

SPML INFRA LIMITED

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CIN: L40106DL1981PLCO12228

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31.12.2017

Particulars	(₹ in Lakhs)				
	Quarter ended 31/12/2017	Quarter ended 30/09/2017	Quarter ended 31/12/2016	9 months ended 31/12/2017	9 months ended 31/12/2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Revenue					
a. Net Sales/ Income from Operations	34,408.42	19,761.12	43,122.53	86,641.57	1,13,618.43
b. Other Income	541.27	758.16	7,208.17	2,574.79	8,529.24
Total Income	34,949.69	20,519.28	50,330.70	89,216.36	1,22,147.67
2. Expenses					
a. Materials consumed and direct expenses					
b. Purchase of Traded Goods	11,922.89	12,831.67	11,074.08	46,412.46	46,575.15
c. Changes in Work in Progress and Traded goods	12,724.11	667.38	27,158.51	16,162.75	48,848.67
d. Employee Benefit Expenses	-	-	140.64	-	(61.01)
e. Depreciation and Amortization expenses	1,125.50	1,140.46	1,110.74	3,453.23	3,694.20
f. Other Expenses	193.64	191.89	262.00	578.73	793.32
g. Finance cost	1,584.89	1,082.66	5,900.15	4,332.64	9,059.24
Total Expenses	34,076.38	19,524.01	50,422.92	86,520.27	1,22,948.56
3. Profit before Tax (1-2)	873.31	995.27	(92.22)	2,696.09	(800.89)
4. Tax Expense					
a. Current tax	139.23	259.56	32.67	575.39	74.90
b. Deferred Tax	(108.91)	(79.59)	(87.20)	(239.37)	(404.24)
Total Tax Expenses	30.32	179.97	(54.53)	336.02	(329.34)
5. Net Profit after Tax (3-4)	842.99	815.30	(37.69)	2,360.07	(471.55)
6. Other comprehensive income/ (expenses) (net of tax) not to be reclassified to statement of Profit or Loss in subsequent periods					
Remeasurement of Post Employment Defined Benefit obligation	(3.40)	(0.22)	0.44	(7.57)	(6.56)
7. Total Comprehensive Income for the period	839.59	815.08	(37.25)	2,352.50	(478.11)
8. Paid-up equity share capital - (of Rs 2/- each)	819.45	819.45	819.45	819.45	819.45
9. Other Equity					
10. Earnings per equity share (nominal value of equity share ₹ 2 each)					
Basic & Diluted (in ₹)					
*(not annualized)	2.29	2.22	(0.10)	6.42	(1.30)
<i>(see accompanying notes to Financial Results)</i>					

Dated: 14/02/2018
Place: Kolkata

For SPML Infra Limited

Subhash Chand Sethi
Chairman
DIN: 00464390



Notes:-

1. Beginning April 2017, the Company has for the first time adopted Indian Accounting Standard ("Ind AS") with a transition date of April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder.

2. Reconciliation between net profit previously reported ("referred to as Previous GAAP") and Ind AS for the Quarter and Nine Months ended December 31, 2016

Particulars	Quarter ended 31-12-2016	Nine months ended 31-12- 2016
Net Profit as per Previous GAAP		
Increase in Profit due to:	127.07	292.27
Gain on measuring Investments in Mutual Funds at Fair Value	3.68	6.64
Reclassification of net Actuarial loss on employee defined benefit plans to Other Comprehensive Income	(0.67)	10.04
Total Increase	3.01	16.68
Decrease in Profit due to:		
Increase in Borrowing cost pursuant to application of effective interest method	15.32	29.99
Provision for Expected Credit Losses on Trade Receivables	239.65	1,154.75
Total Decrease	(254.97)	(1,184.74)
Deferred Tax impact on above entries	(87.20)	(404.24)
Net Profit under Ind AS	(37.69)	(471.55)
Other Comprehensive Income	0.44	(6.56)
Total Comprehensive Income under Ind AS	(37.25)	(478.11)

3. The Statutory auditors have expressed their inability to comment upon the recoverability/ realisability of certain trade receivables amounting to Rs. 3,402.74 lakhs, in respect of certain contracts with customers, which are under arbitration / dispute. The management, based on the facts of the cases is confident to recover / realize the above amounts. Pursuant to adoption of IND AS following the expected credit loss model, Rs. 7,795.28 lakhs have been provided out of the gross debtors of Rs. 11,198.02 lakhs which are under arbitration/ dispute and were a subject matter of the auditors qualification as at March 31st, 2017.

Further, the management has assumed the fair value of other assets (Fixed Assets and Inventories aggregating to Rs. 1,598.83 lakhs) as NIL considering that the matter is under arbitration/ dispute.

4. The Statutory auditors have drawn attention to the recovery of trade receivables of Rs. 24,986.52 lakhs and recognition of interest income of Rs. 357.45 lakhs during the quarter ended December 31st, 2017 arising out of arbitration awards pronounced in favour of the Company. Against these awards, the customers have preferred appeals in the jurisdictional courts and the legal proceedings are going on. Pending the outcome of the said legal proceedings, the above amounts are being carried forward as receivable as the management believes that the final outcome of the appeals would be in favour of the Company based on the facts of the respective cases and is confident to recover the aforesaid claims in full.

5. Pursuant to the S4A Scheme approved by the Office of the Overseeing Committee (OC) constituted by RBI on October 6, 2017, in respect of borrowings from the Consortium of Lenders and subsequent approval of the Shareholder at the Extra-ordinary General Meeting (EGM) of the Company held on November 20, 2017, the Company has allotted 54,53,517 Optionally Convertible Debentures (OCDs) having face value of Rs.1000/- each fully paid to such Lenders as per the terms and conditions laid down in the Debenture Trust Deed executed by the Company during the Quarter ended 31.12.2017. The Company has also transferred 78,92,525 Equity Shares of the Company to the Consortium Lenders during the Quarter ended 31.12.2017, as per the terms of the aforesaid scheme. The Company has also provided Rs.742.80 Lacs during the Quarter ended 31.12.2017 as Interest accrued but not due on OCDs in terms of the S4A Scheme.

6. The Ind AS Compliant figures for the Corresponding previous quarter/ nine months ended December 31, 2016 have not been subjected to review/ audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affair.

7. The formats for the un-audited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016.

8. There is a possibility that these Quarterly financial results may require adjustments before constituting the final Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in Financial reporting requirements arising from new or revised standards or or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.

9. The above financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company at their respective meetings held on 14th February, 2018.

10. The Company is primarily engaged in the business of construction, which is as per Ind AS 108 on "Segment Reporting" notified pursuant to Companies (Indian Accounting Standard) Rules, 2015 is considered to be the only reportable business segment. The Company is primarily operating in India which is considered as single geographical segment.

11. There was no exceptional item during the quarter ended 31 December, 2017

12. Previous period figures have been regrouped/ re-arranged wherever considered necessary to conform to the figures presented in the current period.





MAHESHWARI & ASSOCIATES

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Limited Review Report

To,

The Board of Directors,

SPML Infra Limited.

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **SPML Infra Limited** ('the Company') for the quarter and nine months ended December 31, 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016, dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and nine months December 31, 2016, including the reconciliation of profit/loss of the corresponding periods between the previous GAAP and Ind AS, as reported in this Statement have been approved by the Company's Board of Directors but have not been subjected to review, as stated in Note no. 6 to this Statement.
2. The preparation of the Statement in accordance with the 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 Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016, dated July 5, 2016, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in their meeting held on February 14, 2018. Our responsibility is to issue a report on this Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.





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4. Attention is invited to Note no. 3 to the Statement regarding the Company's trade receivables, as at 31st December, 2017 of Rs. 3,402.74 lakhs (31st March, 2017 : Rs.11,198.02 lakhs & 31st December, 2016 : Rs.10,009.84 lakhs) relating to projects foreclosed by Clients in earlier years and where the claims are presently under arbitration/ litigation proceedings . Pending the ultimate outcome of these matters, which is presently unascertainable, we are unable to comment on the recoverability of the aforesaid trade receivables. The Limited Review Report for the quarter and half year ended 30th September, 2017, the Limited Review Report for the quarter ended 30th June, 2017, Auditor's Report for the year ended 31st March, 2017 and the Limited Review Report for the quarter and nine months ended 31st December, 2016 were also qualified in respect of this matter.
5. Based on our review conducted as above , except for the possible effects of the matter described in the previous paragraph , nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5th July , 2016 including the manner in which it is to be disclosed , or that it contains any material misstatement.
6. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter and nine months ended 31st December, 2016 and accordingly, we do not express any conclusion on the results in the Statement for the quarter and nine months ended 31st December, 2016.
7. We draw attention to Note no. 4 to the Statement , regarding uncertainties relating to the recoverability of trade & other receivables of Rs. 24,986.52 lakhs as at 31st December, 2017 (31st March, 2017 : Rs.23,358.81 lakhs & 31st December, 2016 : Rs.22,855.80 lakhs) and interest income on arbitration awards for Rs. 357.45 lakhs during the quarter ended 31st December, 2017, (31st March, 2017 : Rs.6603.38 lakhs & 31st December, 2016 : Rs. 5,063.48 lakhs). All these amounts relate to the appeals filed by clients pending in various courts in relation to the arbitrations awards passed in favor of the Company and recognized in the current \period and earlier years. Pending the ultimate outcome of these matters, which is presently unascertainable, no adjustments have been made in the accompanying Statement.

Our review report is not modified in respect of this matter.





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8. Corresponding figures for all periods prior to the quarter ended September 30, 2017 included in the Statement are based on the previously issued standalone financial results that were reviewed/audited by the predecessor auditors who expressed qualified opinion with a emphasis of matter paragraph (vide their limited review report dated 12th September, 2017 on the quarterly standalone financial results for the period ended 30th June, 2017, limited review dated 10th February, 2017 on the quarterly and nine months ended standalone financial results for the period ended 31st December, 2016 and audit report dated May 19, 2017 on the annual standalone financial results for the year ended March 31, 2017), furnished to us and relied upon for the purpose of our limited review report dated 14th January, 2018 on the quarterly and nine months standalone financial results for the period ended 31st December, 2017.

For Maheshwari & Associates
Chartered Accountants
FRN: 311008E

CA. Bijay Murmuria
Partner
Membership No. : 055788



Place: Kolkata
Date: 14th February, 2018