



30th May, 2019

To
The National Stock Exchange of India Ltd.,
Exchange Plaza, Bandra kurla Complex,
Bandra (East),
Mumbai – 400 051.

To
The BSE Limited.,
Pheroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 023.

Fax No.022-26598237/38

Fax No. 022- 22723121/3719

Dear Sir / Madam,

Re: Compliance with Regulation 33 & 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

In compliance with the above Regulations we are herewith submitting audited Financial Results for the quarter and year ending 31st March 2019 duly approved by the Resolution professional on 30th May 2019. The Audit Reports and statement on Impact of Audit qualifications in respect of the audited Financial Results are also attached.

The same may please be taken on record.

Thanking you,

Truly yours
For IVRCL Limited

B. Subrahmanyam
Company Secretary

IVRCL LIMITED

Regd. Office : M-22/3RT, Vijayanagar Colony, Hyderabad - 500 057, Telangana, India
Tel.: +91-40-3093 1999 (30 Lines), 2334 8467 / 3678 / 3550

Fax: +91-40-2334 5004 e-mail: info@ivrinfra.com, website: www.ivrcl.com

CIN: L45201AP1987PLC007959

Corporate Office : "MIHIR", 8-2-350/5/A/24/1B

Road # 2, Panchavati Colony, Banjara Hills, Hyderabad - 500 034, Telangana, India

Tel.: +91-40-3093 1111 / 1444 (60 Lines), 2335 6613 / 15 / 18 / 21 / 51-55, Fax: +91-40-3093 1122

An Integrated Management System (IMS) Certified Company





Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2019

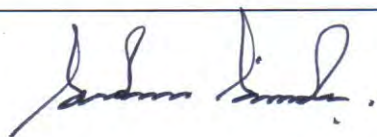
(₹ in lakhs except share data)

Sl. No.	Particulars (Refer Notes below)	Quarter Ended			Year Ended	
		March 31, 2019	Dec 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
I.	Revenue from operations	12,112.52	17,099.37	17,175.70	72,923.34	1,41,346.69
II.	Other income	590.23	318.60	7,117.05	2,307.61	8,653.65
III.	Total income (I+II)	12,702.75	17,417.97	24,292.75	75,230.95	1,50,000.34
IV.	EXPENSES					
	a) Cost of construction materials consumed	380.98	605.74	4,509.58	4,903.65	22,238.40
	b) Sub-contracting expense	7,327.34	12,542.76	21,979.62	46,941.91	96,288.27
	c) Masonry, labour and other construction expense	3,318.40	3,170.74	13,979.77	18,584.42	47,237.29
	d) Employee benefits expense	1,178.40	1,942.75	1,808.57	6,915.45	10,126.13
	e) Finance costs	31,121.55	30,137.58	44,554.33	1,21,919.62	1,01,385.40
	f) Depreciation and amortisation expense	1,027.07	1,140.38	1,489.40	4,824.28	6,464.05
	g) Other expenses	2,612.88	1,792.25	3,776.50	8,196.94	18,251.47
	Total expenses (IV)	46,966.62	51,332.20	92,097.77	2,12,286.27	3,01,991.01
V.	Profit/(Loss) before exceptional items and tax (III-IV)	(34,263.87)	(33,914.23)	(67,805.02)	(1,37,055.32)	(1,51,990.67)
VI.	Exceptional items (Refer note 4 {c})	473.48	7,059.33	47,539.52	17,322.82	47,539.52
VII.	Profit/ (Loss) before tax (V-VI)	(34,737.35)	(40,973.56)	(1,15,344.54)	(1,54,378.14)	(1,99,530.19)
VIII.	Tax expense:					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax	37.21	37.21	(102.23)	148.84	(408.91)
IX.	Profit / (Loss) for the period from continuing operation (VII-VIII)	(34,774.56)	(41,010.77)	(1,15,242.31)	(1,54,526.98)	(1,99,121.28)
X.	Other Comprehensive Income					
	a) Items that will not be reclassified to Profit or Loss					
	i) Remeasurements of the defined benefit Plans	(197.13)	34.17	190.32	9.48	(20.14)
	ii) Income Tax effect on above	68.22	(11.82)	(65.86)	(3.28)	6.97
	b) Item that may be reclassified to profit or loss					
	i) Exchange differences on translation of a foreign currency	-	-	33.83	-	25.15
	ii) Income Tax effect on above	-	-	-	-	-
	Total Comprehensive Income / (Loss) for the period (Total X)	(128.91)	22.35	158.29	6.20	11.98
XI.	Total comprehensive income for the period (comprising profit / (loss) and Other Comprehensive Income for the period) (IX+X)	(34,903.47)	(40,988.42)	(1,15,084.02)	(1,54,520.78)	(1,99,109.30)
XII.	Paid up equity share capital (Face value of Rs. 2 each)	15,657.95	15,657.95	15,657.95	15,657.95	15,657.95
XIII.	Earnings per equity share (of Rs. 2 each) (not annualised for quarterly results)					
	EPS (in Rs.)					
	Basic & Diluted	(4.46)	(5.24)	(14.72)	(19.74)	(25.43)
	(See Accompanying notes (1 - 8)					



Statement of Assets and Liabilities

				Standalone
Particulars			As at March 31, 2019	As at March 31, 2018
I. ASSETS				
1. Non-Current Assets				
	(a) Property, Plant and Equipment		16,238.86	21,017.57
	(b) Investment Properties		2,416.73	2,461.91
	(c) Financial Asset			
	(i) Investments	1,83,255.12		1,83,194.12
	(ii) Trade Receivable	44,345.35		29,435.15
	(iii) Loans	5,806.12		5,376.04
	(iv) Others	1,02,821.13	3,36,227.72	92,962.21
	(d) Deferred Tax Asset (net)		97,498.29	3,10,967.51
	(e) Non-current Tax assets (Net)		7,750.85	97,650.41
	(f) Other Non - Current Assets		15231.26	9,448.76
			4,75,363.71	4,56,777.42
2. Current Assets				
	(a) Inventories		5,298.57	6,667.49
	(b) Financial Asset			
	(i) Investments			
	(ii) Trade Receivables	1,00,076.00		1,19,258.04
	(iii) Cash and cash equivalent	8,739.42		15,723.04
	(iv) Bank balances (other than iii above)	2,178.68		2,568.99
	(v) Loans	55,757.30		55,757.30
	(vi) Others	24,296.04	1,91,047.44	21,958.39
	(c) Other Tax Assets (net)		3,573.60	
	(d) Other Current Assets		1,48,378.33	1,60,867.53
			3,48,297.94	3,82,800.79
	TOTAL ASSETS		8,23,661.65	8,39,578.21
II Equity and Liabilities				
1. Equity				
	(a) Equity Share Capital	15,657.95		15,657.95
	(b) Other Equity	(3,30,595.75)		(1,76,064.64)
	Total Equity		(3,14,937.80)	(1,60,406.69)
2. Liabilities				
Non-Current Liabilities				
	(a) Financial Liabilities			
	(i) Borrowings			
	(b) Provisions	399.89		539.12
			399.89	539.12
3. Current Liabilities				
	(a) Financial Liabilities			
	(i) Short-Term Borrowings	7,05,808.81		6,21,789.48
	(ii) Trade Payables			
	a) Total Outstanding due to Micro Enterprises and Small Enterprises	80.11		280.00
	b) Total Outstanding due of Creditors other than Micro enterprises and Small enterprises	1,31,960.87		1,29,061.51
	(iii) Other financial Liabilities	2,31,476.35		1,72,790.68
			10,69,326.14	9,23,921.67
	(b) Other Current Liabilities		55,090.24	61,506.82
	(c) Provisions		13,783.18	14,017.29
	Total Equity and Liability		8,23,661.65	8,39,578.21


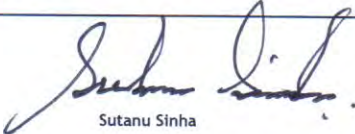



Notes:

1	As more fully in note 2 below, as per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the on going CIRP, powers of the Board of Directors have been suspended and these powers are, in terms of the code, now vested with Mr. Sutanu Sinha, as Interim Resolution Professional (IRP) /Resolution Professional to carry out the functions of the Company in his capacity as the IRP/RP from February 23, 2018 and April 03,2018 respectively. Accordingly, financial results of the Company for the quarter and year ended March 31, 2019 were taken on record and authorized for issue to concerned authorities by Resolution Professional (RP) on May 30, 2019.
2	The Lenders of the Company had in earlier year approved a Corporate Debt Restructuring Scheme (CDR) with certain reliefs in relation to repayment timelines of loans and accumulated unpaid interest with certain conditions w.e.f. June 30, 2014. The efforts to raise additional funds, however, could not materialise and in the earlier year, the Joint Lenders have decided to adopt Strategic Debt Restructuring (SDR) in their meeting held on November 26, 2015, involving conversion of part of their debt into equity share capital to facilitate majority shareholding (i.e. more than 51%) by the Joint Lenders Forum (JLF). During the previous year, the stipulated time line has ended on May 25, 2017 and no investor has come forward with a binding offer to acquire the lenders stake. The Company has been treated as a case of failed CDR and SDR and lenders have exercised rights available to them on such failure of CDR/SDR including withdrawal/ reversal of waivers/relief earlier granted to them w.e.f. November 30, 2013. During the previous year, a lender has filed a petition against the Company for initiation of CIRP that has been admitted by the Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") vide its order dated February 23, 2018 declaring moratorium inter-alia against any recovery proceedings/wind up proceedings against the Company. The order of moratorium shall have effect from February 23, 2018 in accordance with section 14 (1) of the Insolvency and Bankruptcy Code, 2016 ("the Code"). Further, pursuant to the order of NCLT, a public announcement of CIRP was made on March 03, 2018 and a Committee of Creditors (COC) was formed pursuant to the provisions of the Code and COC held their first meeting on March 29, 2018 and inter-alia confirmed Interim Resolution Professional as Resolution professional (RP) for the Company.
3	The operations of the Company consists of construction/project activities and there are no other reportable segment under Ind AS 108, " Operating Segments".
4	The Statutory Auditors have given disclaimer opinion for the year ended on March 31, 2019 in respect of the following matters:
a)	During the year the Company has incurred a Net Loss of ₹ 1,54,520.78 lakhs resulting into accumulated losses of ₹ 5,72,170.29 lakhs and erosion of its Net worth as at March 31, 2019. The Company has obligations towards fund based borrowings (including interest) aggregating to ₹ 9,25,807.74 lakhs as per books of accounts and non-fund based exposure aggregating to ₹ 88,702.82 lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note 4(f) below, that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Corporate Insolvency Resolution Process (CIRP), obligations pertaining to operations including unpaid creditors and statutory dues as at March 31, 2019. The Company's ability to continue as going concern is depend upon many factors including continued support from the financial creditors, operational creditors and submission of viable revival plan by the prospective investor/bidder. In the opinion of the management, in view of ongoing CIRP the above results have been prepared on the basis that the Company is Going Concern.
b)	The Company had recognition of deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences aggregating to ₹ 95,705.88 lakhs. Based on unexecuted orders on hand, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised.
c)	The Company has certain trade receivables, unbilled revenue, security deposit, withheld, claims of indirect taxes and other deposits including bank guarantees encashed by customers aggregating to ₹ 2,70,007.60 Lakhs which are subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / fore closure of contracts and other disputes. The management of Company is confident of positive outcome of litigation/ resolution of dispute and recovering the aforesaid dues. Performance Bank Guarantee invoked during the CIRP period amounting to ₹ 17,322.82 Lakhs have been provided for in the profit and loss account under the head "Exceptional Item". However, the management is in the process of initiating arbitration/other legal action for such invocations.
d)	The Company has an investment of ₹ 1,20,632.88 lakhs in subsidiaries engaged in BOT and other projects as at March 31, 2019, which are under disputes with the concessionaire, and other subsidiaries that have significant accumulated losses as at March 31, 2019. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients of such subsidiaries engaged in BOT and other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Considering the long term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
e)	The Company has outstanding loans and advances of ₹ 72,157.49 lakhs as at March 31, 2019 given to subsidiary companies, associate, net receivable against development rights, various sub-contractors, vendors and other parties that are outstanding for long period. The management of the Company is at various stages of negotiation/communication/arbitration with respective contractee/clients/ sub-contractors/vendors to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Accordingly, no provision has been considered necessary by the management in respect of impairment in the value of loans and advances.
f)	claims on Company's subsidiaries. Some of these claims are under further verification/validation and the same may be updated as per any additional information which may be received in future. Hence there are differences between the liabilities admitted vis-a-vis balance as per books of account.
g)	Confirmation of balances could not be obtained as at March 31, 2019 for banks balances, bank borrowings and for various trade receivables including retention, loans and advances, trade payables, though, the management has requested for the confirmation of balances and the status is still continued. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
h)	Physical verification for fixed assets aggregating to ₹ 15,182.72 lakhs (net block as on March 31, 2019) and inventory aggregating to ₹ 4,051.81 lakhs could not be carried out at certain locations including project site that are terminated/ foreclosed/ having slow progress and the status is still continued. The Management believe that no item of fixed assets and inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the fixed assets and inventories. Accordingly, no provision is required in respect of such fixed assets and inventories.
i)	The company has various input credits and balances with various statutory authorities pertaining to service tax, VAT, sales tax etc. aggregating to ₹ 21,205.58 Lakhs as at March 31, 2019. The recovery of these amounts is subject to reconciliation, filing of returns and admission by respective statutory authorities and the status is still continued. No adjustments has been made in the books of accounts in respect of such amounts.

Sutanu Sinha



5	The Statutory Auditors have included an Emphasis of matter in their report for the year ended March 31, 2019 in respect of the following matters:	
a)	<p>During the previous year, the company has received a Show Cause Notice U/s 279 (1) of the IT Act 1961 for initiation of prosecution proceedings U/s 276 (B) of the IT Act 1961 for failure to deposit the deducted Tax at Source within due date in Central Government Account for financial year 2016-17 & 2017-18 for the amount of ₹ 1,033.95 Lakhs and ₹ 1,891.21 Lakhs respectively.</p> <p>In respect of the above, IT department has also sent notices U/s 226 (3) of the IT Act 1961 to certain banks and customers of the company demanding the recovery of aforesaid arrears.</p> <p>The Resolution Professional has communicated to the IT department about the ongoing CIRP and requested the IT department to withdraw the aforesaid notice and not to proceed with any further actions against the company in this regard. Subsequently, application under Section 60(5) of the Insolvency and Bankruptcy Code 2016 has been filed with the National Company Law Tribunal, Hyderabad to seek necessary orders in this regard and matter is pending for decision.</p>	
b)	<p>During the previous year, the company has received order of the Regional Provident Fund Commissioner in the matter of levy of damages pertaining to the earlier years U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to ₹ 4.08 Lakhs for the period from 10/1999 to 02/2009 and ₹ 608.55 Lakhs for the period from 07/2009 to 03/2015.</p> <p>In respect of the above, The Employees' Provident Fund Organisation has also sent notice u/s 8 F of the Employees' Provident Fund and Miscellaneous Provisions of the Act, 1952 to a Bank demanding the recovery of ₹ 912.19 Lakhs (including interest of ₹ 299.56 Lakhs).</p> <p>The company has filed an appeal U/s 7-I of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 with Employees' Provident Fund Appellate Tribunal, Bangalore Bench regarding the damages amounting to ₹ 612.63 Lakhs and the matter is presently sub-judice.</p>	
6	Other expenses for the year ended on March 31, 2019 includes provision for doubtful trade receivables aggregating to ₹ 4,935.60 lakhs for the year ended March 31, 2018 is ₹ 3,179.62 Lakhs and masonry, labour and other construction expenses has been adjusted with GST input tax credit of ₹ 566.05 lakhs pertaining to the previous year.	
7	During the year ended December 31, 2019, on review of the project status, excess unbilled revenue of ₹ 1,800.80 Lakhs has been adjusted with the revenue from operations.	
8	The Resolution Professional is signing this financial statements on the basis of representation by the key management personal of the Company regarding authenticity or veracity of the information provided herein.	
<p>Place: Hyderabad Date: May 30, 2019</p>		 Sutanu Sinha
		<p>Resolution Professional for IVRCL LIMITED. IBBI/ IPA-003/IP-N00020/2017-18/10167</p>

CHATURVEDI & CO.

Chartered Accountants

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

Phone: 011-41048438

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Independent Auditor's Report on the Standalone Financial Results of IVRCL Limited for the quarter and year ended on March 31, 2019 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Resolution Professional of IVRCL Limited

1. The Hon'ble National Company Law Tribunal, Hyderabad Bench ("NCLT") admitted an insolvency and bankruptcy petition filed by a financial creditor against IVRCL Limited ("the Company") and appointed Mr. Sutanu Sinha to act as Interim Resolution Professional (IRP) with direction to initiate appropriate action contemplated with extent provisions of the Insolvency and Bankruptcy Code, 2016 and other related rules.
2. As per section 134 of the Companies Act, 2013, the standalone financial statements of a Company are required to be authenticated by the Chairperson of the Board of Directors, where authorized by the Board or at least two Directors, of which one shall be the Managing Director or the CEO (being a Director), the CFO and the Company Secretary where they are appointed. In view of the ongoing Corporate Insolvency Resolution Process (CIRP), powers of the Board of Directors have been suspended and these powers are now vested with Mr. Sutanu Sinha in his capacity as the IRP from February 23, 2018 as per the provisions of the Code. Further, pursuant to the order of NCLT, a public announcement about initiation of CIRP was made on March 03, 2018 and a Committee of Creditors (COC) was formed pursuant to the provisions of the code and COC held their first meeting on March 29, 2018 and *inter alia* confirmed Interim Resolution Professional as Resolution professional (RP) for the Company.
3. We have audited the accompanying statement of financial results ("the Statement") of IVRCL Limited ("the Company") for year ended on March 31, 2019 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This statement, which is the responsibility of the Company's management and approved by Resolution professional has been prepared from the related financial statements which has been prepared in accordance with the Indian Accounting Standards specified 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 an opinion on the statement based on our audit of such financial statements.
4. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our disclaimer of opinion.

5. Basis for Disclaimer of Opinion

The matters as stated in note 4 (a) to 4(i) and note 5 (a) and 5 (b) of the financial results, as also mentioned below, give rise to the inappropriateness of use of generally accepted accounting principle that are applicable to going concern. The said notes also give rise to material uncertainties as regards possible material adjustments that may be required to be made to the values of recorded assets and liabilities, which could not be recorded in the financial statement on account of these being not readily ascertainable. As a result of these matters, we are unable to determine as to whether any adjustment that would have been necessary and required to be made in respect of trade receivable, trade payable, borrowing, current liabilities, loans and advances and contingent liabilities, as at March 31, 2019; and in respect of the corresponding possible impact of such items and associated elements on the statement for the year ended on that date. We refer to following matters:

Other Offices: * Kolkata * Mumbai * Chennai * Kanpur * Lucknow



- a. Note 4(a) to the statement, in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein and expiry of timeline to complete the process of CDR/ SDR. During the year the Company has incurred a Net Loss of ₹ 1,54,520.78 lakhs resulting into accumulated losses of ₹ 5,72,170.29 lakhs and erosion of its Net worth as at March 31, 2019. The Company has obligations towards fund-based borrowings aggregating to ₹ 9,25,807.74 lakhs and nonfund-based exposure aggregating to ₹ 88,702.82 lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note 4(f), that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Corporate Insolvency Resolution Process (CIRP). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying standalone financial results.
- b. Note 4(b) to the statement in respect of recognition of deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences aggregating to ₹ 95,705.88 lakhs. Based on unexecuted orders on hand, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (Ind AS 12). Had the aforesaid deferred tax assets not been recognised, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 95,705.88 lakhs and other equity would have been lower by ₹ 95,705.88 lakhs.
- c. Note 4(c) to the statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables, security deposit withheld and other withheld amount aggregating to ₹ 2,70,007.60 Lakhs included in financial and other assets which are past due/subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / foreclosure of contracts and other disputes. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such assets. Had the aforesaid assets been provided for impairment, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 2,70,007.60Lakhs, other equity would have been lower by ₹ 2,70,007.60Lakhs.
- d. Note 4(d) to the statement in respect of investment of ₹ 1,20,632.88 lakhs in subsidiaries engaged in BOT and other projects, which are under disputes with the concessionaire, and other subsidiaries that have significant accumulated losses as at March 31, 2019. In absence of fair valuation of these Investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial results.
- e. Note 4(e) to the statement in respect of loans and advances of ₹ 72,157.49 lakhs given to subsidiary Companies, associate, net receivable against development rights, various sub-contractors, vendors and other parties. These advances, having regard to financial position of such subsidiary companies and age of such advances, in our opinion, are doubtful of recovery. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such loans and advances. Had the aforesaid assets been provided for impairment, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 72,157.49Lakhs, other equity would have been lower by ₹ 72,157.49Lakhs.
- f. Note 4(a) and 4(f) to the statement in respect of various claims, submitted by the financial creditors (including claims towards fund based and non-fund based exposure and claims on behalf of subsidiary companies and other parties) , operational creditors, workmen or employee and authorized representative of workmen and employees of the Company to Resolution Professional pursuant to the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulation 2016, that are currently under consideration/reconciliation. Pending reconciliation/admission of such claims by the RP, we are unable to comment on the consequential impact, if any, on the accompanying statement;
- g. Note 4(g) of the statement in respect of non-availability of confirmations of bank balances, term deposits, trade receivables including retention, loans and advances, borrowings, trade payable and



other payables. In absence of alternative corroborative evidence, we unable to comment on the extent to which such balances are recoverable or payable.

- h. Note 4(h) of the statement in respect of non-availability of physical verification reports of fixed assets and inventories aggregating to ₹ 15,182.72 lakhs (WDV as on March 31, 2019) and ₹ 4,051.81 Lakhs respectively as at March 31, 2019 and no provision for impairment has been made for the reasons stated therein. In absence of any alternative corroborative evidence, we are unable to comment on the recoverability of the same.
- i. Note 4(i) of the statement in respect of balances available with statutory authorities and input credits aggregating to ₹ 21,205.58 Lakhs that are subject to reconciliation, filing of return and admission by the respective statutory authorities and no provision has been made thus, we are unable to comment whether any provision for impairment in the value of advances is required.

Disclaimer of Opinion

Because of significance of the matters described in the basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for the audit opinion. Accordingly, we do not express as opinion on the standalone financial results.

6. We draw attention to the following matters:

- a. Note 5(a) of the statement in respect of notice received by the company U/s 276 (B) of the Income tax Act, 1961 and by certain banks and customers of the company U/s 226(3) of the Income Tax Act, 1961 regarding failure to deposit the tax deducted at source for the financial year 2016-17 and 2017-18 aggregating to ₹ 2,925.16 Lakhs.
- b. Note 5(b) of the statement in respect of summon received by the company of levy of damages U/s 14 B of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 aggregating to ₹ 612.63 Lakhs for the period from 10/1999 to 02/2009 and 07/2009 to 03/2015 and the matter is presently sub-judice.

Our report is not qualified in respect of these matters.

7. The Statement includes the results for the Quarter ended March 31, 2018 and March 31, 2019 being the balancing figure between the audited figures in respect of the full financial year and previous financial year and the published figures upto the third quarter of the current financial year and previous financial year respectively, which were subjected to limited review.

Hyderabad
May 30, 2019



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


PANKAJ CHATURVEDI
Partner
Membership No. 091239

ANNEXURE I
IVRCL Limited

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

I. Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019
{See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016}

S. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) in Lakhs	Adjusted Figures (audited figures after adjusting for qualifications) in lakhs
1	Turnover / Total income	75,230.95	75,230.95
2	Total Expenditure	2,29,609.09	5,71,774.18
3	Net Profit/(Loss)	(1,54,526.98)	(5,92,397.95)
4	Earnings Per Share (after exceptional item)	(19.74)	(75.67)
5	Total Assets	8,23,661.65	3,85,790.68
6	Total Liabilities (including Capital Reserve of ₹ 25,766.81 lakhs)	11,64,366.26	11,64,366.26
7	Net Worth	(3,40,704.61)	(7,78,575.58)
8	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualifications

a. Details of audit qualification

S. No.	Particulars
1	Note 4(a) to the statement, in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein and expiry of timeline to complete the process of CDR/ SDR. During the year the Company has incurred a Net Loss of ₹ 1,54,520.78 lakhs resulting into accumulated losses of ₹ 5,72,170.29 lakhs and erosion of its Net worth as at March 31, 2019. The Company has obligations towards fund-based borrowings aggregating to ₹ 9,25,807.74 lakhs and nonfund-based exposure aggregating to ₹ 88,702.82 lakhs, operational creditors and statutory dues, subject to reconciliation/verification as stated in note 4(f), that have been demanded/recalled by the financial/operating creditors pursuant to ongoing Corporate Insolvency Resolution Process (CIRP). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying standalone financial results.
2	Note 4(b) to the statement in respect of recognition of deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences aggregating to ₹ 95,705.88 lakhs. Based on unexecuted orders on hand, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized, such recognition is not in accordance with Indian Accounting Standard 12



	"Income Taxes" (Ind AS 12). Had the aforesaid deferred tax assets not been recognised, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 95,705.88 lakhs and other equity would have been lower by ₹ 95,705.88 lakhs.
3	Note 4(c) to the statement in connection with the existence of material uncertainties over the realisability of bank guarantees encashed by customers, unbilled revenue, trade receivables, security deposit withheld and other withheld amount aggregating to ₹ 2,70,007.60 Lakhs included in financial and other assets which are past due/subject matters of various disputes /arbitration proceedings/ negotiations with the customers and contractors due to termination / foreclosure of contracts and other disputes. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such assets. Had the aforesaid assets been provided for impairment, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 2,70,007.60Lakhs, other equity would have been lower by ₹ 2,70,007.60Lakhs.
4	Note 4(d) to the statement in respect of investment of ₹1,20,632.88 lakhs in subsidiaries engaged in BOT and other projects, which are under disputes with the concessionaire, and other subsidiaries that have significant accumulated losses as at March 31, 2019. In absence of fair valuation of these Investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial results.
5	Note 4(e) to the statement in respect of loans and advances of ₹ 72,157.49 lakhs given to subsidiary Companies, associate, net receivable against development rights, various sub-contractors, vendors and other parties. These advances, having regard to financial position of such subsidiary companies and age of such advances, in our opinion, are doubtful of recovery. The management is yet to assess the change in risk of default and resultant expected credit loss allowance on such loans and advances. Had the aforesaid assets been provided for impairment, loss after tax for the year ended on March 31, 2019 would have been higher by ₹ 72,157.49Lakhs, other equity would have been lower by ₹ 72,157.49Lakhs.
6	Note 4(a) and 4(f) to the statement in respect of various claims, submitted by the financial creditors (including claims towards fund based and non-fund based exposure and claims on behalf of subsidiary companies and other parties), operational creditors, workmen or employee and authorized representative of workmen and employees of the Company to Resolution Professional pursuant to the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulation 2016, that are currently under consideration/reconciliation. Pending reconciliation/admission of such claims by the RP, we are unable to comment on the consequential impact, if any, on the accompanying statement;
7	Note 4(g) of the statement in respect of non-availability of confirmations of bank balances, term deposits, trade receivables including retention, loans and advances, borrowings, trade payable and other payables. In absence of alternative corroborative evidence, we are unable to comment on the extent to which such balances are recoverable or payable
8	Note 4(h) of the statement in respect of non-availability of physical verification reports of fixed assets and inventories aggregating to ₹15,182.72 lakhs (WDV as on March 31, 2019) and ₹ 4,051.81 Lakhs respectively as at March 31, 2019 and no provision for impairment has been made for the reasons stated therein. In absence of any alternative corroborative evidence, we are unable to comment on the recoverability of the same.
9	Note 4(i) of the statement in respect of balances available with statutory authorities and input credits aggregating to ₹ 21,205.58 Lakhs that are subject to reconciliation, filing of return and admission by the respective statutory authorities and no provision has been made thus, we are unable to comment whether any provision for impairment in the value of advances is required



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

c. **Frequency of qualification:** Point 1, 2, 3, 4, 5, 6, 7, 8&9 are Repetitive.

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

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

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

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


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

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



iii. Auditors comment on above: Nil

III. Signatories

	R. BALRAMI REDDY CFO	
	SUTANU SINHA Resolution Professional Registration No. IBBI/IPA-003/IP- N00020/2017-2018/10167	
	Statutory Auditor For CHATURVEDI & CO. Chartered Accountants Firm Registration No. 302137E PANKAJ CHATURVEDI Partner Membership No. 091239	 
	Place: Hyderabad	
	Date: May30, 2019	

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