



Simplex Projects Limited

AN ISO 9001:2008 & ISO 14001:2004 COMPANY

SPL/NSE/753/2017-18
December 14, 2017

To,
National Stock Exchange of India Limited
Bandra Kurla Complex,
Bandra (East)
Mumbai - 400 051

Scrip Code: SIMPLEX EQ

Dear Sir / Madam,

Ref: Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015(Listing Regulations)

Sub: Outcome of Board Meeting held on 14th December, 2017

Pursuant to regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) we wish to inform you that the Board of Directors in their meeting held today has, inter alia, considered and approved the Unaudited Standalone Financial Results for the Quarter ended 30th June, 2017 alongwith Limited Review Report of Statutory Auditors.

The said Financial Results alongwith Limited Review Report thereon, has been enclosed herewith.

We request you to take the above on record.

Thanking you,

Yours faithfully
For Simplex Projects Limited

Vikram Kumar Mishra
Company Secretary & Compliance Officer



Encl: a/a

Corporate Office : 11/1C/2, East Topsia Road, Kolkata 700 046
Phone : +91 33 2285 4125, 6634 1200, Telefax : +91 33 2285 2105
Registered Office : 12/1, Nellie Sengupta Sarani, Kolkata 700 087
Phone : +91 33 2252 / 7231 / 7232, CIN : L45201WB1990PLC050101
E-mail : info@simplexprojects.com ; Web : www.simplexprojects.com



H. S. BHATTACHARJEE & CO.

Chartered Accountants

The Board of Directors
M/S. Simplex Projects Limited
12/1, Nellie Sengupta Sarani
Kolkata - 700087

1. We have reviewed the unaudited financial results of Simplex Projects Limited (the "Company") for the quarter ended 30th June, 2017 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the Quarter ended 30th June, 2017' together with the notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The 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 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.
3. 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.
4. a. We did not review the financial results of the foreign project site of the company at Libya having Net Assets Rs. 16717.88 lakh & Net Receivables Rs. 55239.04 lakh as on 30th June, 2017 included in the accompanying statement of unaudited financial results, which reflect depreciation charged of Rs. 69.10 Lakh relating to the machineries deployed for the quarter ended 30th June 2017. The results for the quarter ended 30th June, 2017 have been certified by the management and our report is based solely on certificate of management.

b. We also did not review the financial results of the foreign project site of the company at Kuwait having Net Assets Rs. 7083.19 lakh & Net Receivables Rs. 3529.82 lakh as on 30th June, 2017 included in the accompanying statement of unaudited financial results, which reflect work done Rs. 1640.44 Lakh and expenses incurred of Rs. 1641.68 Lakh for the quarter ended 30th June 2017. The results for the quarter ended 30th June, 2017 have been certified by the management and our report is based solely on certificate of management.
5. The Company's account with Bank of Baroda, DBS Bank, ICICI Bank, IDBI Bank, State Bank of India, Yes Bank, UCO Bank, State Bank of Travancore & Axis Bank for working capital facilities and ICICI bank for Term loan have been classified as Non-performing assets and accordingly the provision for interest has not been made amounting to Rs. 1902.83 lakh approximately for the quarter ended June, 2017. No further provision of interest has been made on term loan from Kotak Mahindra Bank.
However, interest on Cash Credit loan for the quarter ended June' 2017 charged by IDBI Bank Rs. 87.06 lakh, Axis Bank Rs. 333.43 lakh, Yes Bank Rs. 41.50 lakh and Axis Bank Rs. 22.53 lakh (refer Note 8 to the statement).





H. S. BHATTACHARJEE & CO.

Chartered Accountants

6. We draw your attention to the following:

(a) Note 5 of the results regarding Company's branch at Libya where operation was stopped due to prevailing political situation. The company has signed a supplementary agreement with the government for realization of dues and resumption of contract. In view of this as per management the amount of dues and assets deployed in Libya are realizable and no provision thereof are required at this stage. The depreciation relating to the machineries deployed there has been considered as Work- in- progress. However, in view of prolonged uncertainty of resumption the company has moved an application with the Hon'ble High court at Delhi for proceeding with arbitration and has granted a stay for further extension / invocation of Bank guarantees for the project. Accordingly, no provision for charges has been made after extension.

(b) Cost of Subcontracting & other Site Expenses of the results includes Rs. 28.28 Lakh approximately relating to earlier financial years.

7. Based on our review conducted as above, except for the indeterminate effect of the matters referred to in paragraph 4(a), 4(b), 5, 6(a) & 6(b) above on the Statement, nothing has come to our attention that causes us to believe that the statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

8. The comparative financial information of the Company for the immediately preceding quarter ended June 30, 2016, were reviewed by the predecessor auditor who expressed modified opinion on the financial information on August 12, 2016.

For H.S. Bhattacharjee & Co.

Firm Registration Number: 322303E

Chartered Accountants

(A.Ray)

Partner

Membership Number: 057516

Kolkata

14th December, 2017.





Simplex Projects Limited

CIN:L45201WB1990PLC050101

Registered Office:12/1 Nelli Sengupta Sarani,Kolkata - 70087

Phone No.033-2252-7231 Fax No. 033-2252-8013

Website:www.simplexprojects.com, Email:info@simplexprojects.com

Statement of Standalone Unaudited Financial Results for the Quarter Ended 30th June,2017

		Three Months Ended	
Particulars		30 June,2017 (Unaudited)	30 June,2016 (not subject to review/audit)
		₹ in lakhs	₹ in lakhs
I	Revenue from operations	9,698.85	8,459.28
II	Other income	372.01	105.68
III	Total revenue (I+II)	10,070.86	8,564.96
IV	Expenses		
	Cost of materials consumed for Executing Contract Work	646.26	2,357.36
	Purchase of Trading Goods	6,678.19	2,392.89
	Cost of Subcontracting & Other Site Expenses	2,085.36	3,440.03
	Employee Benefits Expense	109.56	117.30
	Finance costs	305.26	2,104.66
	Depreciation and amortisation expense	373.22	413.11
	Other Administrative expenses	147.29	257.09
	Total expenses	10,345.14	11,082.44
V	Profit before exceptional items and tax	(274.28)	(2,517.48)
VI	Exceptional items	-	-
VII	Profit before tax	(274.28)	(2,517.48)
VIII	Tax expense:		
1)	Current tax	-	-
2)	Deferred tax	24.67	(35.20)
IX	Profit (Loss) for the period from continuing operations	(298.95)	(2,482.28)
X	Other Comprehensive Income		
A	Items that will not be reclassified to profit or loss		
i)	Equity Instrument through Other Comprehensive Income	0.03	0.20
ii)	Income Tax relating to Items that will not be reclassified to profit or loss	(0.01)	(0.06)
B	Items that will be reclassified to profit or loss		
i)	Income Tax relating to Items that will be reclassified to profit or loss	-	-
	Total Other Comprehensive Income (A + B)	0.02	0.14
XI	Total Comprehensive Income for the Period	(298.93)	(2,482.14)
XII	Earnings per share (in Rupees):		
	Basic	(2.37)	(19.70)
	Diluted	(2.37)	(19.70)

See accompanying notes to the Financial Results

For and on behalf of the Board of Directors

Place: Kolkata
Date: 14th December, 2017.



Sudarshan Das Mundhra
Sudarshan Das Mundhra
Whole time Director & CFO



Segment Report

(Rs. in lakhs)

Particulars	STANDALONE	
	Three Months Ended	
	30 th June, 2017 (Unaudited)	30 th June, 2016 (not subject to review/audit)
1. Segment Revenue		
(a) Construction Activity	2972.96	6015.63
(b) Trading Activity	6725.88	2443.65
Total	9698.85	8459.28
Less: Inter Segment Revenue	-	-
Net Sale/Income From Operations	9698.85	8459.28
2. Segment Results (Profit)(+)/Loss (-) Before Tax And Interest From Each Segment		
(a) Construction Activity	(16.71)	(284.76)
(b) Trading Activity	47.69	50.76
Total	(30.98)	(234.00)
Less: i) Interest	305.26	2104.66
ii) Other Un-allocated Expenditure Net Off	-	-
iii) Un – Allocated Income	-	178.82
Total Profit Before Tax	(274.28)	(2517.48)
3. Segment Assets		
(a) Construction Activity	76295.78	86235.22
(b) Trading Activity	10915.56	10115.45
4. Segment Liabilities		
(a) Construction Activity	76792.18	79056.50
(b) Trading Activity	10705.09	9257.67

Notes:

1. The above results were reviewed by the Audit Committee and were considered and approved by the Board of Directors at their respective meeting held on 14.12.2017.
2. This statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (IND AS) prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable. Beginning 1st April, 2017, the company has for the first time adopted IND AS with a transition date of 1st April, 2016.
3. The statement does not include the results for the preceding quarter and the previous year ended 31st March, 2017 as the same is not mandatory as per SEBI's circular dated 5th July, 2016.
4. Foreign Exchange loss (net) was on account of Mark to Market Valuations of all exposures which materialized during the quarter ended 30th June, 2017 and in respect of translating financial statement of foreign branches.



5. The operation of the company's branch at Libya, was stopped due to prevailing political situation. The company has signed a supplementary agreement with the government for realization of dues and resumption of contract. In view of this the amount of dues and assets deployed in Libya are realizable and no provisions thereof are required at this stage. The depreciation relating to the machineries deployed there has been considered as work-in-progress. However, in view of prolonged uncertainty of resumption the company has moved an application with the Hon'ble High Court at Delhi for proceeding with Arbitration and has been granted an interim stay for further extension/invocation of Bank Guarantees for the project.
6. Transfer to Libya branch of Interest on bank loan relating to Libya Contracts has not been done in 30th June, 17 quarter as compared to 31st March, 17 quarter.
7. Deferred tax on unabsorbed depreciation & carry forward of losses under tax laws has not been recognized considering the absence of probability of sufficient future taxable income against which the unused tax losses can be utilized.
8. The Company's account with Bank of Baroda, DBS Bank, ICICI Bank, IDBI Bank, State Bank of India, Yes Bank, UCO Bank, State Bank of Travancore & Axis Bank for working capital facilities and ICICI bank for Term loan have been classified as Non-performing assets and accordingly the provision for interest has not been made amounting to Rs. 1902.83 lacs approximately for the quarter ended June, 2017. No further provision of interest has been made on term loan from Kotak Mahindra Bank.
9. In the opinion of the Management, there is lack of clarity in respect of application of Ind AS 11 read with Ind AS 109 and Ind AS 32 with regard to measurement of retention money (included in Debtors) and unbilled revenue not due for collection under the respective contracts (in form of work in progress) and retention money liability which are not due for payment to subcontractors (as the respective contracts are in progress) at the balance sheet date in absence of any authoritative clarification/ interpretation from any statutory authorities, professional bodies, etc. Pending such clarifications, the outstanding retention money, unbilled revenue and retention money liability as at 30th June, 2017 as aforesaid have been accounted for at transactional value.
10. The format for unaudited results as prescribed in SEBI's circular dated 30th November, 2015 has been modified to comply with the requirement of SEBI's circular dated 5th July, 2016, Ind AS and Schedule III (Division II) of the Companies Act, 2013 applicable to Companies that are required to comply with Ind AS.
11. The Ind AS compliant corresponding figures in the previous year have not been subjected to review/audit. However, the Company's Management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
12. The reconciliation of net profit reported in accordance with previous Indian GAAP for the quarter ended 30th June, 2016 to Total Comprehensive Income in accordance with Ind AS is given below:

PARTICULARS	Notes	Quarter Ended
		30th June 2016
Net Profit after tax for the period as per Indian GAAP		(2,502.55)
Other Adjustments	a	20.27
Net Profit for the period under IND-AS (A)		(2,482.28)
Other Comprehensive Income (Net of Tax) (B)	b	0.14
Total Comprehensive Income as per Ind AS (A+B)		(2,482.14)



- a) Other Adjustments includes Gains & Losses arising from translating the Financial Statements of a Foreign Operation. Earnest Money Deposit and Advances against Projects and Joint Venture, Security Deposits were recognised following amortised cost method at their inception with corresponding changes until transition date in the opening retained earnings and subsequent changes in Statement of Profit & Loss Account.
- b) Other Comprehensive Income includes impact of Fair Valuation of Quoted Non- Current Investments (Net of Tax).

Place: Kolkata

Date: 14th December, 2017



For and on behalf of the Board of Directors

Sudarshan Das Mundhra
Whole Time Director & CFO

