29,063.07
	b) Changes in inventories of finished goods, Stock in Progress	-	-	-	-	-	-
	c) Employee benefits expense	889.42	852.60	906.91	1,742.02	1,741.31	3,494.50
	d) Depreciation and amortization expense	1,323.33	1,535.97	1,444.37	2,859.30	2,875.56	5,723.15
	e) Other expenses	1,835.13	2,416.90	1,994.76	4,252.03	4,263.88	10,134.91
	f) Spreading & Assortment Expenses	1,996.52	2,831.36	1,330.72	4,827.88	2,337.87	6,150.53
	g) Sub contract Expenses	3,469.98	5,098.29	2,620.51	8,568.27	9,105.49	22,056.96
	TOTAL EXPENSES	15,329.53	22,078.51	14,673.04	37,408.04	34,001.11	76,623.12
3.	PROFIT / (LOSS) FROM OPERATIONS BEFORE OTHER INCOME, FINANCE COSTS AND EXCEPTIONAL ITEMS (1-2)	1,712.93	1,569.49	1,111.61	3,282.42	2,548.35	6,856.36
4.	OTHER INCOME	219.64	285.11	124.40	504.75	301.12	1,551.51
5.	PROFIT / (LOSS) FROM ORDINARY ACTIVITIES BEFORE FINANCE COSTS AND EXCEPTIONAL ITEMS (3+4)	1,932.57	1,854.60	1,236.01	3,787.17	2,849.47	8,407.87
6.	FINANCE COSTS	323.43	297.39	443.09	620.82	818.61	1,719.45
7.	PROFIT / (LOSS) FROM ORDINARY ACTIVITIES AFTER FINANCE COSTS BUT BEFORE EXCEPTIONAL ITEMS (5-6)	1,609.14	1,557.21	792.92	3,166.35	2,030.86	6,688.42
8.	EXCEPTIONAL ITEMS	-	-	-	-	-	-
9.	PROFIT / (LOSS) FROM ORDINARY ACTIVITIES BEFORE TAX (7-8)	1,609.14	1,557.21	792.92	3,166.35	2,030.86	6,688.42
10.	TAX EXPENSE	214.37	(422.36)	(48.29)	(207.99)	79.79	590.17
11.	PROFIT / (LOSS) FROM ORDINARY ACTIVITIES AFTER TAX (9-10)	1,394.77	1,979.57	841.21	3,374.34	1,951.07	6,098.25
12.	EXTRAORDINARY ITEMS (NET OF TAX EXPENSE RS.)	-	-	-	-	-	-
13.	NET PROFIT / (LOSS) FOR THE PERIOD (11-12)	1,394.77	1,979.57	841.21	3,374.34	1,951.07	6,098.25
14.	SHARE OF PROFIT / (LOSS) OF ASSOCIATES	-	-	-	-	-	-
15.	MINORITY INTEREST	-	-	-	-	-	-
16.	ADD / (LESS) PRIOR YEAR SHARE OF PROFIT FROM ASSOCIATES	-	-	-	-	-	-
17.	NET PROFIT / (LOSS) AFTER TAXES, MINORITY INTEREST AND SHARE OF PROFIT / (LOSS) OF ASSOCIATES (13+14+15)	1,394.77	1,979.57	841.21	3,374.34	1,951.07	6,098.25
18.	PAID UP EQUITY SHARE CAPITAL (FACE VALUE RS.10 PER SHARE)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
19.	RESERVES EXCLUDING REVALUATION RESERVES						48,519.88
20.1.	EARNINGS PER SHARE (BEFORE EXTRAORDINARY ITEMS) Basic and Diluted * Not Annualized	4.96*	7.04*	2.99*	12.00*	6.94*	21.68
20.2.	EARNINGS PER SHARE (AFTER EXTRAORDINARY ITEMS) Basic and Diluted * Not Annualized	4.96*	7.04*	2.99*	12.00*	6.94*	21.68



KR Reddy

PART II

A PARTICULARS OF SHAREHOLDING							
1. PUBLIC SHAREHOLDING							
- Number of Shares		9,198,219	8,396,938	7,308,439	9,198,219	7,308,439	7,308,439
- Percentage of Shareholding		32.71%	29.86%	25.99%	32.71%	25.99%	25.99%
2. PROMOTERS AND PROMOTER GROUP SHAREHOLDING							
a) Pledged / Encumbered							
- Number of Shares		-	-	-	-	-	-
- Percentage of Shares (Total Shareholding of Promoter & Promoter Group)		-	-	-	-	-	-
- Percentage of Shares (Total Share Capital of the Company)		-	-	-	-	-	-
b) Non-Encumbered							
- Number of Shares		18,925,241	19,726,522	20,815,021	18,925,241	20,815,021	20,815,021
- Percentage of Shares (Total Shareholding of Promoter & Promoter Group)		100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of Shares (Total Share Capital of the Company)		67.29%	70.14%	74.01%	67.29%	74.01%	74.01%

PARTICULARS		3 months ended 30/09/14
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter.		Nil
Complaints received during the quarter and quarter ended 30-09-2014.		1
Disposed of during the quarter.		1
Remaining unresolved at the end of the quarter.		Nil

Notes:

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 14-11-2014
- The company is engaged in only one reportable segment viz. "Construction and Engineering" and at single geographical area namely India.
- Tax expenses includes provision for current tax and deferred tax.
- During the half year ended 30th September 2014, the Company has revised the depreciation rate on certain fixed assets as per useful life specified in the Companies Act 2013 or re-assessed by the Company and based on current estimates the Company has adjusted Rs. 1373.66 lakhs to retained earnings for assets whose useful life has ended. There is no material impact of change in useful lives on the depreciation / amortization for the current quarter.
- The figures have been regrouped and/or rearranged wherever considered necessary.
- The statutory auditors have conducted a limited review of the above results.

For KNR Constructions Ltd.,



K. Narasimha Reddy
K Narasimha Reddy
Managing Director

Place: Hyderabad
Date : 14-11-2014

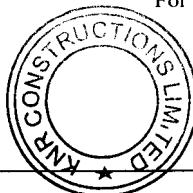
KNR CONSTRUCTIONS LIMITED

STATEMENT OF ASSETS AND LIABILITIES AS ON 30th SEPTEMBER, 2014

(Rupees In Lakhs)

PARTICULARS	STANDALONE		
	As at 30/09/2014	As at 30/09/2013	As at 31/03/2014
A EQUITY AND LIABILITIES			
1) Shareholders' Funds			
a) Share Capital	2,812.35	2,812.35	2,812.35
b) Reserves and Surplus	50,520.61	44,700.49	48,519.88
c) Money received against share warrants	-	-	-
Sub-total - Shareholders' funds	53,332.96	47,512.84	51,332.23
2) Share Application Money Pending Allotment	-	-	-
3) Minority Interest	-	-	-
4) Non - Current Liabilities			
a) Long-term borrowings	106.50	2,459.07	828.36
b) Deferred tax liabilities (net)	-	-	-
c) Other Long term Liabilities	9,132.34	15,747.73	9,862.90
d) Long-term Provisions	123.21	119.17	113.80
Sub-total - Non- Current Liabilities	9,362.05	18,325.97	10,805.06
5) Current Liabilities			
a) Short-term borrowings	6,029.01	9,382.59	4,983.36
b) Trade Payables	5,564.25	8,599.78	7,859.26
c) Other Current Liabilities	17,858.38	11,470.64	16,224.99
d) Short-term Provisions	5,283.44	5,236.06	4,252.06
Sub-total - Current Liabilities	34,735.08	34,689.07	33,319.67
TOTAL EQUITY AND LIABILITIES	97,430.09	100,527.88	95,456.96
B ASSETS			
1) Non-Current Assets			
a) Fixed Assets	23,073.01	28,077.00	26,401.83
b) Goodwill on consolidation	-	-	-
c) Non-current Investments	2,465.47	2,410.02	2,484.33
d) Deferred Tax Assets (net)	1,919.72	813.32	1,179.75
e) Long-term loans and advances	16,602.25	11,063.39	16,121.87
f) Other non-current assets	8,061.54	6,936.48	8,630.31
Sub-total - Non-current Assets	52,121.99	49,300.21	54,818.09
2) Current Assets			
a) Current Investments	1,069.86	1,696.28	1,519.18
b) Inventories	3,641.47	2,515.04	3,406.53
c) Trade Receivables	8,637.80	17,441.68	11,708.51
d) Cash and Cash Equivalents	2,016.45	964.77	1,118.20
e) Short-term loans and advances	17,163.13	17,632.19	14,656.71
f) Other Current Assets	12,779.39	10,977.71	8,229.74
Sub-total - Current Assets	45,308.10	51,227.67	40,638.87
TOTAL ASSETS	97,430.09	100,527.88	95,456.96

For KNR Constructions Ltd.,



K Narasimha Reddy
K Narasimha Reddy
Managing Director

Place: Hyderabad
Date : 14-11-2014

To
The Board of Directors,
KNR Constructions Limited
KNR House, 4th Floor,
Plot No. 114, Phase – I,
Kavuri Hills,
Hyderabad – 500033

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of KNR Constructions Limited for the period ended 30th September 2014 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. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised 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.

For Sukumar Babu & Co.,
Chartered Accountants
(Registration No. 004188S)



C SUKUMAR BABU
(Partner)
Membership No. 024293

Place: Hyderabad
Date: 14.11.2014