



INFRA ENGINEERS LTD.

(Formerly known as Perfect Aircon Engg. Ltd.) CIN NO.: L29190MH1996PLC099583

Website: WWW.perfectinfra.com • Email: nm@perfectinfra.com REGO. OFFICE: Plot No. R-637,
T.T.C Industrial Area, Thane Belapur Road, MIDC Rabale, Navi Mumbai - 400 701. Tel.: 2760 6264

CORPORATE OFFICE:

168, Bhanushali Chambers,
Sant Tukaram Road, Mumbai - 400 009.
Tel.: 2348 0129 / 2348 2226 / 27

ADMINISTRATIVE OFFICE:

C-303, Kailash Esplanade,
L.B.S. Marg, Ghatkopar (West),
Mumbai - 400 086.

Date: 19th September, 2020

To,
The Manager,
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G, Bandra Kurla Complex,
Bandra (East), Mumbai-400051

Symbol: PERFECT

Subject: Outcome of the Board Meeting held on Saturday, 19th September, 2020.

Ref: Disclosure under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

Dear Sir,

The Board of Directors in their meeting held on Saturday, 19th September, 2020, inter-alia, approved the Audited Standalone and Consolidated Financial Results for the half and year ended 31st March, 2020:

In accordance with the Regulation 33 of Listing Regulation we are enclosing herewith the followings:

1. Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31st March 2020 along with the Standalone and consolidated Statement of Assets and Liabilities as at 31st March, 2020 and Standalone and consolidated Cash Flow Statement for the year ended 31st March, 2020;
2. Auditors Report on aforesaid standalone and consolidated financial results;
3. Declaration of modified opinion on the Audited Financial Results for the quarter & year ended 31st March, 2020;

The meeting commenced at 05.30 P.M and concluded at 9.00 P.M.

Kindly take the same on your record and oblige.

For Perfect Infraengineers Limited

Pravesh Palod
Digitally signed by
Pravesh Palod
Date: 2020.09.19
23:24:17 +05'30'

Pravesh Palod
Company Secretary & Compliance Officer



ISO 9001:2008 CERTIFIED COMPANY

INDEPENDENT AUDITOR'S REPORT

To the Members of PERFECT INFRAENGINEERS LIMITED Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of PERFECT INFRAENGINEERS LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its statement of Profit & loss, of the profits and its cash flows for the year ended on that date.

We draw your attention to Note 30.3B which describes that the company in absence of any future outcome has not made any provision for doubtful debts either for the cases filed with NCLT or civil cases filed against the company.

Our opinion is modified for this matter.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* 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 Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 33 to the Statement, which describes the uncertainty caused by Covid-19 pandemic and the assessment made by the management on its business and financials. This assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods.

We draw your attention to Note 4 to the Statement, whereby it describes that the Company has availed moratorium on its existing loan facilities.

The balances in Trade Receivables and Trade Payables are subject to confirmation.

Due to the Covid-19 related lockdown, we were unable to observe the Management's year-end physical verification of inventory amounting to Rs.7.25 crores. We have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit

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Evidence - Specific Considerations for Selected Items". We observed that company has many slow moving items in inventory.

The internal Audit reports for second half year ended were not available till our reporting.

Our opinion is not modified in respect of this matter.

Information Other than the Financial Statements and Auditor's Report

The Company's Board of Directors is responsible for the other information. The other information comprises of the information included in the Board of Directors report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon

Other Matters

The Company has opted for the reduced tax rate of 22% as per newly inserted section 115BAA of the Income Tax Act, 1961 during the year ended March 31, 2020, subject to the condition that the company will not avail certain deductions/exemptions.

The opinion expressed in the present report includes the information, facts and inputs made available to us through electronic means by the Company's Management and relied upon by us because the Covid-19 had induced restrictions on physical movements.

Our opinion is not modified in respect of this matter.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for 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 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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

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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 these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's 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 statements or, if such disclosures are inadequate, we are required 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 financial statements, including the disclosures, and whether the financial statements represent 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure-A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:

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- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. We have not received the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors so as to comment that none of the directors are disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **“Annexure- B”**.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position except those mentioned in notes to accounts to the financial statement.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For JCR & Co
Chartered Accountants
FRN- 105270W

Mitesh Chheda
Partner
Mem. No. 160688

Date:
Place: Mumbai

“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT

Referred to in paragraph 1 of our Report of even date to the Members of PERFECT INFRAENGINEERS LIMITED on the Standalone Financial Statements of the Company for the year ended 31st March, 2020.

On the basis of such checks as we considered appropriate and/or according to the information and details given to us during the course of our audit, we report that:

- (i). In respect of Company’s Fixed Assets:
 - (a). The Company has maintained records showing full particulars, including quantitative details and the situation of Fixed Assets. However, asset tagging needs to be done as part of improvement and demarcation.
 - (b). The Fixed Assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
 - (c). According to the information and explanations given to us and the records examined by us and based on the examination of the title deeds comprising the immovable properties are held in the name of the Company. However, we could verify only the photocopies as original title deeds for most of the properties were lying with the bank as collateral securities.
- (ii). We do not have information about the Inventory been physically verified by the management at reasonable intervals. Please refer to emphasis of matter in main audit report We suggest, the system of review needs improvement.
- (iii). According to the information and explanations given to us, the Company has not granted/taken any loans, secured or unsecured to/from companies, firms, limited liability partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Hence, the provisions of Clause(iii) of the Order are not applicable.
- (iv). According to the information and explanations given to us and the records examined by us, the company has not granted any loans during the year covered under Sections 185 &186 of the Act. Investments made by the Company are in compliance with the provisions of Section 186 of the Act.
- (v). According to the information and explanations given to us, the Company has not accepted any deposits from the public during the year covered under Sections 73 to 76 of the Act.
- (vi). According to the information and explanations given to us, maintenance of Cost Records has not been prescribed by the Central Government under Sub-section (1) of Section 148 of the Act.
- (vii). According to the information and explanations given to us in respect of Statutory Dues:

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- (a). According to the information and explanations given to us and based on the records of the Company examined by us, except for Rs.42.89 Lakhs due towards TDS, PTandGST (Details provided below), the company is regular in depositing the undisputed Statutory Dues including Provident Fund, Employees State Insurance, Income Tax, Goods & Service Tax, Custom Duty, Value Added Tax, Cess and any other material Statutory Dues to the extent applicable with appropriate authorities in India.

Details of Statutory Dues outstanding as on 31.03.2020:

Particulars	Amount (Rs.)
TDS	2,95,325
GST	38,53,191
Professional Tax	1,40,375
Total	42,88,891

The above amounts are excluding of interest on delay and penal interest/late fee.

- (b). According to the information and explanations given to us and based on the records examined by us, there are no dues in respect of Income Tax, Service Tax, Customs Duty and Excise Duty which have not been deposited on account of any dispute.
- (c). Details of dues of Central Sales Tax and Value Added Tax which have not been deposited as on 31st March, 2020 on account of disputes are given below:

Name of the Statute	Nature of Dues	Period to which the amount relates	Forum where dispute is pending	Amount involved (Rs. In Lakhs)
Maharashtra VAT Act	VAT/CST	2010-11 (Order received in March, 2018)	Appeal filed before Tribunal	90.22
Maharashtra VAT Act	VAT/CST	2013-14 (Order received in July, 2018)	Appeal filed before Tribunal	114.05

- (viii). The company has availed sanctioned soft loan of Rs. 750 Lakhs from Government (Technology Development Board), out of which Rs. 263 lakhs have been received during the year and Rs.187 Lakhs were received in the previous year. But no amount was raised through the Debentures. On the basis of our examination of records, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government or dues to debenture holders.
- (ix). Based on our audit procedures and according to the information given to us by the management, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan (except mentioned above) during the year. Hence, the provisions of Clause(ix) of the Order are not applicable.
- (x). During the course of our examination of the books and records of the Company carried in accordance with the Auditing Standards generally accepted in India, we have neither come across any instance of fraud by the Company or on the Company by its officers or employees, noticed or reported during the year not have been informed of any such instance by the Management.
- (xi). According to the information and explanations given to us, the managerial remuneration paid is in accordance with the provisions of Section 197 read with Schedule V to the Act.
- (xii). In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Hence, the provisions of Clause (xii) of the Order are not applicable.

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- (xiii). According to the information and explanations given to us, the transactions entered with related parties are in accordance with the provisions of Section 177 of the Act where applicable and the details of related party transactions have been disclosed in the Standalone Financials Statements as required by the applicable accounting standards.
- (xiv). According to the information and explanations provided to us and on an overall examination of the Balance Sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under Clause (xiv) of the Order are not applicable to the Company and, not commented upon.
- (xv). According to the information and explanations given to us, the Company has not entered into non-cash transactions with the Directors or persons connected with him and hence the provisions of Clause (xv) are not applicable to the Company.
- (xvi). According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For JCR & Co
Chartered Accountants
FRN- 105270W

Mitesh Chheda
Partner
Mem. No. 160688

Date:
Place: Mumbai

“ANNEXURE B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Perfect Infraengineers Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause(i) Of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **PERFECT INFRAENGINEERS LIMITED** (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating

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effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial control system over financial reporting of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial control over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

According to the information and explanations given to us and based on our audit, the following significant weakness has been identified as at 31st March, 2020:

(a). The control mechanism in respect of design of controls needs improvement.

In our opinion, except for the possible effects of the significant weakness described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting were operating effectively as of 31st March, 2020, based on "The internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

For JCR & Co
Chartered Accountants
FRN- 105270W

Mitesh Chheda
Partner

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Mem. No. 160688

Date:

Place: Mumbai

PERFECT INFRAENGINEERS LIMITED

Statement of Audited Standalone Financial Results for the Half year and Year ended March 31, 2020

S. No.	Particulars	Half year ended		Year ended	
		31/03/2020 Audited	30/09/2019 Unaudited	31/03/2019 Audited	31/03/2019 Audited
1	Income				
	a) Revenue from operations	2,98,41,870	2,44,78,039	5,71,21,893	10,08,50,597
	b) Other Income	4,29,883	3,00,000	17,89,545	35,95,367
	Total Income	3,02,71,753	2,47,78,039	5,89,11,438	10,44,45,964
2	Expenses				
	a) Purchases of stock-in-trade	2,28,54,793	55,33,444	2,63,87,100	7,22,24,057
	b) Changes in inventories of stock-in-trade - (Increase) / Decrease	- 86,07,668	47,31,486	58,01,248	- 1,58,89,792
	c) Employee benefits expense	17,82,287	28,82,288	43,28,619	1,02,39,694
	d) Finance costs	91,40,023	41,62,188	1,22,77,558	1,80,80,818
	e) Depreciation and amortisation expense	24,77,857	23,23,965	26,07,407	52,58,625
	f) Other expenses (Any Item exceeding 10% of total expenses relating to continuing operation to be shown separately)	42,96,136	31,75,153	63,68,148	1,28,55,853
3	Total Expenses				

		3,19,43,428	2,28,08,524	5,77,70,080	5,47,51,952	10,27,69,255
	Profit/(Loss) Before Exceptional and	-				
4	extraordinary items and Tax (1-2)	16,71,675	19,69,515	11,41,358	2,97,840	16,76,709
5	Exceptional Item					
	Profit/(Loss) Before extraordinary	-				
6	items and Tax (3-4)	16,71,675	19,69,515	11,41,358	2,97,840	16,76,709
7	extraordinary items					
		-				
8	Profit/(Loss) Before Tax (5-6)	16,71,675	19,69,515	11,41,358	2,97,840	16,76,709
		-				
	i. Current Tax	4,24,233	4,92,379	2,85,340	68,146	4,18,622
		-		-	-	-
	ii. Deferred Tax	5,99,625	4,74,429	94,236	1,25,196	1,76,914
		-			-	
9	Tax Expense	10,23,858	9,66,808	1,91,104	57,050	2,41,708
		-				
10	Profit/(Loss) for the period (7-8)	6,47,817	10,02,707	9,50,254	3,54,890	14,35,001
11	Paid up equity share capital	10,06,37,780	10,06,37,780	10,06,37,780	10,06,37,780	10,06,37,780
	Reserve (excluding Revaluation Reserves) and Surplus	10,06,41,284	10,12,82,571	-	10,06,41,284	10,02,79,863
i.)	Earning Per Share					
		-				
ii.)	Basic	0.06	0.10	0.09	0.04	0.14

For JCR & Co.
Chartered Accountants
FRN : 105270W

Mitesh D. Chheda
Partner
M. No. 160688

Place: Mumbai
Date: 19th September 2020

For and on behalf of the Board of Directors

Bhanupratap Singh
Director
DIN: 07182170

Parth Mehta
Director
DIN 08458118

Manisha Mehta
CFO



INFRA ENGINEERS LTD.

(Formerly known as Perfect Aircon Engg. Ltd.) CIN NO.: L29190MH1996PLC099583

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ADMINISTRATIVE OFFICE:

C-303, Kailash Esplanade,
L.B.S. Marg, Ghatkopar (West), Mumbai -
400 086.

PERFECT INFRAENGINEERS LIMITED

Audited Standalone Cashflow Statement for the year ended 31st March,2020

Particulars	FOR THE YEAR ENDED MARCH 31,2020	FOR THE YEAR ENDED MARCH 31,2019
CASH FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax and extraordinary items:	2,97,840	16,76,710
Depreciation	48,01,822	52,58,625
Interest Income	(3,05,463)	(2,15,893)
Provisions and credit Balances written back	(2,47,901)	(11,86,469)
Discount	-	(10,713)
(Profit)/Loss on sale of fixed assets	-	-
Excess Provision written off	-	(15,82,292)
Other Adjustments		58,31,688
Interest on Borrowings	1,33,02,211	1,80,80,818
Share Issue Expenses W/off	17,63,536	17,63,536
Operating Profit before Working Capital changes	1,96,12,045	2,96,16,009
Adjustments for:		
Inventories (Increase) / Decrease	(38,76,182)	(1,58,89,792)
Trade Receivables (Increase)/Decrease	(1,85,45,307)	39,76,606
Loans and advances (Increase) /Decrease	10,57,911	19,99,170

Other non current assets and Current Assets (Increase)/Decrease	71,03,164	3,30,470
Trade payables Increase / (Decrease)	(42,32,107)	88,99,172
Other current liabilities and provisions Increase/ (Decrease)	(51,04,233)	(1,89,64,050)
Cash generated from Operations	(39,84,709)	99,67,585
Direct taxes received / (paid)	(31,854)	(51,67,405)
Net Prior Year adjustments		
Cash Flow from Operating Activities	(40,16,563)	48,00,180
Extraordinary items:		
Extraordinary item		
Net Cash from Operating Activities: (A)	(40,16,563)	48,00,180
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investment		
Purchases of Fixed Assets \WIP\Capital Advance	(1,27,86,383)	(1,06,58,618)
Proceeds from Sale of Fixed Assets		-
Interest Income	3,05,463	2,15,893
Net cash generated from/(used in) investing activities (B)	(1,24,80,920)	(1,04,42,725)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds From Fresh Issue	-	1,67,00,013
Increase (Decrease) in Unsecured Loans	(29,690)	(1,39,68,439)
Increase/(Decrease) in Loans from Bank TDB	2,63,00,000	1,87,00,000
Increase/(Decrease) in Long Term Borrowings		(19,55,180)

Increase/(Decrease) in Short Term Borrowings	14,69,903	(6,27,706)
Interest /Finance Charges paid	(1,33,02,211)	(1,80,80,818)
Dividend Paid / Dividend Distribution Tax Paid		-
Share issue Expenses		17,63,536
Fixed Deposit held with Bank as margin Money	11,03,923	24,44,483
Net cash received from/(used in) financing activities (C)	1,55,41,925	49,75,889
Net increase in cash and cash equivalents (A + B + C)	(9,55,558)	(6,66,656)
Cash and cash equivalents (Opening)	(5,36,984)	1,27,085
Cash and cash equivalents (Closing)	(14,92,542)	(5,36,984)

For and on behalf of the Board of Directors

For JCR & Co.
Chartered Accountants
FRN : 105270W
Mitesh D. Chheda
Partner
M. No. 160688

Bhanupratap Singh
Director
DIN 07182170

Parth Mehta
Director
DIN 08458118

Manisha Mehta
CFO

Place: Mumbai
Date: 19th September 2020



INFRA ENGINEERS LTD.

(Formerly known as Perfect Aircon Engg. Ltd.) CIN NO.: L29190MH1996PLC099583

Website: WWW.perfectinfra.com • Email: nm@perfectinfra.com REGO. OFFICE: Plot No. R-637,
T.T.C Industrial Area, Thane Belapur Road, MIDC Rabale, Navi Mumbai - 400 701. Tel.: 2760 6264

CORPORATE OFFICE:

168, Bhanushali Chambers,
Sant Tukaram Road, Mumbai - 400 009. Tel.:
2348 0129 / 2348 2226 / 27

ADMINISTRATIVE OFFICE:

C-303, Kailash Esplanade,
L.B.S. Marg, Ghatkopar (West), Mumbai -
400 086.

Audited Standalone Statement of Assets and Liabilities as at March 31, 2020

(in ₹)

S. No.	Particulars	31st March, 2020 Audited	31st March, 2019 Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	10,06,37,780	10,06,37,780
	(b) Reserves and surplus	10,06,34,753	10,02,79,863
	(c) Money received against share warrants	2,67,95,615	
	Sub-total - Shareholders' funds	22,80,68,148	20,09,17,643
2	Share application money pending allotment		
	Non-current liabilities		
3	(a) Long-term borrowings	5,47,60,744	2,84,90,434
	b) Deferred tax liabilities (net)	22,27,484	23,52,680
	(c) Other long-term liabilities	87,550	1,83,050
	(d) Long-term provisions	8,80,738	13,01,488
	Sub-total - Non-current liabilities	5,79,56,516	3,23,27,652
	Current liabilities		
4	(a) Short-term borrowings	8,88,24,012	8,73,54,109
	(b) Trade payables	2,13,11,536	2,55,43,643
	(c) Other current liabilities	97,46,006	1,36,06,644
	(d) Short-term provisions	10,47,998	17,32,743
	Sub-total - Current liabilities	12,09,29,552	12,82,37,139
	TOTAL - EQUITY AND LIABILITIES	40,69,54,216	36,14,82,434
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets		

	13,43,12,084	9,92,71,169
(b) Non Current Investments	1,00,93,122	1,00,93,122
(c) Deferred tax assets (net)		
(d) Long-term loans and advances	97,59,897	94,82,460
(e) Other non-current assets	13,38,063	26,71,791
Sub-total - Non-current assets	15,55,03,166	12,15,18,542
2 Current assets		
(a) Current investments		
(b) Inventories	7,25,26,933	6,86,50,751
(c) Trade receivables	8,39,83,001	6,54,37,694
(d) Cash and bank balances	45,93,381	66,52,861
(e) Short-term loans and advances	1,15,52,239	1,28,87,586
(f) Other current assets	7,87,95,497	8,63,35,000
Sub-total - Current assets	25,14,51,051	23,99,63,892
Total -Assets	40,69,54,217	36,14,82,434

For and on behalf of the Board of Directors

Bhanupratap Singh
Director
DIN 07182170

Parth Mehta
Director
DIN 08458118

Manisha Mehta
CFO

Place: Mumbai
Date: 19th September 2020



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Mumbai - 400 086.

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2020				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	5,50,49,792	5,50,49,792
	2.	Total Expenditure	5,46,94,902	5,46,94,902
	3.	Net Profit/(Loss)	3,54,890	3,54,890
	4.	Earnings Per Share	0.04	0.04
	5.	Total Assets	40,69,60,746	40,69,60,746
	6.	Total Liabilities	17,88,86,067	17,88,86,067
	7.	Net Worth	22,80,74,679	22,80,74,679
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification: i.) The Company has not made any provision for doubtful debts either for the cases filed with NCLT or civil Cases filed against the company. ii.) Weakness in the control mechanism in respect of design of controls needs improvement.			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion			
	c. Frequency of qualification: Yearly			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Nil The management is in the opinion that the cases which are in dispute will be in the favor of the Company and amount for those cases are substantial in nature. The cases which are not disputed is already booked as liability.			
	(ii) If management is unable to estimate the impact, reasons for the same: NA			
	(iii) Auditors' Comments on (i) or (ii) above: Agreed for above			
III.	<u>Signatories:</u>			
	*CEO/Managing Director			
	*CFO			
	*Audit Committee Chairman			
	*Statutory Auditor			
	Place: Mumbai			
	Date: 19 th September, 2020			

*Signature is not possible due to impact of COVID 19

PERFECT INFRAENGINEERS LIMITED

Consolidated Balance Sheet as on 31st March,2020

Particulars	Note no.	As at 31st March,2020	As at 31st March,2019
I. <u>EQUITY & LIABILITIES</u>			
1 Shareholder's Funds			
(a) Share capital	2	100,637,780	100,637,780
(b) Other Equity	3	99,961,016	97,992,566
© Application money received pending allotment		26,795,615	
2 Non-current liabilities			
(a) Long-term borrowings	4	55,353,383	29,423,462
(b) Deferred tax liability (net)	5	2,382,065	2,957,757
(c) Other long - term liabilities	6	87,550	183,050
(d) Long-term provisions	7	880,738	1,301,488
3 Current liabilities			
(a) Short-term borrowings	8	100,547,739	98,903,440
(b) Trade payables	9	14,035,447	18,855,173
(c) Other current liabilities	10	9,695,960	14,408,415
(d) Short-term provisions	11	1,372,681	1,885,330
TOTAL		411,749,972	366,548,461
II. <u>ASSETS</u>			
1 Non-current assets			
<u>(a) Property, Plant and Equipments</u>			
Tangible assets	12	48,731,407	50,729,762
Intangible assets	12	1,704,181	84,413

Capital Work In Progress	12	88,945,693	55,535,172
(b) Non Current Investments	13	582,122	582,122
(c) Long-term loans and advances	14	9,784,897	9,507,460
(d) Other non-current assets	15	1,352,085	2,725,702

2

Current assets

(a) Inventories	16	76,788,988	69,700,385
(b) Trade receivables	17	87,452,330	70,193,922
(c) Cash and bank balances	18	5,056,253	6,955,703
(d) Short-term loans and advances	19	11,748,380	12,902,886
(e) Other current assets	20	79,603,638	87,630,934

TOTAL

411,749,972

366,548,461

Significant Accounting Policies

1

Notes form an integral part of the financial statements

2 to 37

As per our Report of even date

For JCR & Co.

Chartered Accountants

FRN : 105270W

For and on behalf of the Board of Directors

Mitesh D. Chheda
Partner

Parth Mehta
Director

Bhanupratap Singh
Director

M. No. 160688

Place: Mumbai
Date: 19th Sept,2020

Manisha Mehta
CFO

PERFECT INFRAENGINEERS LIMITED
Consolidated Statement of Profit & Loss for year ended 31st March, 2020

	Particulars	Note No.	31st March,2020	31st March,2019
I.	Revenue from operations	21	49,458,799	103,276,597
II.	Other Income	22	1,620,902	5,902,808
III.	Total Revenue (I + II)		51,079,700	109,179,405
IV.	<u>Expenses:</u>			
	Cost of Materials/Services Consumed	23	15,932,816	57,400,536
	Employee benefits expense	24	5,168,309	10,582,425
	Finance costs	25	15,187,896	20,138,159
	Depreciation and amortization expense	12	5,339,657	6,252,263
	Other expenses	26	7,665,436	13,681,266
	Total Expenses		49,294,114	108,054,648
V.	Profit before tax (III- IV)		1,785,586	1,124,757
VI.	Tax Expense:			
	(1) Current tax		392,829	572,910
	(2) Deferred tax		(575,692)	(143,260)
	(3) Excess Provision of Previous Year			
			(182,863)	429,650
VII.	Minority Interest			

VII. Profit (Loss) for the period (V-VI)

1,968,450	695,107
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VIII. Earnings per equity share:
Face value of Rs. 10 each
-Basic and Diluted

27

0.20

0.07

Significant Accounting Policies

1

Notes form an integral part of the financial statements

2 to 37

**As per our Report of even date
For JCR & Co.
Chartered Accountants
FRN : 105270W**

For and on behalf of the Board of Directors

**Mitesh D. Chheda
Partner
M. No. 160688**

**Parth Mehta
Director**

**Bhanupratap
Singh
Director**

**Place: Mumbai
Date: 19th Sept,2020**

**Manisha
Mehta
CFO**

PERFECT INFRAENGINEERS LIMITED

CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2020

	Amount	Amount
Particulars	FOR THE YEAR ENDED MARCH 31,2020	FOR THE YEAR ENDED MARCH 31,2019
CASH FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax and extraordinary items:	638473	21,06,063
Depreciation	5339686	62,52,262
Interest and Dividend Income	-380463	(3,07,893)
Profit on Sale of Investments		-
Provisions written back	-247901	30,52,214
Misc Exp w/off	112461	46,900
Profit / (Loss) on sale of fixed assets		(4,87,157)
Provision for Gratuity		-
Interest on Borrowings	15187896	2,01,38,159
Share Issue Expenses	1763536	17,63,536
Other Adjustments	1282028	
Operating Profit before Working Capital changes	2,36,95,716	3,25,64,084
Adjustments for:		
Inventories (Increase) / Decrease	-5941520	(2,36,83,903)
Trade Receivables (Increase) / Decrease	(1,66,52,324)	89,25,549
Loans and advances (Increase) / Decrease	10,57,911	41,23,881
Other non current assets and Current Assets (Increase) / Decrease	74,50,008	3,60,270
Trade payables Increase / (Decrease)	(54,25,810)	88,85,709
Other current liabilities and provisions Increase / (Decrease)	(60,33,693)	(2,42,91,195)
Cash generated from Operations	(18,49,711)	68,84,395

Direct taxes received / (paid)	-30144	-5164817
Net Prior Year adjustments	NIL	NIL
Cash Flow from Operating Activities	(18,79,855)	17,19,578
Extraordinary items:		
Extraordinary item		-
Net Cash from Operating Activities: (A)	(18,79,855)	17,19,578
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investment		-
Purchases of Fixed Assets \WIP\Capital Advance	-12786383	-6167558.28
Proceeds from Sale of Fixed Assets		-
Capital Subsidy received		-
Proceeds from Share issue		-
Proceeds from Sale of Share (Investments)		-
Purchase of investments -Gold coin		-
Purchase of investments on Conversion of CCD Application money		-
Conversion of CCD Application money to Equity Investment		-
Purchase of Investments - Shares		-
Realisation from Sale of investments - Subsidiaries *		
Purchase of Investment		
Sale proceeds from sale of shares		
Interest and Dividend Income	380463	307893
Net cash generated from/(used in) investing activities (B)	(1,24,05,920)	(58,59,665)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds From Fresh Issue		

		1,67,00,013
Increase in Unsecured Loans	18540	-13424030
Increase/Decrease in Loans from Bank (Net)	2,75,55,680	1,61,55,176
Due to Bank not considered		-
Interest /Finance Charegs paid	-15187896	-20138158.8
Dividend Paid / Dividend Distribution Tax Paid		-
Share issue Expenses		17,63,536
Fixed Deposit held with Bank as margin Money	11,03,923	24,44,483
Net cash received from/(used in) financing activities (C)	1,34,90,247	35,01,019
Net increase in cash and cash equivalents (A + B + C)	(7,95,528)	(6,39,068)
Cash and cash equivalents (Opening)	(2,34,142)	4,04,927
Cash and cash equivalents (Closing)	-10,29,669	(2,34,142)
Cash and Cash equivalents as restated	(10,29,670)	(2,34,141)

(i) The above Cash Flow Statement has been prepared under the " Indirect Method" as set out in Accounting Standard-3 "Cash Flow Statement".

(ii) Previous year's figures have been regrouped/rearranged/recast wherever necessary to make them comparable with those of current year.

As per our Report of even date

**For JCR & Co.
Chartered Accountants
FRN : 105270W**

**For and on behalf of the
Board of Directors**

**Parth Mehta
Director**

**Bhanupratap Singh
Director**

**Mitesh D. Chheda
Partner**

M. No. 160688

Place: Mumbai

Date: 19th September,2020

**Manisha Mehta
CFO**



INDEPENDENT AUDITOR'S REPORT

To the Members of PERFECT INFRAENGINEERS LIMITED Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of PERFECT INFRAENGINEERS LIMITED (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2020, and the consolidated statement of Profit and Loss, and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of their consolidated state of affairs of the Company as at March 31, 2020, its statement of consolidated Profit & loss, of the profits, and its consolidated cash flows for the year then ended.

We draw your attention to Note 30.3B which describes that the company in absence of any future outcome has not made any provision for doubtful debts either for the cases filed with NCLT or civil cases filed against the company.

Our opinion is modified for this matter.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

—

We draw your attention to Note 33 to the Statement, which describes the uncertainty caused by Covid-19 pandemic and the assessment made by the management on its business and financials. This assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods.

We draw your attention to Note 4 to the Statement, whereby it describes that the Company has availed moratorium on existing facilities.



The balances in Trade Receivables and Trade Payables are subject to confirmation.

Due to the Covid-19 related lockdown, we were unable to observe the Management's year-end physical verification of inventory amounting to Rs.7.67crores. We have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items". We observed that company has many slow moving items in inventory.

Our opinion is not modified in respect of this matter.

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises of the information included in the Board of Directors report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance/conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

When we read the Annual Report, if we conclude that there is a material misstatement therein, then we will communicate the matter to those charged with governance.

Other Matters

The Company has opted for the reduced tax rate of 22% as per newly inserted section 115BAA of the Income Tax Act, 1961 during the year ended March 31, 2020, subject to the condition that the company will not avail certain deductions/exemptions.

The opinion expressed in the present report includes the information, facts and inputs made available to us through electronic means by the Holding Company's Management and relied upon by us because the Covid-19 had induced restrictions on physical movements.

Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its subsidiaries are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for

-
safeguarding the assets of the Group 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its entities are responsible for assessing the ability of the Group and of its entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its entities is responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are 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 these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's 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 ability of the Group and its associates and jointly controlled entities 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 consolidated financial statements or, if such disclosures are inadequate, we are required 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 Group and its associates and jointly controlled entities to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report, to the extent applicable, that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.



(e) We have not received the written representations received from the directors of the Holding Company as on 31st March, 2020 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company incorporated in India, so as to comment that none of the directors of the Group companies, are disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in “Annexure-A”.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. There were no pending litigations which would impact the consolidated financial position of the Group entities except those mentioned in notes to accounts to the financial statement.
- ii. The Group entities did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies, associate companies and jointly controlled companies incorporated in India.

For JCR & Co.
Chartered Accountants
FRN- 105270W

Mitesh Chheda
Partner
Mem. No. – 160688

Date: 19th September 2020
Place: Mumbai



“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in point 2(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Perfect Infraengineers Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause(i) Of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **PERFECT INFRAENGINEERS LIMITED** (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standard on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is insufficient and appropriate to provide a basis for our audit opinion on the internal financial control system over financial reporting of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial control system over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

According to the information and explanations given to us and based on our audit, the following significant weakness has been identified as at 31st March, 2020:

(a). The control mechanism in respect of design of controls needs improvement.

In our opinion, except for the possible effects of the significant weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting were operating effectively as of 31st March, 2020, based on "The internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".



For JCR & Co
Chartered Accountants
FRN- 105270W

Mitesh Chheda
Partner
Mem. No. 160688

Date: 19th September 2020
Place: Mumbai

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2020 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	51,079,700	51,079,700
	2.	Total Expenditure	5,08,96,837	5,08,96,837
	3.	Net Profit/(Loss)	19,68,450	3,54,890
	4.	Earnings Per Share	0.20	0.04
	5.	Total Assets	41,17,49,972	40,69,60,746
	6.	Total Liabilities	18,43,55,562	17,88,86,067
	7.	Net Worth	22,73,94,411	22,80,74,679
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: i.) The Company has not made any provision for doubtful debts either for the cases filed with NCLT or civil Cases filed against the company. ii.) Weakness in the control mechanism in respect of design of controls needs improvement.			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion			
	c. Frequency of qualification: Yearly			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Nil The management is in the opinion that the cases which are in dispute will be in the favor of the Company and amount for those cases are substantial in nature. The cases which are not disputed is already booked as liability.			
	(ii) If management is unable to estimate the impact, reasons for the same: NA			
	(iii) Auditors' Comments on (i) or (ii) above: Agreed for above			
III.	Signatories:			
	*CEO/Managing Director			
	*CFO			
	*Audit Committee Chairman			
	*Statutory Auditor			
	Place: Mumbai			
	Date: 19 th September, 2020			

*Signature is not possible due to impact of COVID 19