



KNR Constructions Limited.

Date: 09th February 2023

Ref: KNRCL/SD/2022/521&522

| | |
|--|---|
| To, The Manager BSE Limited, P J Towers, Dalal Street, Fort, Mumbai - 400001 Scrip code: 532942 | To, The Manager, National Stock Exchange of India Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai - 400051. Scrip Code: KNRCON |
|--|---|

Dear Sir/Madam,

Sub: Outcome of Board Meeting held on 9th February 2023 & Submission of unaudited financial results for the quarter and nine months ended 31st December 2022

Ref: Regulation 30 read with Regulation 33 of SEBI (LODR) Regulations, 2015.

We refer to the above captioned subject; we herewith intimate to the exchanges that the Board of Directors of the Company at their meeting held on Thursday, 9th February 2023 has considered and approved the unaudited financial results (Standalone and consolidated) for the quarter and nine months' period ended 31st December 2022 along with the Limited Review Report for the said period which are enclosed herewith.

Kindly note that the meeting was commenced at 02.30 PM and concluded at 05.25 PM

This is for the information of the Exchange, please.

Thanking you,

Yours truly

For **KNR Constructions Limited**

HARITHA Digitally signed
by HARITHA
VARANA VARANASI
SI Date: 2023.02.09
17:26:43 +05'30'

Haritha Varanasi
Company Secretary

Encl as above

Regd.Office : 'KNR House',3rd & 4th Floor, Plot No.114,Phase-I,Kavuri Hills,
Hyderabad -500 033 Phone.:+91-40-40268759 ,40268761/ 62, Fax : 040- 40268760 ,

E-mail : info@knrcl.com, Web : www.knrcl.com

CIN: L74210TG1995PLC130199

KNR CONSTRUCTIONS LIMITED
CIN: L74210TG1995PLC130199

Regd. Office: KNR House, 3rd & 4th Floor, Plot No: 114, Phase-I, Kavuri Hills, Hyderabad - 500 033
Ph: 040-40268759 / 61 / 62 Fax: 040-40268760; website: knrcl.com; E-mail: investors@knrcl.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

| Sl. No. | PARTICULARS | (Rupees In Lakhs, except share data) | | | | | |
|---------|---|--------------------------------------|----------------------|---------------------|---------------------|---------------------|--------------------|
| | | Quarter ended | | | Nine Months ended | | Year ended |
| | | December 31 2022 | September 30 2022 | December 31 2021 | December 31 2022 | December 31 2021 | March 31 2022 |
| 1. | Revenue from Operations (Refer note : 4, 5 & 9) | 83,021.23 | 84,740.35 | 76,630.24 | 2,56,821.09 | 2,26,184.75 | 3,27,259.17 |
| 2. | Other Income (Refer note : 9) | 587.35 | 757.22 | 783.03 | 2,252.15 | 2,317.17 | 4,168.27 |
| 3. | Total Income (1+2) | 83,608.59 | 85,497.57 | 77,413.27 | 2,59,073.24 | 2,28,501.92 | 3,31,427.44 |
| 4. | Expenses | | | | | | |
| a) | Cost of materials consumed | 33,623.97 | 31,540.64 | 27,018.30 | 1,08,475.13 | 87,399.18 | 1,18,071.56 |
| b) | Sub contract expenses | 5,076.55 | 9,777.97 | 8,333.35 | 19,764.15 | 15,161.41 | 34,021.53 |
| c) | Spreading & Assortment expenses | 17,822.39 | 14,454.48 | 15,133.04 | 47,963.10 | 46,663.53 | 67,627.59 |
| d) | Employee benefits expense | 4,445.95 | 4,693.87 | 3,424.53 | 12,997.43 | 10,380.48 | 14,477.01 |
| e) | Finance Costs (Refer note : 6) | 1,596.10 | 840.39 | 635.20 | 3,129.34 | 2,143.96 | 2,744.34 |
| f) | Depreciation and amortization expense | 3,809.25 | 3,661.49 | 3,582.11 | 10,737.96 | 9,472.22 | 13,458.97 |
| g) | Other expenses | 6,448.88 | 5,396.94 | 6,831.20 | 16,643.40 | 19,606.93 | 25,287.85 |
| | Total Expenses (a to g) | 72,823.09 | 70,365.78 | 64,957.73 | 2,10,710.51 | 1,90,827.71 | 2,75,688.85 |
| 5. | Profit / (loss) before exceptional items and tax (3 - 4) | 10,785.50 | 15,131.79 | 12,455.54 | 39,362.73 | 37,674.21 | 55,738.59 |
| 6. | Exceptional Items - Expenses/(Income) (Refer note: 7 & 8) | (13,795.61) | - | (2,139.95) | (13,796.61) | (2,139.95) | (2,139.95) |
| 7. | Profit / (loss) before tax (5 - 6) | 24,582.11 | 15,131.79 | 14,595.49 | 53,159.34 | 39,814.16 | 57,878.54 |
| 8. | Tax Expense | | | | | | |
| | Current Tax (Refer note: 5 & 7) | 6,053.69 | 4,216.40 | 3,989.16 | 13,632.09 | 10,546.38 | 15,304.10 |
| | Tax relating to earlier years (Refer note : 6) | 2,676.93 | 378.63 | (194.19) | 3,055.58 | (153.94) | 1,146.10 |
| | Deferred Tax | (332.02) | (218.57) | 724.43 | (551.21) | 2,520.63 | 3,248.70 |
| | Total Tax Expense | 8,398.60 | 4,376.46 | 4,519.40 | 16,136.46 | 12,913.07 | 19,698.90 |
| 9. | Net Profit/(Loss) after tax (7 - 8) | 16,183.51 | 10,755.33 | 10,076.09 | 37,022.88 | 26,901.09 | 38,179.64 |
| 10. | Other Comprehensive Income (OCI) | | | | | | |
| a) | Items that will not be reclassified to profit or loss | | | | | | |
| | Remeasurements of the defined benefit plans | (20.97) | (20.96) | (8.97) | (62.90) | (26.91) | (83.87) |
| | Deferred Tax on above items | 5.28 | 5.27 | 2.25 | 15.83 | 6.77 | 21.11 |
| b) | Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| 11. | Total Comprehensive Income (9+10) | 16,167.82 | 10,739.64 | 10,069.37 | 36,975.81 | 26,880.95 | 38,116.88 |
| 12. | Paid up equity share capital (Face Value Rs.2/- per share) | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 |
| 13. | Other Equity | | | | | | 2,18,572.24 |
| 14. | Earnings Per Share (EPS) | | | | | | |
| a. | Basic EPS Rs. | 5.75* | 3.82* | 3.58* | 13.16* | 9.57* | 13.58 |
| b. | Diluted EPS Rs. | 5.75* | 3.82* | 3.58* | 13.16* | 9.57* | 13.58 |

* Not annualised

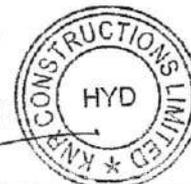
Notes:

- The above Standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on February 09, 2023.
- The above Standalone financial results are in compliance with the Indian Accounting Standards (IND AS) specified under the section 133 of the Companies Act, 2013 read with SEBI circular No.CIR/CFD/CMD1/44/2019 dated March 29, 2019 & amendments thereto and have been subjected to Limited Review by the Statutory Auditors of the Company.
- The standalone figures for the quarter ended December 31, 2022 are the balancing figures between the unaudited standalone figures for the nine months ended December 31, 2022 and unaudited published standalone figures up to half year ended September 30, 2022.
- For the quarter ended September 30, 2022 and nine months ended December 31, 2022, the Company has received a bonus of Rs. 725.86 lakhs from one of the HAM Project, which is included in the statement of Standalone profit and loss.
- For the quarter ended September 30, 2022 and nine months ended December 31, 2022, two of Company's JVs i.e. Patel KNR JV & KNR Patel JV have sold their pending Arbitration claims through assignment deed, accordingly the Company has recognised share of revenue of Rs. 2,409.00 lakhs and Rs. 52.00 lakhs respectively and also the resultant tax impact of Rs. 770.78 lakhs and Rs. 19.68 lakhs respectively in the statement of Standalone profit and loss.
- With respect to the search operation conducted by the Income Tax Department under Section 132 of the Income-tax Act, 1961 in March 2022, we further disclose that as on the date of issuance of these financial results, the Assessing Officer has initiated the proceedings for re-assessment of Income, as is relevant for each of the financial years from 2016-17 to 2021-22 under the applicable provisions of the Income tax Act, 1961 and further based on the deliberations with the Assessing Officer and as a prudent measure, the Company has made a provision of Rs. 2,475.26 lakhs towards Income tax and Rs. 945.12 lakhs towards Interest on Income Tax for the above said years, which has been duly reflected in the Standalone Profit and Loss under the head "tax relating to earlier years" and "finance cost" respectively for the quarter and nine months ended December 31 2022.
- During the quarter and nine months ended December 31, 2022, the Company has divested its balance 51% stake in KNR Tirumala Infra Pvt Ltd and KNR Shankarampet Projects Pvt Ltd on October 20, 2022 for a value of Rs. 8,218.54 lakhs and Rs. 5,069.53 lakhs respectively, and 100% stake in KNR Srirangam Infra Pvt Ltd for a value of Rs. 14,655.20 lakhs, which includes repayment of 100% sub debt infused by the Company of Rs. 3,024.41 lakhs to CUBE Highways and Infrastructure III Pte. Ltd., accordingly profit of Rs. 13,795.61 lakhs was shown as exceptional item and tax of Rs. 2,746.72 lakhs on above profit under Current tax in the Statement of Standalone Profit and Loss.
- For the year ended March 31, 2022 the Company has transferred its 49% stake in two of its 100% wholly owned subsidiaries i.e. KNR Tirumala Infra Pvt Ltd and KNR Shankarampet Projects Pvt Ltd to CUBE Highways and Infrastructure III pte.ltd on December 30, 2021 for a value of Rs. 13,680.97 Lakhs and Rs. 10,851.23 Lakhs respectively, which includes repayment of 100% sub debt infused by the Company of Rs. 8,859.50 Lakhs and Rs. 7,469.50 Lakhs respectively, accordingly profit of Rs. 2,139.95 Lakhs was shown as exceptional item in the Statement of Standalone Profit and Loss.
- For the Year ended March 31, 2022, the Company has received an arbitration settlement in one of the Joint Venture project, the Company's share of Revenue of Rs. 323.63 lakhs and Company's share of Interest income of Rs. 759.90 lakhs included in statement of Standalone Profit and Loss.
- The Company is primarily engaged in "Construction and Engineering activities" and the segment report is reviewed by Chief Operating Decision Maker, accordingly the Company has considered the business as a whole as a single Operating Segment in accordance with Ind AS 108.
- Figures for the previous year/period have been regrouped/re-classified to confirm to the figures of the current period.



For KNR Constructions Ltd.,

K. Narasimha Reddy
K. Narasimha Reddy
Managing Director
DIN: 00382412



Place : Hyderabad
Date : 09-02-2023

KNR CONSTRUCTIONS LIMITED

CIN: L74210TG1995PLC130199

Regd. Office: KNR House, 3rd & 4th Floor, Plot No: 114, Phase-1, Kavuri Hills, Hyderabad - 500 033
Ph: 040-40268759 / 61 / 62 Fax: 040-40268760; website: knrcl.com; E-mail: investors@knrcl.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

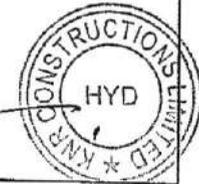
| Sl. No. | PARTICULARS | (Rupees In Lakhs, except share data) | | | | | |
|---------|--|--------------------------------------|------------------|-------------------|--------------------|--------------------|--------------------|
| | | Quarter ended | | | Nine Months ended | | Year ended |
| | | December 31 | September 30 | December 31 | December 31 | December 31 | March 31 |
| | 2022 | 2022 | 2021 | 2022 | 2021 | 2022 | |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | |
| 1. | Revenue from Operations (Refer note : 4 & 8) | 87,492.63 | 96,165.23 | 85,463.82 | 2,81,702.73 | 2,50,373.60 | 3,60,562.24 |
| 2. | Other Income (Refer note : 8) | 653.30 | 992.60 | 882.19 | 2,657.96 | 2,504.99 | 4,487.49 |
| 3. | Total Income (1+2) | 88,145.93 | 97,157.83 | 86,346.01 | 2,84,360.69 | 2,52,878.59 | 3,65,049.73 |
| 4. | Expenses | | | | | | |
| a) | Cost of materials consumed | 33,623.97 | 31,540.64 | 27,018.30 | 1,08,475.11 | 87,399.18 | 1,18,071.56 |
| b) | Sub contract expenses | 5,076.55 | 9,777.97 | 8,333.35 | 19,764.15 | 15,161.41 | 34,021.53 |
| c) | Construction cost | 224.66 | 1,662.68 | 383.89 | 2,102.63 | 2,451.20 | 2,886.81 |
| d) | Spreading & Assortment expenses | 17,839.84 | 14,472.26 | 15,145.57 | 48,014.81 | 46,699.04 | 67,676.87 |
| e) | Employee benefits expense | 4,489.28 | 4,831.78 | 3,439.98 | 13,301.20 | 10,423.22 | 14,605.27 |
| f) | Finance Costs (Refer note: 5) | 3,337.76 | 4,461.17 | 3,914.62 | 13,251.69 | 10,480.54 | 14,811.39 |
| g) | Depreciation and amortization expense | 4,648.10 | 4,500.60 | 4,330.79 | 13,245.77 | 11,709.91 | 16,492.06 |
| h) | Other expenses | 6,559.49 | 7,549.84 | 17,188.00 | 22,910.47 | 36,260.96 | 43,454.71 |
| | Total Expenses (a to h) | 75,799.65 | 78,796.94 | 79,754.50 | 2,41,065.83 | 2,20,585.46 | 3,12,020.20 |
| 5. | Profit / (loss) before exceptional items and tax (3 - 4) | 12,346.28 | 18,360.89 | 6,591.51 | 43,294.86 | 32,293.13 | 53,049.53 |
| 6. | Exceptional Items - Expenses/(Income) (Refer note : 6 & 7) | (6,184.49) | - | (2,139.95) | (6,184.49) | (2,139.95) | (2,139.95) |
| 7. | Profit / (Loss) before tax (5 - 6) | 18,530.77 | 18,360.89 | 4,731.46 | 49,479.35 | 34,433.08 | 55,189.48 |
| 8. | Tax Expense | | | | | | |
| | Current Tax (Refer note: 4) | 6,084.22 | 4,216.40 | 3,989.16 | 13,662.62 | 10,546.38 | 15,304.10 |
| | Tax relating to earlier years (Refer note: 5) | 2,676.93 | 378.63 | (194.19) | 3,055.58 | (153.94) | 1,146.10 |
| | Deferred Tax | (972.42) | 3,914.45 | 724.43 | 2,941.41 | 2,520.63 | 3,248.70 |
| | Total Tax Expense | 7,788.73 | 8,509.48 | 4,519.40 | 19,659.61 | 12,913.07 | 19,698.90 |
| 9. | Net Profit/(Loss) after tax (7 - 8) | 10,742.04 | 9,851.41 | 4,212.06 | 29,819.74 | 21,520.01 | 35,490.58 |
| 10. | Share of profit / (loss) of associates and Joint Controlled Entity | 85.34 | 35.53 | 214.89 | (51.93) | 1,050.05 | 1,148.70 |
| 11. | Net Profit/(Loss) after tax and share of profit / (loss) of associates and Joint controlled entity (9 + 10) | 10,827.38 | 9,886.94 | 4,426.95 | 29,767.81 | 22,570.06 | 36,639.28 |
| | Attributable to: | | | | | | |
| | Shareholders of the Company | 10,576.35 | 11,536.67 | 4,980.87 | 31,074.23 | 24,268.75 | 38,184.47 |
| | Non-Controlling Interest | 251.03 | (1,649.73) | (553.92) | (1,306.42) | (1,698.69) | (1,545.19) |
| 12. | Other Comprehensive Income (OCI) | | | | | | |
| a) | Items that will not be reclassified to profit or loss | | | | | | |
| | Remeasurements of the defined benefit plans | (20.97) | (20.96) | (8.95) | (62.90) | (26.86) | (81.23) |
| | Deferred Tax on above items | 5.28 | 5.27 | 2.25 | 15.83 | 6.77 | 21.11 |
| b) | Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| 13. | Total Comprehensive Income (11+12) | 10,811.69 | 9,871.25 | 4,420.25 | 29,720.74 | 22,549.97 | 36,579.16 |
| | Attributable to: | | | | | | |
| | Shareholders of the Company | 10,560.66 | 11,520.98 | 4,974.17 | 31,027.16 | 24,248.66 | 38,124.35 |
| | Non-Controlling Interest | 251.03 | (1,649.73) | (553.92) | (1,306.42) | (1,698.69) | (1,545.19) |
| 14. | Paid up equity share capital (Face Value Rs.2/- per share) | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 | 5,624.70 |
| 15. | Other Equity | - | - | - | - | - | 2,26,296.14 |
| 16. | Earnings Per Share (EPS) | | | | | | |
| a. | Basic EPS Rs. | 3.76* | 4.10* | 1.77* | 11.05* | 8.63* | 13.51 |
| b. | Diluted EPS Rs. | 3.76* | 4.10* | 1.77* | 11.05* | 8.63* | 13.51 |

Notes:

- The above Consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on February 09, 2023.
- The above consolidated financial results are in compliance with the Indian Accounting Standards (IND AS) specified under the section 133 of the Companies Act, 2013 read with SEBI circular No.CIN/CFD/CMD1/44/2019 dated March 29, 2019 & amendments thereto and have been subjected to Limited Review by the Statutory Auditors of the Company.
- The consolidated figures for the quarter ended December 31, 2022 are the balancing figures between the unaudited Consolidated figures for the nine months ended December 31, 2022 and unaudited published Consolidated figures upto half year ended September 30, 2022.
- During the quarter ended September 30, 2022 and nine months ended December 31, 2022, two of Company's JVs i.e. Patel KNR JV & KNR Patel JV have sold their pending Arbitration claims through assignment deed, accordingly the Company has recognised share of revenue of Rs. 2,409.00 lakhs and Rs. 52.00 lakhs respectively and also the resultant tax impact of Rs. 770.78 lakhs and Rs. 19.68 lakhs respectively in the statement of Consolidated profit and loss.
- With respect to the search operation conducted by the Income Tax Department under Section 132 of the Income-tax Act, 1961 in March 2022, we further disclose that as on the date of Issuance of these Consolidated Financial Results, the Assessing Officer has initiated the proceedings for re assessment of income, as is relevant for each of the financial years from 2016-17 to 2021-22 under the applicable provisions of the Income tax Act, 1961 and further based on the deliberations with the Assessing Officer and as a prudent measure, the Company has made a provision of Rs. 2,475.26 lakhs towards Income tax and Rs. 945.12 lakhs towards Interest on Income Tax for the above said years, which has been duly reflected in the Consolidated Profit and Loss under the head "tax relating to earlier years" and "finance cost" respectively for the quarter and nine months ended December 31, 2022.
- During the quarter and nine months ended December 31, 2022, the Company has divested its balance 51% stake in KNR Tirumala Infra Pvt Ltd and KNR Shankarampet Projects Pvt Ltd and 100% stake in KNR Sirrangam Infra Pvt Ltd (SPVs) to CUBE Highways and Infrastructure III Pte Ltd., The Company has recognised an amount of Rs. 6,184.49 lakhs as a profit on sale of 3 SPVs as purchase consideration is more than the networth of the 3 SPVs, which is shown as exceptional item in the Statement of Consolidated Profit and Loss.
- For the Year ended March 31, 2022, the Company has transferred its 49% stake in two of its wholly owned subsidiaries i.e. KNR Tirumala Infra Pvt Ltd and KNR Shankarampet Projects Pvt Ltd to CUBE Highways and Infrastructure III pte.ltd on 30.12.2021 for a value of Rs. 13,680.97 Lakhs and Rs. 10,851.23 Lakhs respectively, which includes repayment of 100% sub debt infused by the Company of Rs. 8,859.50 Lakhs and Rs. 7,469.50 Lakhs respectively, accordingly profit of Rs. 2,139.95 Lakhs was shown as exceptional item in the Statement of Consolidated Profit and Loss.
- For the Year ended March 31, 2022, the Company has received an arbitration settlement in one of the Joint Venture project, the Company's share of Revenue of Rs. 323.63 lakhs and Company's share of Interest Income of Rs. 759.90 lakhs included in statement of Standalone Profit and Loss.
- The Group is primarily engaged in "Construction and Engineering activities" and the segment report is reviewed by Chief Operating Decision Maker, accordingly the Group has considered the business as a whole as a single Operating Segment in accordance with Ind AS 108.
- Figures for the previous year/period have been regrouped/re-classified to confirm to the figures of the current period.

For KNR Constructions Ltd.,

K.Narsimha Reddy
K.Narsimha Reddy
Managing Director
DIN: 00382412



Place : Hyderabad
Date : 09-02-2023

K. P. RAO
H.N. ANIL
MOHAN R LAVI

K. VISWANATH
S. PRASHANTH
P. RAVINDRANATH

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E-mail : info@kprao.co.in

Independent Auditor's Limited Review report on the Quarterly and Year to Date Unaudited Standalone Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to

**The Board of Directors of
KNR Constructions Limited
Hyderabad.**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **KNR Constructions Limited** (the "Company"), which includes 16 joint operations for the quarter ended December 31, 2022 and year to date from April 01, 2022 to December 31, 2022 ("the statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India ("ICAI"). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Branches

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Mysore : 74, 2nd Main, First Stage, Vijayanagar, Mysore - 570 017. Ph.: 0821-4271908

Chennai : Flat 2-A, Second Floor, Shruthi 3/7, 8th Cross Street, Shastrinagar, Adayar, Chennai - 600 020. Ph.: 044- 24903137 / 45511564

K. P. RAO & CO.

Continuation Sheet.....

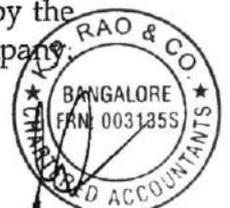
CHARTERED ACCOUNTANTS

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the interim financial information of the joint operations listed in **Attachment A**.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors as referred in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information of 7 joint operations included in the Statement whose financial information reflect total Income (before consolidation adjustments) of Rs. 30,974.35 Lakhs and Rs. 55,693.37 Lakhs, total profit / (loss) (before consolidation adjustments) of Rs. (409.35) Lakhs and Rs. 2,202.47 Lakhs and total comprehensive income/(loss) (before consolidation adjustments) of Rs. Rs. (409.35) Lakhs and Rs. 2,202.47 Lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022 respectively as considered in this Statement. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the interim financial information of 9 joint operations included in the Statement whose financial information reflect total Income (before consolidation adjustments) of Rs. 111.96 Lakhs and Rs. 126.49 Lakhs, and total profit / (loss) (before consolidation adjustments) of Rs. 6.81 Lakhs and Rs. 5.79 Lakhs and total comprehensive income/(loss) (before consolidation adjustments) of Rs. 6.81 Lakhs and Rs. 5.79 Lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, as considered in this Statement. The interim financial information of these joint operations have not been reviewed by their auditors whose financial information have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on such interim financial information certified by the Management of the Company. According to the information and explanations given to us by the Management, these interim financial information are not material to the Company.



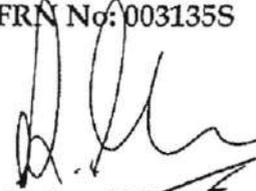
K. P. RAO & CO.

CHARTERED ACCOUNTANTS

Continuation Sheet.....

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management

For K.P. Rao & Co.,
Chartered Accountants
FRN No: 003135S



Mohan R Lavi
Partner

Membership Number: 029340

UDIN: 23029340BGWHSF7005

Place: Hyderabad

Date: 9 February 2023

ATTACHMENT A

| | Joint Operations - Reviewed by other Auditors |
|---|--|
| 1 | PATEL KNR-JV |
| 2 | KNR PATEL-JV |
| 3 | PSK KNR GVR-JV |
| 4 | BSCPL KNRCL-JV |
| 5 | KNR BPL - JV |
| 6 | KNR HES -JV |
| 7 | KNR NAVAYUGA NCC-JV |
| | Joint Operations- not reviewed by other Auditors |
| 1 | KNR SLEC-JV |
| 2 | KNR GVR-JV |
| 3 | KNR JKM KAMALA-JV |
| 4 | KNR JKM-JV |
| 5 | KNR PBEPL-JV |
| 6 | KNR SEW GVR-JV |
| 7 | KNR HES ACPL-JV |
| 8 | KNR SLMI-JV |
| 9 | KNR TBCPL-JV |



K. P. RAO
H.N. ANIL
MOHAN R LAVI
K. VISWANATH
S. PRASHANTH
P. RAVINDRANATH

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Independent Auditor's Limited review report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to

**The Board of Directors,
KNR Constructions Limited,
Hyderabad.**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of KNR Constructions Limited (the "Parent") which includes 16 Joint Operations and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive profit of its associates and joint venture for the quarter ended December 31, 2022 and year to date from April 01, 2022 to December 31, 2022 (the "Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India ("ICAI"). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Branches

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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the entities as referred to in **Attachment A**
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information of 7 joint operations included in the respective standalone unaudited interim financial information of the entities included in the Group, whose interim financial information reflect total Income (before consolidation adjustments) of Rs. 30,974.35 Lakhs and Rs. 55,693.37 Lakhs, total profit/(loss) (before consolidation adjustments) of Rs. (409.35) Lakhs and Rs. 2,202.47 Lakhs and total comprehensive income/(loss) (before consolidation adjustments) of Rs. (409.35) Lakhs and Rs. 2,202.47 Lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, as considered in the respective standalone unaudited interim financial information of the entities included in the Group. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us by the Parent's Management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

We did not review the interim financial information of 14 subsidiaries included in the consolidated unaudited financial results, whose standalone unaudited interim financial information reflect total Income (before consolidation adjustments) of Rs. 27,859.84 Lakhs and Rs. 1,08,776.39 Lakhs, total profit/(loss) (before consolidation adjustments) of Rs. 2,826.59 Lakhs and Rs. 1,064.89 Lakhs and total comprehensive income/(Loss) (before consolidation adjustments) of Rs. 2,826.59 Lakhs and Rs. 1,064.89 Lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, as considered in the Statement. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs. 63.93 lakhs and Rs. (87.99) Lakhs, total comprehensive income (net) of Rs. 65.71 lakhs and Rs. (66.17) Lakhs for the quarter ended December 31, 2022.



and for the period from April 01, 2022 to December 31, 2022 as considered in the Statement, in respect of 2 Associates, whose interim financial information have not been reviewed by us. This interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Parent's Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

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

7. The consolidated unaudited financial results include the interim financial information of 9 joint operations included in the respective unaudited standalone interim financial information of the entities included in the Group, whose interim financial information reflect total Income (before consolidation adjustments) of Rs. Rs. 111.96 Lakhs and Rs. 126.49 Lakhs, and total profit/(loss) (before consolidation adjustments) of Rs. 6.81 Lakhs and Rs. 5.79 Lakhs and total comprehensive income/(loss) (before consolidation adjustments) of Rs. 6.81 Lakhs and Rs. 5.79 Lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, as considered in the respective unaudited standalone interim financial information of the entities included in the Group. The interim financial information of these joint operations have not been reviewed by their auditors and whose interim financial information has been furnished to us by the Parent's Management. According to the information and explanations given to us by the Parent's Management, these interim financial information are not material to the Group.

The consolidated unaudited financial results also include the Group's share of net profit after tax (before consolidation adjustments) is Rs. Nil and Rs. Nil and the total comprehensive income (net) (before consolidation adjustments) is Rs. Nil and Rs. Nil for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, as considered in the consolidated unaudited financial results, in respect of 1 joint venture, based on their interim financial information which have not been reviewed by their respective auditors and whose interim financial information has been furnished to us by the Parent's Management. According to the information and explanations given to us by the Parent's Management, these interim financial information are not material to the Group



K. P. RAO & CO.
CHARTERED ACCOUNTANTS

Continuation Sheet.....

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Parent's Management.

For K.P. Rao & Co.,
Chartered Accountants
Firm's Registration Number: 003135S



Mohan R Lavi
Partner

Membership Number: 029340
UDIN: 23029340BGWHSG1466

Place: Hyderabad
Date: 9 February 2023

Annexure A to the Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

| Sl No. | Name of the Entity |
|--------|---|
| | Subsidiaries- Reviewed by other Auditors |
| 1 | KNR Agrotech and Beverages Pvt Ltd |
| 2 | KNR Infrastructure Projects Pvt Ltd |
| 3 | KNR Energy Ltd |
| 4 | KNRC Holdings and Investments Private Ltd |
| 5 | KNR Srirangam Infra Pvt Ltd |
| 6 | KNR Tirumala Infra Pvt Ltd |
| 7 | KNR Shankarampet Projects Pvt Ltd |
| 8 | KNR Somwarpet Infracproject Pvt Ltd |
| 9 | KNR Palani Infra Pvt Ltd |
| 10 | KNR Ramanattukara Infra Pvt Ltd |
| 11 | KNR Guruvayur Infra Pvt Ltd |
| 12 | KNR Ramagiri Infra Pvt Ltd |
| 13 | Manjeri City Infrastructures and Developers LLP |
| 14 | Benedire Infrastructures and Developers LLP |
| | Associates- Reviewed by other Auditors |
| 1 | Patel KNR Heavy Infrastructures Ltd |
| 2 | Patel KNR Infrastructures Ltd |
| | Joint Operations - Reviewed by other Auditors |
| 1 | Patel KNR-JV |
| 2 | KNR Patel-JV |
| 3 | PSK KNR GVR-JV |
| 4 | BSCPL KNRCL-JV |
| 5 | KNR BPL - JV |
| 6 | KNR HES -JV |
| 7 | KNR NAVAYUGA NCC-JV |
| | Joint Operations- Not reviewed by other Auditors |
| 1 | KNR SLEC-JV |
| 2 | KNR GVR-JV |
| 3 | KNR JKM Kamala-JV |
| 4 | KNR JKM-JV |
| 5 | KNR PBEPL-JV |
| 6 | KNR SEW GVR-JV |
| 7 | KNR HES ACPL-JV |
| 8 | KNR SLMI-JV |
| 9 | KNR TBCPL-JV |
| | Joint Venture- Not reviewed by other Auditor |
| 1 | SEL KNR-JV |

