

Date: 14th August, 2019



To,
The General Manager,
The Department of Corporate Relations,
The Bombay Stock Exchange Limited.,
25th Floor, Phiroz Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

To,
The Secretary,
National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza
Plot No.C/1, G Block
Bandra Kurla Complex, Bandra (East)
Mumbai -400 051.

Dear Sir,

Sub: Intimation of the Outcome of Board Meeting – Reg.,
Ref: Our Board Meeting notice dated August 07, 2019

.....

We wish to inform you that the Board of Directors of the Company at their meeting held today, i.e. 14th August, 2019 which was commenced at 3.30 p.m and concluded at 4.30 p.m, has inter alia approved the following:

1. Approved the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2019, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. Re-appointment of Mr. T. V. Sandeep Kumar Reddy, Managing Director of the Company, for a term of 5 years w.e.f 01st October, 2019 subject to the approval of members in the ensuing Annual General Meeting of the Company.
3. Re-appointment of Mr. CH. Hari Vithal Rao as Independent Director of the company, for a term of 5 years w.e.f 29th September, 2019 subject to the approval of members in the ensuing Annual General Meeting of the Company.
4. The Notice for convening the 30th Annual General Meeting of the Company to be held on Monday, the 30th day of September, 2019 at KLN Prasad Auditorium, The Federation of Telangana Chambers of Commerce and Industry (FTCCI), Hyderabad.
5. Book Closure dates i.e from Monday, the September 23, 2019 to Monday, the September 30, 2019 (both days inclusive) for the purpose of 30th Annual General Meeting (AGM) of the Company to be held on September 30, 2019.

A copy of the said results together with Limited Review report issued by Statutory Auditors M/s. M O S Associates LLP, Chartered Accountants is enclosed herewith. These results are also made available on the website of the Company being at www.gayatri.co.in

Thanking you,
Yours truly,

For GAYATRI PROJECTS LIMITED


(CS I.V. LAKSHMI)
Company Secretary and Compliance Officer
Membership No.17607.



Encl : As above.

Regd. & Corp. Office :

Gayatri Projects Limited, B1, 6-3-1090, TSR Towers
Raj Bhavan Road, Somajiguda, Hyderabad 500 082. T.S
CIN: L99999TG1989PLC057289

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GAYATRI PROJECTS LIMITED

CIN : L99999TG1989PLC057289

Regd. Office: B1, TSR TOWERS, 6-3-1090, RAJ BHAVAN ROAD, SOMAJIGUDA, HYDERABAD-500 082
STATEMENT OF UN-AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2019

(₹ in Lakhs)

Sl. No.	Particulars	Quarter Ended		Year Ended	
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	98,408.32	1,15,113.04	82,280.39	3,46,314.74
	Other Income	162.85	164.98	31.58	791.39
	Total Income	98,571.17	1,15,278.02	82,311.97	3,47,106.13
2	Expenses				
	a. Cost of Materials Consumed & Work Expenditure	74,096.86	87,484.02	73,319.10	2,77,483.04
	b. Changes in Inventories of Work in Progress	3,507.31	3,820.21	(9,528.15)	(6,286.06)
	c. Employee Benefits Expense	3,574.11	3,743.79	2,927.47	12,770.64
	d. Finance Costs	6,433.60	5,263.99	6,264.67	25,127.50
	e. Depreciation and Amortization Expense	1,922.73	1,678.57	1,604.75	6,590.61
	f. Other Expenses	1,956.48	3,715.60	1,387.17	7,850.20
	Total Expenses	91,491.09	1,05,706.18	75,975.01	3,23,535.93
3	Profit / (Loss) before Exceptional items and Tax (1-2)	7,080.08	9,571.84	6,336.96	23,570.20
4	Exceptional Items	-	-	-	-
5	Profit/(Loss) before Tax (3+4)	7,080.08	9,571.84	6,336.96	23,570.20
6	Tax Expense (includes Deferred Tax)	1,603.26	359.75	1,300.21	2,493.32
7	Net Profit/(Loss) after tax (5-6)	5,476.82	9,212.09	5,036.75	21,076.88
8	Other Comprehensive Income (OCI)				
	Items that will not be reclassified to profit or loss :				
	i) Changes in fair value of equity investment	-	(723.84)	-	(723.84)
	ii) Re-measurement gains/(losses) on actuarial valuation of Post Employment defined benefits	40.38	37.74	29.56	82.05
	iii) Income tax relating to Items that will not be reclassified to profit or loss	(14.11)	239.08	(10.33)	224.27
	Items that will be reclassified to profit or loss:				
	i) Income tax relating to Items that will not be re-classified to profit or loss	-	-	-	-
	Total Other Comprehensive Income (8)	26.27	(447.02)	19.23	(417.52)
9	Total Comprehensive Income (7+8)	5,503.09	8,765.07	5,055.98	20,659.36
10	Paid Up Equity Share Capital (Face Value ₹ 2/- per Share)	3,743.97	3,743.97	3,743.97	3,743.97
11	Other Equity (excluding Revaluation Reserves) as shown in the Audited Balance Sheet of the previous year				1,29,219.07
12	Earnings Per Share of ₹ 2/- each (not annualized)				
	- Basic & Diluted	2.93	5.28	2.83	11.26

- The above published results have been prepared in accordance with the principles and procedures as set out in Ind AS on financial statements and such other applicable standards as notified under section 133 of the Companies Act, 2013 and Companies (Indian Accounting Standard) Rules 2015 as amended.
- The above financial results for the quarter ended 30th June, 2019 have been reviewed by the Audit Committee and considered and approved by the Board of Directors of the Company at its meeting held on 14th August, 2019.
- The Statutory auditors have carried out limited review of the unaudited standalone financial results for the quarter ended 30th June, 2019.
- The Company's Operations primarily consist of Construction activities and there are no other reportable segment under Ind AS 108 "Operating Segments".
- One of the subsidiary of the associate company, which has been awarded a Build-Operate-Transfer (BOT) work for construction of Four Laning of Panikolli-Rimuli section of NH-215 Road has given termination notice to National Highways Authority of India (NHAI) in respect of above road project due to a force majeure event. The company has to receive an amount of ₹ 245.19 crores towards EPC cost as on 30th June, 2019. Further, the company has given an irrevocable and unconditional Corporate Guarantee of ₹ 1827.35 crores to the lenders of the above subsidiary of the associate company. Further, NHAI has recently called a conciliation meeting to amicably resolve the issues raised out of force majeure event and in the process of obtaining legal opinion about the majeure event. The subsidiary of the associate company also made claims of ₹ 974.50 crores on NHAI for the cost overrun and other reasons attributable to NHAI. Further, as per the information and explanations given by the subsidiary of the associate company and based on the legal opinion obtained by it, the subsidiary of the associate company will receive significant amount of compensation so as to settle dues to the lenders and hence, the company is of the view that the possibility of invocation of the Corporate Guarantee is remote. In view of this, the management is of the opinion that no provision is required to be made in respect of Receivables and Corporate Guarantee given by the company to subsidiary of the associate company.
- An amount of ₹ 36.20 crores as on 30th June, 2019 is receivable from the erstwhile associate company operating Meerut and Muzaffarnagar Section of NH-58 Road on BOT basis against the EPC works executed by the company during the previous years and the amounts shall be recovered out of the claims amounts received by the erstwhile associate company from NHAI. The erstwhile associate has so far raised a total claim for ₹ 469.56 crores on NHAI on different counts which are in the advanced stage of arbitration. The Management of the erstwhile associate company is confident of getting the claims amounts from NHAI and assured the company by way of agreement, to pay the dues to the company upon receipt of claims and hence, in the opinion of the management, no provision is required to be provided in respect of amounts receivable from the said erstwhile associate company.
- In the ordinary course of business, the Company has given Contract Advances to one of the sub-contractor which on mutual consent have been converted into interest bearing inter corporate loan. The recovery of this loan along with interest thereon is delayed due to extraneous reasons like change in government policies, delay in execution of projects etc. However, the company has recovered considerable amounts during the previous financial years and the management is confident of recovering the balance amount in due course. In view of this, no provision for the same is required to be made in the financial results of the company for the current quarter.
- The Advances to Suppliers, Sub-contractors and others as at 30th June, 2019, includes an amount of ₹ 200.71 crores given to a sub-contractor in the normal course of business. The recovery of this advance and interest thereon is delayed due to certain extraneous factors not attributable to the subcontractor. During the immediate previous year, the company has recovered an amount of ₹ 37.91 crores from the above sub-contractor and further the company has accelerated the recovery process of the remaining amounts. Further during the current quarter, the company has recovered an amount of ₹ 94.50 crores from the sub-contractor. In view of this, the management is confident to recover the entire advances from the sub-contractor in due course and hence no provision is required to be made in the financial results of the company for the current quarter.
- The Company has adopted Ind AS 116 - Leases with effective from 1st April, 2019. The adaption of Ind AS 116 did not have any material impact on the results for the quarter ended 30th June, 2019.
- Previous period / year figures have been regrouped to facilitate comparison wherever necessary.

By Order of the Board
For Gayatri Projects Limited

T.V.SANDEEP KUMAR REDDY
Managing Director

Place: Hyderabad.
Date: 14th August, 2019



Independent Auditor's Review Report On Standalone Unaudited Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Gayatri Projects Limited

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **M/s. Gayatri Projects Limited ('the Company')** for the quarter ended 30th June, 2019 ("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 amended.
2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) – "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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.
4. Attention is invited to the following material matters:
 - i) As stated in Note No.5 to the standalone unaudited financial results, the recovery of trade receivables is delayed for the detailed reasons stated in the said note. Further, as stated in the same note, the company has given an irrevocable and unconditional corporate guarantee to a subsidiary of the associate company, which has defaulted in repayment of dues to the lenders.
 - ii) As stated in Note No.6 to the standalone unaudited financial results, the amount receivable from the erstwhile associate company is long pending for recovery as the same is based on the receipt of claims by the said erstwhile associate company.
 - iii) As stated in Note No.7 to the standalone unaudited financial results, the Inter Corporate Loan grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.
 - iv) As stated in Note No.8 to the standalone unaudited financial results, the work advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.

Our conclusion is not modified in respect of above matters.



5. 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 recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M O S & ASSOCIATES LLP

Chartered Accountants

Firm's Registration No. 001975S/S200020

S.V.C. Reddy

S V C Reddy

Partner

Membership No. 224028

UDIN: 19224028AAAAAA2917



Place: Hyderabad

Date: 14th August, 2019



GAYATRI PROJECTS LIMITED

CIN : L99999TG1989PLC057289

Regd. Office: B1, TSR TOWERS, 6-3-1090, RAJ BHAVAN ROAD, SOMAJIGUDA, HYDERABAD-500 082
STATEMENT OF UN-AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2019

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2019	31.03.2019*	30.06.2018*	31.03.2019
		Unaudited	Unaudited	Unaudited	Audited
1	Income				
	Revenue from operations	98,408.32	1,15,113.04	82,280.39	3,46,314.74
	Other Income	162.95	274.70	31.58	901.11
	Total Income	98,571.27	1,15,387.74	82,311.97	3,47,215.85
2	Expenses				
	a. Cost of Materials Consumed & Work Expenditure	74,096.86	87,484.02	73,319.10	2,77,483.04
	b. Changes in Inventories of Work in Progress	3,507.31	3,820.21	(9,528.15)	(6,286.06)
	c. Employee Benefits Expense	3,574.36	3,743.79	2,927.47	12,770.64
	d. Finance Costs	7,050.12	5,708.76	7,095.95	28,436.95
	e. Depreciation and Amortization Expense	1,922.73	1,678.57	1,604.75	6,590.61
	f. Other Expenses	1,958.75	3,819.18	1,388.66	7,960.08
	Total Expenses	92,110.13	1,06,254.53	76,807.78	3,26,955.26
3	Profit / (Loss) before Exceptional items and Tax (1-2)	6,461.14	9,133.21	5,504.19	20,260.59
4	a) Exceptional Items	-	-	-	-
	b) Share of Profit / (Loss) of Joint Ventures & Associates	(49.45)	(1,624.27)	(75.43)	(1,756.65)
5	Profit/(Loss) before Tax (3+4)	6,411.69	7,508.94	5,428.76	18,503.94
6	Tax Expense (includes Deferred Tax)	1,603.26	360.29	1,300.21	2,493.85
7	Net Profit/(Loss) after tax (5-6)	4,808.43	7,148.65	4,128.55	16,010.09
8	Other Comprehensive Income (OCI)				
	Items that will not be reclassified to profit or loss :				
	i) Changes in fair value of equity investment	-	(723.84)	-	(723.84)
	ii) Re-measurement gains/(losses) on actuarial valuation of Post Employment defined benefits	40.38	37.74	29.56	82.05
	iii) Income tax relating to Items that will not be reclassified to profit or loss	(14.11)	239.08	(10.33)	224.27
	Items that will be reclassified to profit or loss:				
	i) Income tax relating to Items that will not be re-classified to profit or loss	-	-	-	-
	Total Other Comprehensive Income (8)	26.27	(447.02)	19.23	(417.52)
9	Total Comprehensive Income (7+8)	4,834.70	6,701.63	4,147.78	15,592.57
10	Paid Up Equity Share Capital (Face Value ₹ 2/- per Share)	3,743.97	3,743.97	3,743.97	3,743.97
11	Other Equity (excluding Revaluation Reserves) as shown in the Audited Balance Sheet of the previous year				1,12,868.26
12	Earnings Per Share of ₹ 2/- each (not annualized)				
	- Basic & Diluted	2.57	3.82	2.21	8.55

- The above published results have been prepared in accordance with the principles and procedures as set out in Ind AS on financial statements and such other applicable standards as notified under section 133 of the Companies Act, 2013 and Companies (Indian Accounting Standard) Rules 2015 as amended.
- The above financial results for the quarter ended 30th June, 2019 have been reviewed by the Audit Committee and considered and approved by the Board of Directors of the Company at its meeting held on 14th August, 2019.
- The Statutory auditors have carried out limited review of the unaudited consolidated financial results for the quarter ended 30th June, 2019.
- The Company's Operations primarily consist of Construction activities and there are no other reportable segment under Ind AS 108 "Operating Segments".
- One of the subsidiary of the associate company, which has been awarded a Build-Operate-Transfer (BOT) work for construction of Four Lining of Panikoli-Rimuli section of NH-215 Road has given termination notice to National Highways Authority of India (NHAI) in respect of above road project due to a force majeure event. The company has to receive an amount of ₹ 245.19 crores towards EPC cost as on 30th June, 2019. Further, the company has given an irrevocable and unconditional Corporate Guarantee of ₹ 1827.35 crores to the lenders of the above subsidiary of the associate company. Further, NHAI has recently called a conciliation meeting to amicably resolve the issues raised out of force majeure event and in the process of obtaining legal opinion about the majeure event. The subsidiary of the associate company also made claims of ₹ 974.50 crores on NHAI for the cost overrun and other reasons attributable to NHAI. Further, as per the information and explanations given by the subsidiary of the associate company and based on the legal opinion obtained by it, the subsidiary of the associate company will receive significant amount of compensation so as to settle dues to the lenders and hence, the company is of the view that the possibility of invocation of the Corporate Guarantee is remote. In view of this, the management is of the opinion that no provision is required to be made in respect of Receivables and Corporate Guarantee given by the company to subsidiary of the associate company.

- 6 An amount of ₹ 36.20 crores as on 30th June, 2019 is receivable from the erstwhile associate company operating Meerut and Muzaffarnagar Section of NH-58 Road on BOT basis against the EPC works executed by the company during the previous years and the amounts shall be recovered out of the claims amounts received by the erstwhile associate company from NHAI. The erstwhile associate has so far raised a total claim for ₹ 469.56 crores on NHAI on different counts which are in the advanced stage of arbitration. The Management of the erstwhile associate company is confident of getting the claims amounts from NHAI and assured the company by way of agreement, to pay the dues to the company upon receipt of claims and hence, in the opinion of the management, no provision is required to be provided in respect of amounts receivable from the said erstwhile associate company.
- 7 In the ordinary course of business, the Company has given Contract Advances to one of the sub-contractor which on mutual consent have been converted into interest bearing inter corporate loan. The recovery of this loan along with interest thereon is delayed due to extraneous reasons like change in government policies, delay in execution of projects etc. However, the company has recovered considerable amounts during the previous financial years and the management is confident of recovering the balance amount in due course. In view of this, no provision for the same is required to be made in the financial results of the company for the current quarter.
- 8 The Advances to Suppliers, Sub-contractors and others as at 30th June, 2019, includes an amount of ₹ 200.71 crores given to a sub- contractor in the normal course of business. The recovery of this advance and interest thereon is delayed due to certain extraneous factors not attributable to the subcontractor. During the immediate previous year, the company has recovered an amount of ₹ 37.91 crores from the above sub-contractor and further the company has accelerated the recovery process of the remaining amounts. Further during the current quarter, the company has recovered an amount of ₹ 94.50 crores from the sub-contractor. In view of this, the management is confident to recover the entire advances from the sub-contractor in due course and hence no provision is required to be made in the financial results of the company for the current quarter.
- 9 During the preceding financial years, the subsidiary company had made an investment/ advance/ share application money to Jimbhuvish Power Generation Private Limited and Jimbhuvish Power Project Limited to set up a coal based power plant at Maharashtra and as on 30th June, 2019 the total investment/ advance/ share application amount is ₹ 5,544.45 Lakhs. The Subsidiary Company had decided to exit from the said power project and in this regard entered into an exit agreement on 25th May, 2013, which was subsequently amended by various letter agreements and as per the latest agreement, the subsidiary company shall exit from the said power project by 31st October, 2019. The management of the subsidiary company is of the opinion that despite there been a considerable delay in exiting from the power project, there is no need for any provision/impairment to be made and the subsidiary company shall exit from the investments made and recover the entire amount in the due course.
- 10 During the preceding financial years, one of the step down subsidiary company had given Contract Advance of ₹ 2,157.05 Lakhs to fellow step down subsidiary company towards execution of road works at proposed Thermal Power Project site. As the said contract work was not executed due to various factors such as pending coal allotment and non-acquisition of complete proposed project land, etc., the Mobilization Advance has not been adjusted /recovered. The management of the step down subsidiary company is very much confident of commencement of Thermal Power Project and further opined that the mobilization advance will be recovered out of running bills to be submitted and hence, no provision is required to be made regarding contract advance.
- 11 *The figures for the corresponding quarter ended 30.06.2018 and 31.03.2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review by the auditors.
- 12 The Company has adopted Ind AS 116 - Leases with effective from 1st April, 2019. The adaption of Ind AS 116 did not have any material impact on the results for the quarter ended 30th June, 2019.
- 13 Previous period / year figures have been regrouped to facilitate comparison wherever necessary.

Place: Hyderabad.
Date: 14th August, 2019

By Order of the Board
For Gayatri Projects Limited

T.V.SANDEEP KUMAR REDDY
Managing Director





Independent Auditor's Review Report On Unaudited Consolidated Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Gayatri Projects Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Gayatri Projects Limited ('the Parent Company'), comprising its subsidiary (the Parent and its subsidiary together referred to as "the Group"), and its associates and joint ventures for the quarter ended 30th June, 2019 ("the Statement"), being submitted by the Parent company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the quarter ended 30th June, 2018 and 31st March, 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) – "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, is the responsibility of the Parent Company's Management and has been approved by the Board of Directors of the Parent Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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.
We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (listing Obligations and Disclosure requirements) Regulations, 2015, as amended, to the extent applicable.
4. The statement includes the results of the following entities:
 - i) Gayatri Energy Ventures Private Limited (Subsidiary Company)
 - ii) Gayatri Highways Limited (Associate Company)
 - iii) IJM Gayatri Joint Venture
 - iv) Jaiprakash Gayatri Joint Venture
 - v) Gayatri ECI Joint Venture
 - vi) Gayatri Ratna Joint Venture
 - vii) Gayatri Ranjit Joint Venture
 - viii) Gayatri GDC Joint Venture
 - ix) Gayatri BCBPPL Joint Venture
 - x) Gayatri RNS Joint Venture
 - xi) Gayatri JMC Joint Venture
 - xii) MEIL Gayatri ZVS ITT Joint Venture



- xiii) Viswanath Gayatri Joint Venture
- xiv) GPL RKTCL Joint Venture
- xv) GPL SPL Joint Venture
- xvi) Vishwa Gayatri Joint Venture
- xvii) Maytas Gayatri Joint Venture
- xviii) Gayatri RNS SIPL Joint Venture
- xix) SOLZIT-LNT-Gayatri Joint Venture
- xx) Gayatri KMB Joint Venture
- xxi) Gayatri PTPS Joint Venture
- xxii) HES Gayatri NCC Joint Venture
- xxiii) Gayatri OJSC SIBMOST Joint Venture

5. Attention is invited to the following material matters:

- i) As stated in Note No.5 to unaudited consolidated financial results, the recovery of trade receivables is delayed for the detailed reasons stated in the said note. Further, as stated in the same note, the parent company has given an irrevocable and unconditional corporate guarantee to a subsidiary of the associate company, which has defaulted in repayment of dues to the lenders.
- ii) As stated in Note No. 6 to the unaudited consolidated financial results, the amount receivable from the erstwhile associate company is long pending for recovery as the same is based on the receipt of claims by the said erstwhile associate company.
- iii) As stated in Note No.7 to the unaudited consolidated financial results, the Inter Corporate Loan grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.
- iv) As stated in Note No.8 to the unaudited consolidated financial results, the work advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.
- v) As stated in Note No. 9 to the unaudited consolidated financial results with regard to exit agreement entered by the subsidiary company in respect of Investments /advances / share application money made in certain power projects, as reported in the auditors' report on consolidated financial statements of the subsidiary company under Emphasis of Matter paragraph for the year ended 31st March ,2019, the said Investments /advances / share application money are long pending for recovery. (as the financial results of said subsidiary for the quarter ended 30th June, 2019 are management certified i.e not reviewed by the auditors and hence, the Emphasis of matter paragraph for the year ended 31st March, 2019 is continued for the Quarter for the year ended 30th June, 2019).
- vi) As stated in Note No. 10 to the unaudited consolidated financial results, with regard to recovery of contract advances given by the step down subsidiary company, as reported in the auditors' report on consolidated financial statements of the subsidiary company under Emphasis of Matter paragraph for the year ended 31st March ,2019, the contract advances are long pending for recovery. (as the financial results of said subsidiary for the quarter ended 30th June, 2019 are management certified i.e not reviewed by the auditors and hence, the Emphasis of matter paragraph for the year ended 31st March, 2019 is continued for the Quarter for the year ended 30th June, 2019).

Our conclusion is not modified in respect of above matters.



6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors and management certified financial statements / financial information referred in paragraph 7, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
- 7.
- We did not review the financial results / statements and other information in respect of one associate company which reflects Group's share of net loss of Rs. Nil for the quarter ended 30th June, 2019. The financial results / statement have been reviewed by other auditor whose review report has been furnished to us by the management and our conclusion on the financial results, in so far as it relates to the amounts and disclosures in respect of this associate, is based solely on the reports of the other auditor. Our conclusion is not modified in respect of this matter.
 - Further, we have relied on the management certified financial results / financial information of one subsidiary which has not been reviewed by the auditors, which financial results for the quarter ended 30th June, 2019 reflect total revenue of Rs.0.10 lakhs, total net loss Rs. 668.39 lakhs included in the unaudited consolidated financial results for the quarter ended 30th June, 2019. In respect of management certified financial results, our conclusion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary company, is based solely on such management certified financial results / financial information.
 - Further, we have relied on the management certified financial results / financial information of twenty-one joint ventures (which have not been reviewed by their auditors) in which the share of Group's Nil included in the unaudited consolidated financial results for the quarter ended 30th June, 2019. In respect of management certified financial results, our conclusion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on such management certified financial results / financial information.

For M O S & ASSOCIATES LLP

Chartered Accountants

Firm's Registration No. 001975S/S200020

S.V.C. Reddy

S V C Reddy

Partner

Membership No. 224028

UDIN: 19224028AAAAAB3387

Place: Hyderabad

Date: 14th August, 2019

