

Date: 14th February, 2020

The Secretary
BSE Limited
New Trading Wing,
Rotunda Building,
PJ Tower, Dalal Street,
Mumbai- 400001
Scrip Code: 533152

The Manager
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block "G"
5th floor, Bandra Kurla Complex,
Bandra East,
Mumbai- 400051
Symbol: MBLINFRA

Sir,

Sub: Outcome of Board Meeting held on 14th February, 2020.

Please note that the Board of Directors of the Company in its meeting held on 14th February, 2020 has, inter-alia, considered, approved and adopted the Un-audited Financial Results (both Standalone & Consolidated) for the quarter and nine months ended on 31st December, 2019. A copy of the Financial Results (both Standalone & Consolidated) of the Company for the quarter and nine months ended on 31st December, 2019 along with Limited review Report of Statutory Auditors thereon are enclosed.

The meeting commenced at 11:30 A.M. and concluded at 01:10 P.M.

This may be treated as compliance with Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Thanking you.

Yours faithfully,

For MBL Infrastructures Ltd.

(Anubhav Maheshwari)
Company Secretary



Encl: a/a

MBL Infrastructures Ltd.

(CIN-L27109DL1995PLC338407)

Registered & Corporate Office: Baani Corporate One, Suite No. 308, 3rd Floor,

Plot No. 5, Commercial Centre, Jasola, New Delhi - 110025

Tel No. 011-48593300; Fax No. 011-48593320, www.mblinfra.com; Email : cs@mblinfra.com.

STATEMENT OF STANDALONE AND CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

Particulars		STANDALONE						CONSOLIDATED					
		Quarter Ended			Nine Months Ended		Year Ended	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operation	2,988	2,809	2,638	9,073	14,081	14,667	4,612	3,269	2,652	12,748	14,117	15,414
2	Other Income	2,262	2,159	77	6,592	6,305	8,165	2,204	3,135	121	7,641	6,592	8,685
3	Total Income (1 + 2)	5,250	4,968	2,715	15,665	20,386	22,832	6,816	6,404	2,773	20,389	20,709	24,099
4	Expenses												
	a. Cost of Materials Consumed	281	637	793	1,654	3,242	4,123	280	637	793	1,653	3,242	4,123
	b. Direct Labour, Sub-Contracts etc	664	433	973	1,560	3,554	3,013	664	1,082	973	1,560	3,554	3,057
	c. Purchase of stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	-
	d. Changes in inventories of finished goods, work-in-progress and stock-in-trade.	-	-	-	-	-	-	-	-	-	-	-	-
	e. Employee benefits expense	232	182	288	644	778	916	445	309	295	1,109	824	1,050
	f. Finance Costs	2,784	2,593	(326)	8,133	8,032	10,603	4,349	4,368	(358)	13,110	9,248	12,540
	g. Depreciation and amortisation expense	360	361	349	1,080	1,044	1,450	1,549	1,035	373	3,749	1,160	1,980
	h. Other expenses	442	455	460	1,300	2,182	2,579	651	181	136	2,099	2,821	3,532
	Total Expenses	4,763	4,661	2,537	14,371	18,832	22,684	7,938	7,612	2,212	23,280	20,849	26,282
5	Profit / (Loss) before Exceptional Item and tax (3- 4)	487	307	178	1,294	1,554	148	(1,122)	(1,208)	561	(2,891)	(140)	(2,183)
6	Exceptional Items (Income)	-	-	-	-	-	(28,371)	-	-	-	-	-	(28,371)
7	Profit/(Loss) before Tax (5+6)	487	307	178	1,294	1,554	(28,223)	(1,122)	(1,208)	561	(2,891)	(140)	(30,554)
8	Tax Expense												
	(1) Current Tax	-	-	-	-	-	-	-	-	-	-	-	-
	(2) Deferred Tax	(207)	(334)	(3,442)	(458)	(3,857)	(4,099)	(199)	(58)	(3,389)	(439)	(3,965)	(4,167)
9	Profit / (Loss) for the period (7-8)	694	641	3,620	1,752	5,411	(24,124)	(923)	(1,150)	3,950	(2,452)	3,825	(26,387)
10	Other Comprehensive Income												
	(i) Items that will not be reclassified to profit & Loss	3	3	13	9	68	13	3	3	13	9	68	13
	(ii) Income Tax relating to items that will not be reclassified to profit & Loss	(1)	(1)	(5)	(3)	(24)	(4)	(1)	(1)	(5)	(3)	(24)	(4)
	Total Other Comprehensive Income for the period (10)	2	2	8	6	44	9	2	2	8	6	44	9
11	Total Comprehensive Income for the period (9 + 10)	696	643	3,628	1,758	5,455	(24,115)	(921)	(1,148)	3,958	(2,446)	3,869	(26,378)
12	Profit/(Loss) for the period attributable to:												
	- Owners of the Company	694	641	3,620	1,752	5,411	(24,124)	(923)	(1,150)	3,950	(2,452)	3,825	(26,387)
	- Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
13	Other Comprehensive Income for the period attributable to												
	- Owners of the Company	2	2	8	6	44	9	2	2	8	6	44	9
	- Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
14	Total Comprehensive Income for the period attributable to												
	- Owners of the Company	696	643	3,628	1,758	5,455	(24,115)	(921)	(1,148)	3,958	(2,446)	3,869	(26,378)
	- Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
15	Paid up equity share capital (Face value of Rs. 10 each)	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46	10,475.46
16	Other Equity						61,543						38,662
17	Earnings per Equity (EPS) (in Rs.)												
	a. EPS before Exceptional Items (Basic and Diluted) (Rs.)	0.66	0.61	4.14	1.68	6.24	4.87	(0.88)	(1.10)	4.52	(2.33)	4.38	2.28
	b. EPS after Exceptional Items (Basic and Diluted) (Rs.)	0.66	0.61	4.14	1.68	6.24	27.60	(0.88)	(1.10)	4.52	(2.33)	4.38	(30.19)



Notes

- 1 The above financial results which have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards as notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated July 5, 2016 and March 29, 2019. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 14, 2020. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 The Resolution Plan under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by Hon'ble National Company law Tribunal, Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks was dismissed by Hon'ble NCLAT by its order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending. The financial statements have been prepared on going concern basis.
- 3 The Company as at December 31, 2019 has (i) Non-Current Investment amounting to Rs.1,000.00 Lakhs (March 31, 2019; Rs.1,000.00 Lakhs) in its subsidiary MBL (MP) Road Nirman Company Limited in which the Company is holding 25.14% directly and balance through wholly owned subsidiary MBL Projects Ltd.; (ii) Non Current Investment amounting to Rs.1,200.00 Lakhs (March 31, 2019; Rs.1,200.00 Lakhs) in its wholly owned subsidiary AAP Infrastructure Limited; (iii) Non Current Investment amounting to Rs.5,110.00 Lakhs (March 31, 2019; Rs.5,110.00 Lakhs) in its wholly owned subsidiary MBL Highway Development Company Limited. All the above entities have incurred losses due to cancellation of projects and net worth of above entities as at December 31, 2019 have been fully eroded and accordingly the net worth of these subsidiaries do not represent true market value. Claims have been filed against the cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non current assets and therefore considering the investment in above subsidiary as good and recoverable.
- 4 The Company as at December 31, 2019 has Non Current Investment amounting to Rs.2,984.25 Lakhs (March 31, 2019; Rs.2,984.25 Lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the subsidiary which does not represent true market value. The subsidiary holds shares in downstream SPVs in which projects were cancelled. Claims have been filed against cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non current assets and therefore considering the investment in above subsidiary as good and recoverable.
- 5 The Company as at December 31, 2019 has Non Current Investment amounting to Rs.18,505.23 Lakhs (March 31, 2019; Rs.18,505.23 Lakhs) holds 99.99% shares in Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective February 17, 2019. The net worth of Suratgarh Bikaner Toll Road Company Private Limited does not represent true market value as the value of underlying investments/ assets. Based on TEV study report, certain estimates like future business plan, growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of non current assets and therefore considering the investment in above subsidiary as good and recoverable.
- 6 Pursuant to the provisions of Ind AS 12 "Income Taxes", During the quarter, the Company has recognised deferred tax asset corresponding to unused brought forward income tax losses for which it has convincing evidences viz. opportunities available in area of its core competence, bidding/pre-qualification limit, conducive government policies and market conditions, TEV study and approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which unused tax losses can be utilised by the Company.
- 7 The Company is engaged in Construction/Project activities which are substantially seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 8 The Company has claims in respect of cost over-run arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the company is reasonably certain of their realisation.
- 9 The company has applied Ind AS 116 "Leases" with effect from April 1, 2019 and recognised leases as per the requirements of Ind AS. The effect of this adoption on profit after tax for the quarter and nine months period ended December 31, 2019 is not material.
- 10 As part of the approved Resolution Plan there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the package. As the lenders are yet to implement the package, interest etc. have not accrued to them. Accordingly no provision for interest amounting to Rs.876.51 Lakhs and Rs.1972.30 Lakhs has been made for the quarter and nine months ended December 31,2019 respectively.
- 11 The Company's operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 12 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 13 All figures are in lakhs except earnings per share and figures in () denote negative/decrease.

Date: February 14, 2020
Place: New Delhi



For MBL Infrastructures Ltd.
Anjanee Kumar Lakhota
Anjanee Kumar Lakhota
Chairman & Managing Director
DIN 00357695

SARC/VK/016

Independent Auditor's Review Report on quarterly and year to date Unaudited Standalone Financial Results of MBL Infrastructures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of MBL Infrastructures Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **MBL Infrastructures Limited** ('the Company') for the quarter and nine months ended December 31, 2019 ('the Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended.
2. This statement, which is the responsibility of the Company's management and approved by the Board of Directors in its meeting held on February 14, 2020, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express 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 ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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) Regulation, 2015, as amended, to the extent applicable.

4. Based on our review conducted and procedures performed as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matters

We draw attention to the following matters in the notes to the accompanying financial results:

- a. The Resolution Plan under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by Hon'ble National Company law Tribunal, Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks was dismissed by Hon'ble NCLAT by order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending.
- b. In forming our opinion on the financial results, the financial results are prepared on going concern basis, considering the NCLT order dated April 18, 2018 approving resolution plan.
- c. Note No.3 regarding the Parent as at December 31, 2019 has (i) Non-Current Investment amounting to Rs.1,000.00 Lakhs (March 31, 2019; Rs.1,000.00 Lakhs) in its subsidiary MBL (MP) Road Nirman Company Limited in which the Parent is holding 25.14% directly and balance through wholly owned subsidiary MBL Projects Ltd.; (ii) Non-Current Investment amounting to Rs.1,200.00 Lakhs (March 31, 2019; Rs.1,200.00 Lakhs) in its wholly owned subsidiary AAP Infrastructures Limited; (iii) Non-Current Investment amounting to Rs.5,110.00 Lakhs (March 31, 2019; Rs.5,110.00 Lakhs) in its wholly owned subsidiary MBL Highway Development Company Limited. All the above entities have incurred losses due to cancellation of projects and net worth of above entities as at December 31, 2019 have been fully eroded and accordingly the net worth of these subsidiaries do not represent true market value. Claims have been filed against the cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable



recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiaries as good and recoverable.

- d. Note No.4 regarding the Parent as at December 31, 2019 has Non-Current Investment amounting to Rs.2,984.25 Lakhs (March 31, 2019; Rs.2,984.25 Lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the subsidiary which does not represent true market value. The subsidiary holds shares in downstream SPVs in which projects were cancelled/ suspended. Claims have been filed against cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.
- e. Note No.5 regarding the Company as at December 31, 2019 has Non-Current Investment amounting to Rs.18,505.23 Lakhs (March 31, 2019; Rs.18,505.23 Lakhs) holds 99.99% shares in Suratgarh Bikaner Toll Road Company Private Limited, which has capitalised the entire amount spent till date and commenced commercial operations (toll collection) w.e.f. February 17, 2019. The net worth of Suratgarh Bikaner Toll Road Company Private Limited does not represent true market value as the value of underlying investments/ assets. Based on TEV study report, certain estimates like future business plan, growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.

Our conclusion on the Statement is not modified in respect of these matters.

For SARC & Associates

Chartered Accountants

ICAI Firm Registration No.006085N



Kamal Aggarwal
Partner

Membership No.: 090129

Place: New Delhi

Dated: February 14, 2020



UDIN No.: 20090129AAAADN1988

SARC/VK/017

Independent Auditor's Review Report on quarterly and year to date Unaudited Consolidated Financial Results of MBL Infrastructures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of MBL Infrastructures Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **MBL Infrastructures Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and nine months ended December 31, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors in its meeting held on February 14, 2020, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express 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 ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of Parent's persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 financial results of the entities listed in Annexure A.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, and based on the consideration of the review reports of the other auditors referred in paragraph 7 below, 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matters

We draw attention to the following matters in the notes to the accompanying financial results:

- a. The Resolution Plan under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by Hon'ble National Company law Tribunal, Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks was dismissed by Hon'ble NCLAT by order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending.
- b. In forming our opinion on the financial results, the financial results are prepared on going concern basis, considering the NCLT order dated April 18, 2018 approving resolution plan.
- c. Note No.3 regarding the Parent as at December 31, 2019 has (i) Non-Current Investment amounting to Rs.1,000.00 Lakhs (March 31, 2019; Rs.1,000.00 Lakhs) in its subsidiary MBL (MP) Road Nirman Company Limited in which the Parent is holding 25.14% directly and balance through wholly owned subsidiary MBL Projects Ltd.; (ii) Non-Current Investment amounting to Rs.1,200.00 Lakhs (March 31, 2019; Rs.1,200.00 Lakhs) in its wholly owned subsidiary AAP Infrastructures Limited; (iii) Non-Current Investment amounting to Rs.5,110.00 Lakhs (March 31, 2019; Rs.5,110.00 Lakhs) in its wholly owned subsidiary MBL Highway Development Company Limited. All the above entities have incurred losses due to cancellation of projects and net worth of above entities as at December 31, 2019 have been fully eroded and accordingly the net worth of these subsidiaries do not represent true market value. Claims have been filed against the cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying



value of non-current assets and therefore considering the investment in above subsidiaries as good and recoverable.

- d. Note No.4 regarding the Parent as at December 31, 2019 has Non-Current Investment amounting to Rs.2,984.25 Lakhs (March 31, 2019; Rs.2,984.25 Lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the subsidiary which does not represent true market value. The subsidiary holds shares in downstream SPVs in which projects were cancelled. Claims have been filed against cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.
- e. Note No.5 regarding the Parent as at December 31, 2019 has Non-Current Investment amounting to Rs.18,505.23 Lakhs (March 31, 2019; Rs.18,505.23 Lakhs) holds 99.99% shares in Suratgarh Bikaner Toll Road Company Private Limited, which has capitalised the entire amount spent till date and commenced commercial operations (toll collection) w.e.f. February 17, 2019. The net worth of Suratgarh Bikaner Toll Road Company Private Limited does not represent true market value as the value of underlying investments/ assets. Based on TEV study report, certain estimates like future business plan, growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.

Our opinion is not modified in respect of these matters.

Auditors of one of the subsidiary company Suratgarh Bikaner Toll Road Company Private Limited in his report on financial results for the quarter ended December 31, 2019 have drawn emphasis of matter paragraphs and incorporated by us as under:

- a) Reconciliations and confirmation of loan liabilities being account classified as Non-Performing Assets (NPA) by the Banks as on December 31, 2019, however in Ind-AS Financial Statements, the same is shown both under Short term & Long term borrowings on the basis of original Sanction letter.
- b) Reliance has been placed reliance on TEV study conducted by external agency and accordingly in the opinion of the management, there is no impairment of assets as on December 31, 2019 and there is no doubt on Company's ability to continue as a going concern.

Our Opinion is not qualified in respect of this matter



7. We did not review the interim financial results of 8 subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs.91,049 Lakhs as at December 31, 2019, total revenue of Rs.1,538 Lakhs and Rs.5,538 Lakhs, total profit/(loss) after tax (net) of (Rs.1,617 Lakhs) and (Rs.4,204 Lakhs) and total comprehensive income (net) of Rs.Nil and Rs.Nil for the quarter and nine months ended December 31, 2019 respectively, as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the unaudited consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of other auditors and the procedures performed by us as stated in paragraph 3 above.

For SARC & Associates

Chartered Accountants

ICAI Firm Registration No.006085N


Kamal Aggarwal

Partner

Membership No.: 090129

Place: New Delhi

Dated: February 14, 2020



UDIN No.: 20090129AAAAD05420

Annexure 1**List of entities included in the Statement**

Name of the Entity	Relationship
AAP Infrastructures Limited	Wholly Owned Subsidiary
MBL Highway Development Company Limited	Wholly Owned Subsidiary
MBL (MP) Toll Road Company Limited	Wholly Owned Subsidiary
MBL (Haldia) Toll Road Company Limited	Wholly Owned Subsidiary
MBL Projects Limited	Wholly Owned Subsidiary
Suratgarh Bikaner Toll Road Company Private Limited	Subsidiary
MBL (MP) Road Nirman Company Limited	Subsidiary
MBL (Udaipur Bypass) Road Limited	Subsidiary

