

**Registered
Office cum
Corporate
Office:**



Statement of Audited Standalone Financial Results for the Quarter & Twelve months Ended March 31, 2023

(Rs. in lakhs except share data)

Sl. No.	Particulars (Refer Notes below)	Standalone				
		Quarter Ended		Year Ended		
		March 31, 2023	Dec 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
I.	Revenue from operations	2,283.82	3,376.74	12,793.97	7,404.33	28,651.91
II.	Other income	256.36	790.52	525.94	1,409.79	1,157.94
III.	Total income (I+II)	2,540.18	4,167.26	13,319.91	8,814.12	29,809.85
IV.	EXPENSES					
a)	Cost of construction materials consumed	16.70	29.04	57.46	114.43	176.22
b)	Sub-contracting expense	2,100.18	3,242.31	10,442.69	5,681.78	21,024.69
c)	Masonry, labour and other construction expense	187.02	164.38	1,966.40	1,243.18	5,438.69
d)	Employee benefits expense	709.49	747.02	699.37	2,995.61	3,317.25
e)	Finance costs (Refer note 15)	57,990.80	57,080.31	49,848.99	2,23,025.03	1,90,384.75
f)	Depreciation and amortisation expense	348.23	263.12	421.19	1,319.15	1,803.82
g)	Other expenses (Refer note 16)	3,434.19	333.78	1,693.36	4,636.20	2,774.07
V.	Profit/(Loss) before exceptional items and tax (III-IV)	64,786.61	61,859.96	65,129.46	2,39,015.38	2,24,919.49
VI.	Exceptional items	(62,246.43)	(57,692.70)	(51,809.55)	(2,30,201.26)	(1,95,109.64)
VII.	Profit/ (Loss) before tax (V-VI)	(62,246.43)	(57,692.70)	(51,809.55)	(2,30,201.26)	(1,95,109.64)
VIII.	Tax expense:					
a)	Current Tax					
b)	Deferred Tax					
IX.	Profit / (Loss) for the period from continuing operation (VII-VIII)	37.57	37.58	37.57	150.29	150.29
X.	Other Comprehensive Income	(62,284.00)	(57,730.28)	(51,847.12)	(2,30,351.55)	(1,95,259.93)
a)	Items that will not be reclassified to Profit or Loss					
i)	Remeasurements of the defined benefit Plans	(6.73)	41.29	543.66	117.13	165.14
ii)	Income Tax effect on above	2.35	(14.43)	(189.98)	(40.93)	(57.71)
b)	Item that may be reclassified to profit or loss					
i)	Exchange differences on translation of a foreign currency					
ii)	Income Tax effect on above					
	Total Comprehensive Income / (Loss) for the period (Total X)	(4.38)	26.86	353.68	76.20	107.43
XI.	Total comprehensive income for the period (comprising profit / (loss) and Other Comprehensive Income for the period) (IX+X)	(62,288.38)	(57,703.42)	(51,493.44)	(2,30,275.35)	(1,95,152.50)
XII.	Paid up equity share capital (Face value of Rs. 2 each)	15,657.95	15,657.95	15,657.95	15,657.95	15,657.95
XIII.	Other equity (As per last Audited financial statements)				(12,36,316.99)	(10,05,967.62)
XIV.	Earnings per equity share (of Rs. 2 each) (not annualised for quarterly EPS (in Rs.))					
	Basic & Diluted	(7.96)	(7.37)	(6.58)	(29.41)	(24.93)
	(See Accompanying notes (1 - 24))					



Sudhakar Sena

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Statement of Assets and Liabilities

(Rs. ' in lakhs except share data)

Particulars		As at March 31,		Standalone
		2023		As at March 31, 2022
I. ASSETS				
1. Non-Current Assets				
(a) Property, Plant and Equipment		8,056.76		9,330.00
(b) Investment Properties		2,235.88		2,281.06
(c) Financial Asset				
(i) Investments	1,83,441.17		1,83,439.22	
(ii) Trade Receivable	20,942.58		22,497.12	
(iii) Loans	7,528.07		7,097.61	
(iv) Others	1,25,413.85	3,37,325.67	1,14,785.25	3,27,819.20
(d) Deferred Tax Asset (net)		96,899.49		97,090.71
(e) Non-current Tax assets (Net)		5,232.57		5,122.25
(f) Other Non - Current Assets		15231.27		15231.27
2. Current Assets		4,64,981.64		4,86,874.49
(a) Inventories		5,201.41		5,131.61
(b) Financial Asset				
(i) Investments				
(ii) Trade Receivables	63,063.63		70,058.28	
(iii) Cash and cash equivalent	3,448.46		8,936.29	
(iv) Bank balances (other than iii above)	4,809.44		4,756.84	
(v) Loans	55,763.35		55,761.75	
(vi) Others	20,162.59	1,47,247.47	21,045.04	1,60,558.20
(c) Other Tax Assets (net)				
(d) Other Current Assets		34,998.24		35,177.53
		1,87,447.12		2,00,867.34
TOTAL ASSETS		6,52,428.76		6,57,741.83
II Equity and Liabilities				
1. Equity				
(a) Equity Share Capital	15,657.95		15,657.95	
(b) Other Equity	(12,36,316.99)		(10,05,967.62)	
Total Equity		(12,20,659.04)		(9,90,309.67)
2. Liabilities				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings				
(b) Provisions	339.15	339.15	75.57	75.57
3. Current Liabilities				
(a) Financial Liabilities				
(i) Short-Term Borrowings	10,44,257.81		9,45,959.91	
(ii) Trade Payables				
a) Total Outstanding due to Micro Enterprises and Small Enterprises	78.90		78.90	
b) Total Outstanding due of Creditors other than Micro enterprises and Small enterprises	1,32,762.94		1,33,562.05	
(iii) Other financial Liabilities	6,28,358.50		4,99,641.27	
(b) Other Current Liabilities		18,05,458.15		15,79,242.13
(c) Provisions		53,821.11		54,950.51
		13,469.39		13,783.29
Total Equity and Liability		6,52,428.76		6,57,741.83



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Statement of Cash Flows for the year ended March 31, 2023

(Rs. in lakhs except share data)

	As at March 31, 2023		As at March 31, 2022	
A. Cash flow from operating activities				
(Loss)/Profit Before Tax				
Adjustment for:		(2,30,201.10)		(1,95,109.80)
Depreciation and Amortisation Expense				
Dividend received on Investments	1,319.10		1,803.80	
(Profit)/Loss on Sale of Property Plant and Equipment	-		0.50	
Finance income on unwinding of financial assets	-		-	
Provision for doubtful debts, advances, UBR, and deposits (net)	430.10		-	
Share profit on Joint Venture	3,182.10		734.80	
Provision for diminution in value of Investments	0.50		55.50	
Exceptional item	-		-	
Liabilities no longer required written back	-		-	
Net Unrealised Exchange (Gain) / Loss	-		-	
Interest Income	-		-	
Finance Costs	(206.90)		(171.80)	
Operating Profit / (Loss) before working capital changes	2,23,025.00	2,27,749.90	1,90,384.70	1,92,807.50
Changes in Working Capital :		(2,451.20)		(2,302.30)
(Increase)/decrease in Inventories	(69.80)		1.40	
(Increase)/decrease in Trade Receivables	3,079.20		2,923.80	
(Increase)/decrease in Other Non Current Assets	5.30		15.20	
Increase/(decrease) in Trade Payable	79.40		(203.70)	
Increase/(decrease) in Other Financial Liabilities	(799.20)		7,001.30	
Increase/(decrease) in Other current liabilities and provision	10,373.73		(4,452.96)	
Net Cash used in Operations	(1,154.70)	11,513.93	(369.97)	4,915.07
Net Income Tax Refund / (paid)		9,062.73		2,612.77
Net Cash (used in) / generated from operating activities		(110.40)		(570.00)
B. Cash flow from investing activities		8,952.33		2,042.77
Capital Expenditure on Fixed Assets (including Capital Advances)				
Proceeds from Sale of Fixed Assets	(5.86)		6.59	
(Purchase) / Subscription of Long-Term Investments	(2.40)		(51.50)	
Loans/Advance given to Subsidiaries/Associates/Joint Ventures (net)	213.30		(2,159.00)	
Net Investment in Bank Fixed Deposit	-		-	
Interest Received	44.20		171.80	
Dividend Received on Long Term Investments	-		(0.50)	
Net cash used in investing activities		249.24		(2,032.61)
C. Cash flow from financing activities				
Proceeds from Long Term Borrowings				
Repayment of Borrowings				
Proceeds from Short Term Borrowings (net of repayments)	(14,689.40)		-	
Interest and Finance Charges Paid				
Net cash generated from financing activities		(14,689.40)		
Net increase / (decrease) in cash and cash equivalents (A+B+C)		(5,487.83)		10.16
Cash and cash equivalents at the beginning of the year		8,936.29		8,926.13
Cash and cash equivalents at the end of the year		3,448.46		8,936.29
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents		3,448.46		8,936.29
Cash and cash equivalents at the end of the year (Refer Note 14)		3,448.46		8,936.29



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Notes:	
1	The Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") has passed its order dated July 26, 2019 read with corrigendum order issued on July 31, 2019 for "Liquidation of M/s IVRCL Limited as going concern" and the Resolution professional (RP) for the Company has been appointed as the Liquidator. The Liquidator to exercise the powers and duties as enumerated in sections 35 to 50, 52 to 54 of the Insolvency and Bankruptcy Code, 2016 read with Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.
2	The Hon'ble National Company Law Appellate Tribunal, New Delhi ("NCLAT") vide its order dated October 17, 2019 ordered that the liquidator to ensure that the company remains as going concern and the liquidator would not sell or transfer or alienate movable or immovable property of corporate debtor without the prior approval of the Appellate Tribunal. The said order is vacated by the Hon'ble National Company Law Appellate Tribunal, New Delhi ("NCLAT") vide its order dated May 29, 2019 and upholds the order of NCLT, Hyderabad dated July 26, 2019 with corrigendum order dated July 31, 2019.
3	As part of the Liquidation process under the provisions of the Insolvency and Bankruptcy Code 2016, Third E-auction was held on 15th December 2021 for sale of M/S.IVRCL Limited as a Going Concern with a Reserved Price not less than INR.1200 Crores (Rupees One thousand two hundred crores).
4	Under third E-auction, the Liquidator was in receipt of EOI of 23 no.s out of which only one of the prospective bidder Mr.Ponguleti Prasada Reddy along with five other members forming SPV M/s Raghava Square Private Limited submitted EMD of Rs.50 crores in demand draft on 10th December 2021 and same has been encashed.
5	On 15th December 2021, Liquidator conducted third E-Auction for the sale of IVRCL Limited as a Going Concern through an E- Auction platform provided by E-Auction service provider. However, no bids were received on the date of third E-Auction. As such the consortium of individuals led by Mr. Ponguleti Prasad Reddy, being the sole Qualified Bidder was automatically registered in the Third E-Auction held on 15th December 2021 at the minimum reserve price of Rs. 1200 crore as per the clause 10.3 of Third E-Auction Process Information Document.
6	On 29th December 2021, as per advice of the Stakeholders' Consultation Committee of the IVRCL Limited, Liquidator issued Demand notice to the successful bidder Mr. Ponguleti Prasad Reddy along with five other members forming SPV to pay the balance sale consideration under Third E-auction Process of IVRCL Limited under Liquidation as going concern to complete the sale process and the reminder letter was issued by the Liquidator on 19th January 2022. Liquidator has written several letters/reminders, viz., letter dated 16 June 2022 and repeated reminders vide letters dated 28 July 2022; 05 August 2022; 12 August 2022; 16 August 2022; 24 August 2022; 01 September 2022; 14 September 2022; 20 September 2022; 24 September 2022; 13 October 2022; 28 October 2022; 21 November 2022; 16 January 2023 and 15 February 2023 respectively, however, Successful Bidders have not yet paid Balance Consideration as per NCLT Order dated 15 June 2022.
7	Hon'ble NCLT vide order dated 15th June 2022 passed in MA 2 of 2022 filed by Liquidator directed the successful bidder to pay the balance sale consideration of Rs.1,150 Crores (Rs.1200 Cr- Rs.50 Cr being Earnest Money Deposit already paid) for acquiring M/S.IVRCL Limited under Liquidation as a Going Concern within a period of 12 months from the date of order (i.e. 15th June 2022) in SIX tranches. As per Hon'ble NCLT order dated 15th June 2022, payment schedule to be adhered by the successful bidder is as follows: Five tranches of Rs.200 crores each to be paid by successful bidder on 14.08.2022, 14.10.2022, 14.12.2022, 14.02.2023, 14.04.2023 respectively and the final tranche of Rs.150 Crores shall payable on 14.06.2023. Further, as per said Order, any delay in adherence to the aforesaid payment schedule will attract interest at 12% p.a. for the delayed period. The successful bidder has paid only Rs.100 crores on 26th September 2022 against the first tranche of Rs.200 Crores payable on 14.08.2022 and no payment has been made by successful bidder for second tranche of Rs. 200 crores due on 14.10.2022, third tranche of Rs. 200 crores due on 14.12.2022, Fourth tranche of Rs. 200 crores due on 14.02.2023, fifth tranche of Rs, 200 crores due on 14.04.2023 respectively and the same are attracting interest @ 12% for the delayed period which is not recognized in the books of accounts.
8	Hon'ble NCLT vide order dated 25th July 2022 in IA 656 of 2022 filed by successful bidder Inter alia directed that prior to the approval of the IVRCL being sold as a going concern, whatever the Business Plan the successful bidders have submitted to the Liquidator or Stakeholder's Consultation Committee on account of which both the parties have come forward before Hon'ble Tribunal to approve the sale as a going concern, shall be scrupulously followed by both the parties; and also directed to form a supervisory committee consisting of the successful bidders, Liquidator and other stakeholders who shall meet as and when necessary to take stock of the situation with regard to the business of the IVRCL Limited and also to protect the assets of the IVRCL Limited.
9	Liquidator filed IA 1456 of 2022 before Hon'ble NCLT to direct the successful bidders to make requisite payment as per direction of Hon'ble NCLT Order dated 15th June 2022 and to pass appropriate directions in order to enable the Liquidator to successfully consummate the sale of the IVRCL Limited as a going concern, to the successful bidders. Hon'ble NCLT vide order dated 02nd January 2023 in the aforesaid IA 1456 of 2022 (filed by Liquidator) directed that "The petitioner is at liberty to take appropriate steps by filing appropriate application for failure of the buyers to comply with the direction which is already given by the tribunal."
10	Pursuant to Hon'ble NCLT order dated 02nd January 2023 passed in IA 1456 of 2022, Liquidator filed Contempt Petition 2 of 2023 to direct successful bidder to purge the contempt by making payment of the outstanding amounts as per the directions of Hon'ble NCLT in Order dated 15th June 2022, amongst other reliefs. The said Contempt Petition 2 of 2023 is posted for hearing on 5th June 2023 before Hon'ble NCLT.
11	As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Sutanu Sinha, the Liquidator. Accordingly, financial results of the Company for the quarter and year ended March 31, 2023 were taken on record and authorized for issue to concerned authorities by the Liquidator.
12	The operations of the Company consist of construction/project activities and there is no other reportable segment under Ind AS 108, "Operating Segments".
13	The Statutory Auditors have given disclaimer opinion for the quarter/Year ended March 31, 2023 in respect of the following matters:
a)	The Company has incurred a Net Loss of Rs.62,288.38 lakhs for the quarter and Rs. 2,30,275.35 lakhs for the year ended March 31, 2023 resulting into accumulated losses of Rs. 1,4,76,863.45 lakhs and erosion of its Net worth as at March 31, 2023. This includes Inter alia Rs. 57,990.80 lakhs towards Finance cost. The Company has obligations towards fund based borrowings (including interest) aggregating to Rs. 16,49,365.46 lakhs as per books of accounts and non-fund based exposure aggregating to Rs. 38,093.48lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note below, that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Liquidation process as going concern, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2023. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern, in the opinion of the management, the company will continue its operations and the above results have been prepared on the basis that the Company is Going Concern.
b)	The company recognized deferred tax asset on account of carry forward unused tax losses and other taxable temporary differences aggregating to Rs.95,705.88 lakhs generated as on 31st March 2017. Subsequently, there has not been recognised deferred tax on unused tax losses and other taxable temporary difference a raised except on Ind AS adjustment. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern the management of the company is confident that sufficient future taxable income will be available against which such deferred tax asset will be realized.

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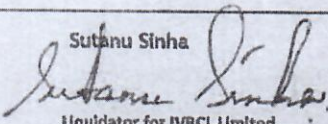
[Signature: Sutanu Sinha]

c)	The Company has certain trade receivables, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantees encashed by customers aggregating to Rs.1,63,936.24 Lakhs which are subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / fore closure of contracts and other disputes. The management of Company is confident of positive outcome of litigation/ resolution of dispute and recovering the aforesaid dues. However, the management is in the process of initiating arbitration/other legal action for such invocations.
d)	The Company has an investment of Rs. 1,83,441.17 lakhs in subsidiaries, associate and joint ventures engaged in BOT and other projects as at March 31, 2023 which are under disputes with the concessionaire/clients and have significant accumulated losses as at March 31, 2023. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern considering the long term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
e)	The Company has outstanding loans and advances of Rs. 79,971.70 lakhs as at March 31, 2023 given to subsidiary companies, associate, net receivable against development rights, that are outstanding for long period. The management of the Company is at various stages of negotiation/communication/ with respective subsidiary/associate company to recover the dues and cost incurred by the Company. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern and accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances.
f)	Pursuant to the commencement of Liquidation process as a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 there are various claims submitted by the operational creditors, the financial creditors, employees, statutory authorities and other creditors against the Company including the claims on Company's subsidiaries. Some of these claims are under further verification/validation and the same may be updated as per any additional information which may be received in the future. Hence there are differences between the liabilities admitted vis-a-vis balance as per books of account.
g)	Un-invoked Bank Guarantees of Rs. 38,093.48 lakhs as on March 31, 2023 are crystallized as debt and admitted under claims from the financial creditors as per the provisions of the IBC 2016 but not considered in the books of accounts.
h)	Confirmation of balances could not be obtained as at March 31, 2023 for bank balances, bank borrowings and for various trade receivables including retention, loans and advances, and trade payables including other financial/non financial liabilities though, the management has requested for the confirmation of balances and the status is still continued. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
i)	Physical verification for fixed assets aggregating to Rs.10,292.64 lakhs (net block as on March 31, 2023) and inventory aggregating to Rs. 5,201.41 lakhs (as on March 31, 2023) could not be carried out at majority locations including project site due to shortage of manpower and accessibility of the stock yards that are terminated/ foreclosed/ having slow progress and the status is still continued. The Management believes that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories.
j)	The company has various input credits and balances with various statutory authorities pertaining to service tax, sales tax /GST, Income Tax etc. aggregating to Rs. 23,882.58 Lakhs as at March 31, 2023. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities and the status is still continued. No adjustments have been made in the books of accounts in respect of such amounts.
14	The Statutory Auditors have included an Emphasis of matter in their report for the year ended March 31, 2023 in respect of the following:
a)	During the financial year 2017-18, the company has received a Show Cause Notice U/s 279 (1) of the IT Act 1961 for initiation of prosecution proceedings U/s 276 (B) of the IT Act 1961 for failure to deposit the deducted Tax at Source within the due date in Central Government Account for the financial year 2016-17 & 2017-18 for the amount of Rs.1,033.95 Lakhs and 1,891.21 Lakhs respectively. In respect of the above, IT department has also sent notices U/s 226 (3) of the IT Act 1961 to certain banks and customers of the company demanding the recovery of the aforesaid arrears. Pursuant to the application under Section 60(5) of the Insolvency and Bankruptcy Code 2016, the National Company Law Tribunal, Hyderabad vide its order dated 17th December 2019 directs the IT department to withdraw the garnishee notices issued to the Banks and also directed the Banks to release any amount due to corporate Debtor.
b)	b. The company received demand under section 271(1)(c) of the Income Tax Act 1961 for the AY. 2015-16, 2016-17 and 2017-18 aggregating Rs. 3,148.38 lakhs which has been adjusted against the Refund Receivables and the same has not been recognized in the books of accounts as the company appealed the matter before CIT(Appeals).
c)	c. During the financial year 2017-18, the company has received the order of the Regional Provident Fund Commissioner in the matter of levy of damages pertaining to the earlier years U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to Rs.4.08 Lakhs for the period from 10/1999 to 02/2009 and Rs. 608.55 Lakhs for the period from 07/2009 to 03/2015. In respect of the above, The Employees' Provident Fund Organisation has also sent notice u/s 8 F of the Employees' Provident Fund and Miscellaneous Provisions of the Act, 1952 to a Bank demanding the recovery of Rs. 912.19 Lakhs (including interest of ' 299.56 Lakhs). The company has filed an appeal U/s 7-I of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 with the Employees' Provident Fund Appellate Tribunal, Bangalore Bench regarding the damages amounting to Rs. 612.63 Lakhs and the matter is presently sub-judice.
15	Interest on borrowings of Rs. 57,990.80 lakhs for the quarter ending March 31, 2023 and Rs. 6,07,466.17 lakhs from the date of commencement of Liquidation period i.e., 26th July 2019 to December 31, 2022 has been provided in the books of accounts as per the accounting standards and the same is not required to be consider under the provisions of IBC 2016.
16	Other expenses for the quarter and year ended March 31, 2023 includes provisions for doubtful trade receivables aggregating to Rs.3,182.06 lakhs against the receivables aged over 3 years under the applicable accounting standards.
17	The Company executing a Road project in Afghanistan and received USD 1,829,609.46 into IVRCL Limited Bank account maintained with Azizi Bank, Kabul, Afghanistan. The said amount could not be repatriated to India due to regulatory / political developments in Afghanistan and the same will be done in due course.
18	IVRCL Chengapally Tollways Limited, subsidiary of IVRCL Limited was in to CIRP and the resolution plan has been approved vide order dated 01-05-2023 by Hon'ble NCLT, Hyderabad. IVRCL Limited has an Equity investment of Rs.22,855.30 lakhs in IVRCL Chengapally Tollways Ltd.

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19	The company carried the opening balances for all its international projects as the latest information is not available on account of termination/ closure of the respective project offices.
20	The Hon'ble Bombay High Court had directed by the order dated November 29, 2016 in case of Litostroj Power (applicant) to deposit 2,370.83 Lakhs along with interest accrued thereon in a separate account and accordingly it was deposited in SBI-CAG Branch, Hyderabad. Subsequently, Hon'ble Bombay High Court by its order dated 15th January 2020 directed to transfer the deposit of Rs. 2,370.83 Lakhs along with interest accrued thereon to the Hon'ble Bombay High Court. No accounting adjustments have been made relating to such transfer of FD in the books of accounts as the matter is sub-judice before NCLAT.
21	The management believes that no impairment assessment required in respect of tangible and intangible assets.
22	The company executed Rs1,286 lakhs of works during the quarter ended March 31, 2023 and yet to be billed. The cumulative value of unbilled revenue as on March 31, 2023 is at Rs. 2,528 lakhs and the same is not considered in the books of accounts for the quarter and year ending March 31, 2023 as per the policy adopted by the company.
23	The above audited financial results for the quarter and year ended March 31, 2023 have been reviewed by the Liquidator. The Statutory Auditors have reviewed these financial results pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
24	The Liquidator is signing these financial statements on the basis of representation by the key management personnel of the Company regarding the authenticity or veracity of the information provided herein.
	Place: Hyderabad Date: 29-05-2023 Sutanu Sinha  Liquidator for IVRCL Limited IBBI/PA-003/IP-NO0620/2017-18/10167



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ANNEXURE I
IVRCL Limited

Statement on Impact of Audit Qualifications (for audit report with disclaimer of opinion)
submitted along-with Annual Audited Financial Results

I. Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023
{See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016}

S. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) Rs. in Lakhs	Adjusted Figures (audited figures after adjusting for qualifications) Rs. in lakhs
1	Turnover / Total income		
2	Total Expenditure	8,814.12	8,814.12
3	Net Profit/(Loss)	2,39,015.38	4,82,923.48
4	Earnings Per Share (after exceptional item)	(2,30,275.35)	(5,69,889.33)
5	Total Assets	(29.41)	(72.79)
6	Total Liabilities (Including Capital Reserve of ₹ 26,268.20 lakhs)	6,52,428.76 18,99,356.00	3,12,814.78 18,99,356.00
7	Net Worth		
8	Any other financial item(s) (as felt appropriate by the management)	(11,89,903.44)	(15,29,517.42)
		Nil	Nil

II. Audit Qualifications

a. Details of audit qualification

S. No.	Particulars
1	Note 13(a) of the statement, in respect of the preparation of financial statements of the Company has incurred a Net Loss of Rs.62,288.38 lakhs for the quarter and Rs. 2,30,275.35 lakhs for the year ended March 31, 2023 resulting into accumulated losses of Rs. 1,4,76,863.45 lakhs and erosion of its Net worth as at March 31, 2023. This includes inter alia Rs. 57,990.80 lakhs towards Finance cost. The Company has obligations towards fund based borrowings (including interest) aggregating to Rs. 16,49,365.46 lakhs as per books of accounts and non-fund based exposure aggregating to Rs. 38,093.48 lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note below, that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Liquidation process as going concern, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2023. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern, in the opinion of the management, the company will continue its operations and the above results have been prepared on the basis that the Company is Going Concern and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.
2	Note 13(b) of the statement in respect of recognition of deferred tax asset on account of carrying forward unused tax losses and other taxable temporary differences aggregating to Rs. 95,705.88 lakhs generated as on 31st March 2017. Subsequently, there has not been recognised deferred tax on unused tax losses and other taxable temporary difference a raised except on Ind AS adjustment. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern the management of the company is confident that sufficient future taxable income will be



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	available against which such deferred tax asset will be realized. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (Ind AS 12). Had the aforesaid deferred tax assets not been recognized, loss after tax for the year ended March 31, 2023 would have been higher by Rs. 95,705.88 lakhs and other equity would have been lower by Rs. 95,705.88 lakhs.
3	Note 13(c) of the statement in connection with the existence of material uncertainties over the reliability of bank guarantees encashed by customers, certain trade receivables, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantees encashed by customers aggregating to Rs.1,63,936.24 Lakhs which are subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / fore closure of contracts and other disputes. The management of Company is confident of positive outcome of litigation/ resolution of dispute and recovering the aforesaid dues. However, the management is in the process of initiating arbitration/other legal action for such invocations. Had the aforesaid assets been provided for impairment, loss after tax for the year ended March 31, 2023 would have been higher by Rs. 1,63,936.24 Lakhs, and other equity would have been lower by Rs. 1,63,936.24 Lakhs.
4	Note 13(d) of the statement in respect of investment of Rs. 1,83,441.17 lakhs in subsidiaries, associate and joint ventures engaged in BOT and other projects as at March 31, 2023 which are under disputes with the concessionaire/clients and have significant accumulated losses as at March 31, 2023. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss-making subsidiary Companies. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern considering the long-term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment. In absence of a fair valuation of these Investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial results.
5	Note 13(e) of the statement in respect of loans and advances of Rs. 79,971.70 lakhs as at March 31, 2023 given to subsidiary companies, associate, net receivable against development rights, that are outstanding for long period. The management of the Company is at various stages of negotiation/communication/ with respective subsidiary/associate company to recover the dues and cost incurred by the Company. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern and accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances. Had the aforesaid assets been provided for impairment, loss after tax for year ended March 2023 would have been higher by Rs.79,971.70 lakhs, other equity would have been lower by Rs.79,971.70 lakhs.
6	Note 13(a) and 13(e) of the statement in respect commencement of Liquidation process as going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019, various claims submitted by the operational creditors, the financial creditors, employees, statutory authorities and other creditors against the Company including the claims on Company's subsidiaries. Some of these claims are under further verification/validation and the same may be updated as per any additional information which may be received in the future. Hence there are differences between the liabilities admitted vis-a-vis balance as per books of account, that are currently under consideration/reconciliation. Pending reconciliation/admission of such claims, we are unable to comment on the consequential impact, if any, on the accompanying statement;
7	Note 13(h) of the statement in respect of Confirmation of balances could not be obtained as at March 31, 2023 for bank balances, bank borrowings and for various trade receivables including retention, loans and advances, and trade payables including other financial/non-financial liabilities though, the management has requested for the confirmation of balances and the status is still continued. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
8	Note 13(i) of the statement in respect of Physical verification for fixed assets aggregating to Rs.10,292.64 lakhs (net block as on March 31, 2023) and inventory aggregating to Rs. 5,201.41 lakhs (as on March 31,

Ref



Sudhakar Singh

	2023) could not be carried out at majority locations including project site due to shortage of manpower and accessibility of the stock yards that are terminated/ foreclosed/ having slow progress and the status is still continued. The Management believes that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories. In absence of any alternative corroborative evidence, we are unable to comment on the recoverability of the same.
9	Note 13(j) of the statement in respect of various input credits and balances with various statutory authorities pertaining to service tax, sales tax /GST, Income Tax etc. aggregating to Rs. 23,882.58 Lakhs as at March 31, 2023. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities and the status is still continued. No adjustments have been made in the books of accounts in respect of such amounts., thus we are unable to comment on whether any provision for impairment in the value of advances is required.
10	Note 17 of the statement in respect of IVRCL Chengapally Tollways Limited, subsidiary of IVRCL Limited is in to CIRP and the resolution plan has been approved vide order dated 01-05-2023 by Hon'ble NCLT, Hyderabad. IVRCL Limited has an Equity Investment of Rs.22,855.30 lakhs in Chengapally Tollways Ltd., thus we are unable to comment on whether any loss on account of realisation is to be account for in the value of investment is required.
11	As stated in note 21 of the financial statements, no impairment assessment of tangible and intangible assets has been carried out as at 31st March 2023. Therefore, we are unable to comment on the consequential impairment, if any, that is required to be made in the carrying value of property, plant and equipment and intangible assets
12	Certain audit sample relating to expenses vouchers and supporting documents pertains to site could not be made available.

b. **Type of Audit Qualification:** Disclaimer of Opinion

c. **Frequency of qualification:** Point 1, 2, 3, 4, 5, 6, 7, 8, and 9 are Repetitive and 10, 11 and 12 from the year 2023.

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

S. No.	Particulars
1	In respect of qualification 2 above, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized.
2	In respect of qualification 3 above, the management of the Company is confident of positive outcome of ligations/ resolutions of disputes and recovering the aforesaid dues.
3	In respect of qualification 5 above, The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients/ sub-contractors/vendors to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**

i. **Management's estimation on the impact of audit qualification:** indeterminable

ii. **If management is unable to estimate the impact, reasons for the same:**

S.	Particulars
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Ref

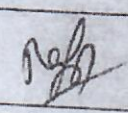
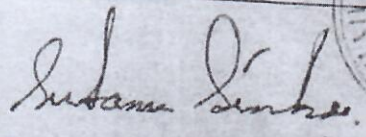


Signature

No.	
1	In respect of qualification 1 above, In the opinion of the management, revival of the company is possible in foreseeable future, accordingly, in view of ongoing Liquidation as going concern, the financial results have been prepared on the basis that the Company is a Going Concern.
2	In respect of qualification 4 above, The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Considering the long-term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
3	In respect of qualification 6 above, These claims received from all the parties are under further validation / verification by the Liquidator.
4	In respect of qualification 7 above, The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
5	In respect of qualification 8 above, The Management believe that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories.
6	In respect of qualification 9 above, The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities. No adjustments has been made in the books of accounts in respect of such amounts.
7	In respect of qualification 10 above, The recovery of investment and loans and advances are subject to settlement to be made with the creditor. No adjustments has been made in the books of accounts in respect of such amounts.
8	In respect of qualification 11 above, The Management believe that no material impairment loss exist in the fixed assets. Accordingly, no provision is required in respect of such fixed assets.

iii. Auditors comment on above: Nil

III. Signatories

	L.RAGHU RAMI REDDY CFO		
	SUTANU SINHA Liquidator for IVRCL Limited Registration No. IBBI/IPA-003/IP- N00020/2017-2018/10167		
	Statutory Auditor For CHATURVEDI & CO. Chartered Accountants Firm Registration No. 302137E		
	RAJEEV RANJAN KUMAR Partner Membership No. 513678		
	Place: Hyderabad		
	Date: 29th May, 2023		

CHATURVEDI & CO.

Chartered Accountants

406 KUSAL BAZAR, 32-33 NEHRU PLACE, NEW DELHI - 110019

Phone: 011-41048438

E-mai: delhi@chaturvedico.com * Website: www.chaturvedico.com

Independent Auditor's Report on the Quarterly and Year-to-Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To

The Liquidator of IVRCL Limited

1. The Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") has passed its order dated July 26, 2019 read with corrigendum order issued on July 31, 2019 for "Liquidation of M/s IVRCL Limited as going concern" and the Resolution professional (RP) for the Company has been appointed as the Liquidator. The Liquidator to exercise the powers and duties as enumerated in sections 35 to 50, 52 to 54 of the Insolvency and Bankruptcy Code, 2016 read with Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016.

The Hon'ble National Company Law Appellate Tribunal, New Delhi ("NCLAT") vide its order dated October 17, 2019 ordered that the liquidator to ensure that the company remains as going concern and the liquidator would not sell or transfer or alienate movable or immovable property of corporate debtor without the prior approval of the Appellate Tribunal. The said order is vacated by the Hon'ble National Company Law Appellate Tribunal, New Delhi ("NCLAT") vide its order dated May 29, 2019 and upholds the order of NCLT, Hyderabad dated July 26, 2019 with corrigendum order dated July 31, 2019.

As part of the Liquidation process under the provisions of the Insolvency and Bankruptcy Code 2016, Third E-auction was held on 15th December 2021 for sale of M/S.IVRCL Limited as a Going Concern with a Reserved Price not less than INR.1200 Crores (Rupees One thousand two hundred crores).

Under third E-auction, the Liquidator was in receipt of EOI of 23 no.s out of which only one of the prospective bidder Mr.Ponguleti Prasada Reddy along with five other members forming SPV submitted EMD of Rs.50 crores in demand draft on 10th December 2021 and same has been encashed.

On 15th December 2021, Liquidator conducted third E-Auction for the sale of IVRCL Limited as a Going Concern through an E- Auction platform provided by E-Auction service provider. However, no bids were received on the date of third E-Auction. As such the consortium of individuals led by Mr. Ponguleti Prasad Reddy, being the sole Qualified Bidder was automatically registered in the Third E-Auction held on 15th December 2021 at the minimum reserve price of Rs. 1200 crore as per the clause 10.3 of Third E-Auction Process Information Document.

1. On 29th December 2021, as per advise of the Stakeholders Consultation Committee of the IVRCL Limited, Liquidator issued Demand notice to the successful bidder Mr. Ponguletti Prasad Reddy along with five other members forming SPV to pay the balance sale consideration under Third E-auction Process of IVRCL Limited under Liquidation as going concern to complete the sale process and the reminder letter was issued by the Liquidator on 19th January 2022. Liquidator has written several letters/reminders, viz., letter dated 16 June 2022 and repeated reminders vide letters dated 28 July 2022; 05 August 2022; 12 August 2022; 16 August 2022; 24 August 2022; 01 September 2022; 14 September 2022; 20 September 2022; 24 September 2022; 13 October 2022; 28 October 2022; 21 November 2022; 16 January 2023 and 15 February 2023 respectively, however, Successful Bidders have not yet paid Balance Consideration as per NCLT Order dated 15 June 2022.

Hon'ble NCLT vide order dated 15th June 2022 passed in MA 2 of 2022 filed by Liquidator directed the successful bidder to pay the balance sale consideration of Rs.1,150 Crores (Rs.1200 Cr- Rs.50 Cr being Earnest Money Deposit already paid) for acquiring M/S.IVRCL Limited under Liquidation as a Going Concern within a period of 12 months from the date of order (i.e. 15th June 2022) in SIX tranches. As per Hon'ble NCLT order dated 15th June 2022, payment schedule to be adhered by the successful bidder is as



follows: Five tranches of Rs.200 crores each to be paid by successful bidder on 14.08.2022, 14.10.2022, 14.12.2022, 14.02.2023, 14.04.2023 respectively and the final tranche of Rs.150 Crores shall payable on 14.06.2023. Further, as per said Order, any delay in adherence to the aforesaid payment schedule will attract interest at 12% p.a. for the delayed period. The successful bidder has paid only Rs.100 crores on 26th September 2022 against the first tranche of Rs.200 Crores payable on 14.08.2022 and no payment has been made by successful bidder for second tranche of Rs. 200 crores due on 14.10.2022, third tranche of Rs. 200 crores due on 14.12.2022, Fourth tranche of Rs. 200 crores due on 14.02.2023, fifth tranche of Rs, 200 crores due on 14.04.2023 respectively and the same are attracting interest @ 12% for the delayed period which is not recognized in the books of accounts.

Hon'ble NCLT vide order dated 25th July 2022 in IA 656 of 2022 filed by successful bidder inter alia directed that prior to the approval of the IVRCL being sold as a going concern, whatever the Business Plan the successful bidders have submitted to the Liquidator or Stakeholder's Consultation Committee on account of which both the parties have come forward before Hon'ble Tribunal to approve the sale as a going concern, shall be scrupulously followed by both the parties; and also directed to form a supervisory committee consisting of the successful bidders, Liquidator and other stakeholders who shall meet as and when necessary to take stock of the situation with regard to the business of the IVRCL Limited and also to protect the assets of the IVRCL Limited .

Liquidator filed IA 1456 of 2022 before Hon'ble NCLT to direct the successful bidders to make requisite payment as per direction of Hon'ble NCLT Order dated 15th June 2022 and to pass appropriate directions in order to enable the Liquidator to successfully consummate the sale of the IVRCL Limited as a going concern, to the successful bidders. Hon'ble NCLT vide order dated 02nd January 2023 in the aforesaid IA 1456 of 2022 (filed by Liquidator) directed that "The petitioner is at liberty to take appropriate steps by filing appropriate application for failure of the buyers to comply with the direction which is already given by the tribunal."

Pursuant to Hon'ble NCLT order dated 02nd January 2023 passed in IA 1456 of 2022, Liquidator filed Contempt Petition 2 of 2023 to direct successful bidder to purge the contempt by making payment of the outstanding amounts as per the directions of Hon'ble NCLT in Order dated 15th June 2022, amongst other reliefs. The said Contempt Petition 2 of 2023 is posted for hearing on 5th June 2023 before Hon'ble NCLT.

2. As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Sutanu Sinha, the Liquidator. Accordingly, financial results of the Company for the quarter and year ended March 31, 2023 were taken on record and authorized for issue to concerned authorities by the Liquidator.

Disclaimer of Opinion

3. We were engaged to audit the accompanying standalone financial results of IVRCL Limited (the "Company") for the quarter and year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for the audit opinion. Accordingly, we do not express an opinion on the standalone financial results of the Company for the quarter and the year ended March 31, 2023.



4. Basis for Disclaimer of Opinion

We refer to the following notes in the accompanying Statement:

- a. Note 13(a) of the statement, in respect of the preparation of financial statements of the Company has incurred a Net Loss of Rs.62,288.38 lakhs for the quarter and Rs. 2,30,275.35 lakhs for the year ended March 31, 2023 resulting into accumulated losses of Rs. 1,4,76,863.45 lakhs and erosion of its Net worth as at March 31, 2023. This includes inter alia Rs. 57,990.80 lakhs towards Finance cost. The Company has obligations towards fund based borrowings (including interest) aggregating to Rs. 16,49,365.46 lakhs as per books of accounts and non-fund based exposure aggregating to Rs. 38,093.48 lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note below, that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Liquidation process as going concern, obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2023. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern, in the opinion of the management, the company will continue its operations and the above results have been prepared on the basis that the Company is Going Concern and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.
- b. Note 13(b) of the statement in respect of recognition of deferred tax asset on account of carrying forward unused tax losses and other taxable temporary differences aggregating to Rs. 95,705.88 lakhs generated as on 31st March 2017. Subsequently, there has not been recognised deferred tax on unused tax losses and other taxable temporary difference a raised except on Ind AS adjustment. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the bid amount under Third E-auction process for sale of the company as a going concern the management of the company is confident that sufficient future taxable income will be available against which such deferred tax asset will be realized. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (Ind AS 12). Had the aforesaid deferred tax assets not been recognized, loss after tax for the year ended March 31, 2023 would have been higher by Rs. 95,705.88 lakhs and other equity would have been lower by Rs. 95,705.88 lakhs.
- c. Note 13(c) of the statement in connection with the existence of material uncertainties over the reliability of bank guarantees encashed by customers, certain trade receivables, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantees encashed by customers aggregating to Rs.1,63,936.24 Lakhs which are subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / fore closure of contracts and other disputes. The management of Company is confident of positive outcome of litigation/ resolution of dispute and recovering the aforesaid dues. However, the management is in the process of initiating arbitration/other legal action for such invocations. Had the aforesaid assets been provided for impairment, loss after tax for the year ended March 31, 2023 would have been higher by Rs. 1,63,936.24 Lakhs, and other equity would have been lower by Rs. 1,63,936.24 Lakhs.
- d. Note 13(d) of the statement in respect of investment of Rs. 1,83,441.17 lakhs in subsidiaries, associate and joint ventures engaged in BOT and other projects as at March 31,2023 which are under disputes with the concessionaire/clients and have significant accumulated losses as at March 31, 2023. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss-making subsidiary Companies. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern considering the long-term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment. In absence of a fair valuation of



these Investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial results.

- e. Note 13(e) of the statement in respect of loans and advances of Rs. 79,971.70 lakhs as at March 31, 2023 given to subsidiary companies, associate, net receivable against development rights, that are outstanding for long period. The management of the Company is at various stages of negotiation/communication/ with respective subsidiary/associate company to recover the dues and cost incurred by the Company. As the company is a going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019 and started receiving the Bid amount under Third E-auction process for sale of the company as a going concern and accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances. Had the aforesaid assets been provided for impairment, loss after tax for year ended March 2023 would have been higher by Rs.79,971.70 lakhs, other equity would have been lower by Rs.79,971.70 lakhs.
- f. Note 13(a) and 13(e) of the statement in respect commencement of Liquidation process as going concern by order of the NCLT dated 26th July 2019 with corrigendum order issued on July 31, 2019, various claims submitted by the operational creditors, the financial creditors, employees, statutory authorities and other creditors against the Company including the claims on Company's subsidiaries. Some of these claims are under further verification/validation and the same may be updated as per any additional information which may be received in the future. Hence there are differences between the liabilities admitted vis-a-vis balance as per books of account, that are currently under consideration/reconciliation. Pending reconciliation/admission of such claims, we are unable to comment on the consequential impact, if any, on the accompanying statement;
- g. Note 13(h) of the statement in respect of Confirmation of balances could not be obtained as at March 31, 2023 for bank balances, bank borrowings and for various trade receivables including retention, loans and advances, and trade payables including other financial/non-financial liabilities though, the management has requested for the confirmation of balances and the status is still continued. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
- h. Note 13(i) of the statement in respect of Physical verification for fixed assets aggregating to Rs.10,292.64 lakhs (net block as on March 31, 2023) and inventory aggregating to Rs. 5,201.41 lakhs (as on March 31, 2023) could not be carried out at majority locations including project site due to shortage of manpower and accessibility of the stock yards that are terminated/ foreclosed/ having slow progress and the status is still continued. The Management believes that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories. In absence of any alternative corroborative evidence, we are unable to comment on the recoverability of the same.
- i. Note 13(j) of the statement in respect of various input credits and balances with various statutory authorities pertaining to service tax, sales tax /GST, Income Tax etc. aggregating to Rs. 23,882.58 Lakhs as at March 31, 2023. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities and the status is still continued. No adjustments have been made in the books of accounts in respect of such amounts., thus we are unable to comment on whether any provision for impairment in the value of advances is required.
- j. Note 17 of the statement in respect of IVRCL Chengapally Tollways Limited, subsidiary of IVRCL Limited is in to CIRP and the resolution plan has been approved vide order dated 01-05-2023 by Hon'ble NCLT, Hyderabad. IVRCL Limited has an Equity investment of Rs.22,855.30 lakhs in Chengapally Tollways Ltd., thus we are unable to comment on whether any loss on account of realisation is to be account for in the value of investment is required.
- k. As stated in note 21 of the financial statements, no impairment assessment of tangible and intangible assets has been carried out as at 31st March 2023. Therefore, we are unable to comment on the consequential impairment, if any, that is required to be made in the carrying value of property, plant and equipment and intangible assets



- l. Certain audit sample relating to expenses vouchers and supporting documents pertains to site could not be made available.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is not sufficient and appropriate to provide a basis for our opinion.

5. Emphasis of Matter

We draw attention to the following matters:

- a. Note 14(a) of the statement in respect of a Show Cause Notice U/s 279 (1) of the IT Act 1961 for initiation of prosecution proceedings U/s 276 (B) of the IT Act 1961 for failure to deposit the deducted Tax at Source within the due date in Central Government Account for the financial year 2016-17 & 2017-18 for the amount of Rs. 1,033.95 Lakhs and Rs.1,891.21 Lakhs respectively.

In respect of the above, the IT department has also sent notices U/s 226 (3) of the IT Act 1961 to certain banks and customers of the company demanding the recovery of the aforesaid arrears.

Pursuant to the application under Section 60(5) of the Insolvency and Bankruptcy Code 2016, the National Company Law Tribunal, Hyderabad vide its order dated 17th December 2019 directs the IT department to withdraw the garnishee notices issued to the Banks and also directed the Banks to release any amount due to corporate Debtor.

- b. Note 14(b) of the statement in respect of demand under section 271(1)(c) of the Income Tax Act 1961 for the AY. 2015-16, 2016-17 and 2017-18 aggregating Rs.3,148.38 lakhs which has been adjusted against the Refund Receivables and the same has not been recognized in the books of accounts as the company appealed the matter before CIT(Appeals).
- c. Note 14(c) of the statement in respect of received order of the Regional Provident Fund Commissioner in the matter of levy of damages pertaining to the earlier years' U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to Rs. 4.08 Lakhs for the period from 10/1999 to 02/2009 and Rs. 608.55 Lakhs for the period from 07/2009 to 03/2015.

In respect of the above, The Employees' Provident Fund Organisation has also sent notice u/s 8 F of the Employees' Provident Fund and Miscellaneous Provisions of the Act, 1952 to a Bank demanding the recovery of Rs.912.19 Lakhs (including interest of Rs.299.56 Lakhs). The company has filed an appeal U/s 7-I of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 with the Employees' Provident Fund Appellate Tribunal, Bangalore Bench regarding the damages amounting to Rs.612.63 Lakhs and the matter is presently sub-judice.

Our report is not qualified in respect of these matters.

6. Management's Responsibilities for the Financial Results

The Company has been under the Liquidation under the provisions of the Insolvency and Bankruptcy Code, 2016 ('the Code') vide order dated July 29, 2019 passed by the National Company Law Tribunal ('NCLT'). The powers of the Board of Directors stand suspended and such powers are being exercised by the liquidator appointed by the NCLT by the said order under the provisions of the Code. The management company's operations were being managed by the Liquidator upon commencement of liquidation.

The Statement has been prepared on the basis of the annual financial statements. The management of the Company is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive income of the Company and other financial information in



accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for the safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation, and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the NCLT Order dated July 26, 2019, read with corrigendum order issued on July 31, 2019, for Liquidation of M/s IVRCL Limited "as a going concern" has been considered and using the going concern basis of accounting unless the NCLT passes the order to liquidate the Company.

The liquidator and management of the Company are also responsible for overseeing the Company's financial reporting process.

7. Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors or other responsible authority.
- Conclude on the appropriateness of the Board of Directors' or other responsible authority use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

8. Other Matter

The Statement includes the results for the quarter ended March 31, 2023, being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Delhi
May 29, 2023



For CHATURVEDI & CO.
Chartered Accountant
Firm Registration No. 302137E

A handwritten signature in blue ink, appearing to read "Rajeev", written over the printed name.

RAJEEV RANJAN KUMAR
Partner
Membership No. 513678
UDIN- 23513678BGZGPH5109