



KNR Constructions Limited

Dated 13th February 2017

Ref: KNRCL/SD/2017/013 & 014

To
Dept. of Corporate Services,
BSE 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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Sir,

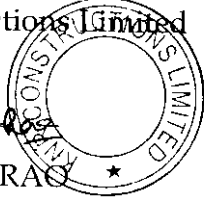
Sub: - Proceedings of the Board Meeting

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 considered and approved the Un-audited Financial Results (Standalone) for the Quarter / Nine months ended 31st December 2016

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

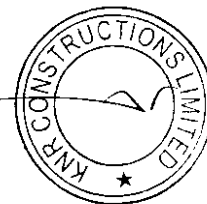
Ph: 040 -40268759 / 61 /62 Fax: 040-40268760; website: knrcl.com; E-mail: investors@knrcl.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

(Rupees In Lakhs, except per share data)

Sl. No.	PARTICULARS	STANDALONE				
		QUARTER ENDED			NINE MONTHS ENDED	
		December 31	September 30	December 31	December 31	December 31
		2016	2016	2015	2016	2015
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited
PART I						
1.	Income from Operations					
	a) Gross sales / income from operations	42,325.30	37,113.19	22,411.12	111,178.71	64,105.88
	Less: Company's Share in Joint Ventures	4,270.25	789.23	2,062.52	6,435.83	5,027.47
	Net Sales/ Income From Operations	38,055.05	36,323.96	20,348.60	104,742.88	59,078.41
	b) Other Operating Income	173.31	1,025.94	1,507.04	1,152.44	1,592.33
	Total income from Operations	38,228.36	37,349.90	21,855.64	105,895.32	60,670.74
2.	Expenses					
	a) Changes in inventories of finished goods, Stock in Progress	-	-	-	-	-
	b) Cost of materials consumed	8,055.79	7,774.27	5,841.14	23,762.12	20,850.66
	c) Sub contract Expenses	15,019.97	11,656.37	2,267.47	36,232.79	8,907.60
	d) Spreading & Assortment Expenses	4,652.40	7,714.61	5,992.82	16,600.18	10,576.47
	e) Employee benefits expense	1,481.45	1,299.40	1,047.10	4,068.18	3,165.15
	f) Depreciation and amortization expense	1,658.58	1,463.38	1,060.68	4,438.76	3,148.97
	g) Other expenses	3,249.68	3,307.56	2,039.78	9,496.31	6,114.51
	Total Expenses	34,117.87	33,215.59	18,248.99	94,598.34	52,763.36
3.	Profit / (loss) from operations before other income, finance costs and exceptional items (1-2)	4,110.49	4,134.31	3,606.65	11,296.98	7,907.38
4.	Other Income	1,022.38	1,321.94	338.16	2,929.63	2,015.22
5.	Profit / (loss) from ordinary activities before finance costs and exceptional items (3+4)	5,132.87	5,456.25	3,944.81	14,226.61	9,922.60
6.	Finance Costs	663.93	556.19	274.14	1,647.84	908.73
7.	Profit / (loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	4,468.94	4,900.06	3,670.67	12,578.77	9,013.87
8.	Exceptional Items (refer note no 6)	1,086.64	-	-	1,086.64	-
9.	Profit / (loss) from ordinary activities before tax (7 - 8)	3,382.30	4,900.06	3,670.67	11,492.13	9,013.87
10.	Tax Expense					
	Current Tax	942.44	834.44	430.19	2,494.42	1,484.53
	MAT credit entitlement	(684.48)	(524.82)	(201.68)	(1,770.51)	(462.31)
	Prior Period Taxes	(2.49)	-	-	(2.49)	(2,553.91)
	Deferred Tax	59.38	197.53	34.68	288.88	(130.51)
11.	Profit / (loss) from ordinary activities after tax (9-10) (PAT)	3,067.45	4,392.91	3,407.48	10,481.83	10,676.07
12.	Other Comprehensive Income (OCI)	(9.99)	(9.99)	(9.99)	(29.97)	(29.98)
13.	Total Income (including other comprehensive income) [11+12]	3,057.46	4,382.92	3,397.49	10,451.86	10,646.09
14.	Paid up equity share capital (Face Value Rs.2/- per share, w.e.f 14-12-16)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
15.	Earnings Per Share (EPS) of Rs. 2/- each, w.e.f 14-12-16 (Not annualised):					
	a. Basic EPS Rs.	2.18*	3.12*	2.42*	7.45*	7.59*
	b. Diluted EPS Rs.	2.18*	3.12*	2.42*	7.45*	7.59*

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PART II

A Particulars Of Shareholding						
1. Public Shareholding						
- Number of Shares		58,936,595	58,936,595	55,186,595	58,936,595	55,186,595
- Percentage of Shareholding		41.91%	41.91%	39.25%	41.91%	39.25%
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		81,680,705	81,680,705	85,430,705	81,680,705	85,430,705
- Percentage of Shares (Total Shareholding of Promoter & Promoter Group)		100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of Shares (Total Share Capital of the Company)		58.09%	58.09%	60.75%	58.09%	60.75%

PARTICULARS		3 months ended
B Investor Complaints		
Pending at the beginning of the quarter.		Nil
Complaints received during the quarter.		Nil
Disposed of during the quarter.		Nil
Remaining unresolved at the end of the quarter.		Nil

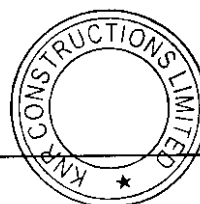
Notes:

- The Company has adopted Indian Accounting Standard ("Ind AS") from 1st April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Further results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.
- Results for the quarter and nine months ended December 31, 2016 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs, Consequently, results for the quarter and nine months ended December 31, 2015 have been restated to comply with Ind AS to make them comparable.
- The statutory auditors of the Company have carried out the Limited Review of the results for current quarter and nine months ended December 31, 2016. The Ind AS compliance financial results, pertaining to the corresponding quarter and nine months ended December 31, 2015 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- Statement of reconciliation of net PAT under Ind AS and net PAT reported under previous Indian GAAP(IGAAP) for the quarter and nine months ended December 31, 2015

Sl. No.	Particulars	Amount in Lakhs	
		Quarter Ended 31-12-15	Nine months Ended 31-12-15
	Net Profit after Tax as per previous IGAAP	3,280.38	10,317.31
1	Interest income recognised on fair valuation of intercorporate loans	161.17	452.88
2	Gain/(Loss) on fair valuation of investments	0.93	(1.04)
3	Reclassification of net actuarial gain/(loss) on employee defined benefit obligations to OCI	9.99	29.98
4	Reversal of IPO Expenses	22.27	66.81
5	Deferred tax on above adjustments (net)	(67.26)	(189.87)
	Net Profit after tax (before OCI) as per IND AS	3,407.48	10,676.07

- The company's operations primarily consists of "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
- During the quarter, the Company has entered a Share Purchase Agreement for sale of its equity in two BOT annuity projects and correspondingly impairment in value of investment has been provided.
- The Audit committee has reviewed the above results and the Board of Directors have approved the above results and its release at their respective meetings held on February 13, 2017.
- There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretation issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
- The company's Equity shares has been splitted on December 14, 2016 from face value of Rs. 10/- to Rs. 2/- each.
- The figures have been regrouped and/or rearranged wherever considered necessary.

Place: Hyderabad
Date : 13-02-2017



For KNR Constructions Ltd.,

K. Narasimha Reddy
Managing Director

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERM FINANCIAL RESULTS

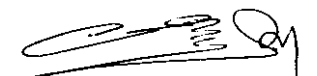
To The Board of Directors,
KNR Constructions Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **KNR Constructions Limited** ("the Company") for the Quarter ended December 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 except Note 3, of the figures relating to the corresponding quarter and nine months ended December 31, 2015, including reconciliation of net profit for the quarter and nine months ended December 31, 2015 between the previous GAAP and Indian Accounting Standard ("IND AS"), as reported in this statement.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("INDS AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our review.

2. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. 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 the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards 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 modified by 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.

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



C SUKUMAR BABU
(Partner)
Membership No. 024293

Place: Hyderabad
Date: 13.02.2017