



**KNR Constructions Limited.**

Dated 13<sup>th</sup> February 2020

Ref: KNRCL/SD/2020/19 & 20

To  
BSE Limited  
P J Towers, Dalal Street,  
Fort, MUMBAI - 400001

BSE Code: 532942

To  
National Stock Exchange of India Limited  
"Exchange Plaza",  
Bandra Kurla Complex,  
Bandra (E), MUMBAI - 400051

NSE Symbol: KNRCON

Sir,

Sub: - Proceedings of the Board Meeting

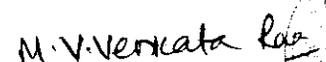
With reference to the above, we wish to inform you that in the just concluded Meeting of the Board of Directors of the Company, inter-alia considered and approved the Un-audited Financial Results (Standalone & Consolidated) for the Quarter / Nine months ended 31<sup>st</sup> December 2019

We also enclosed a copy of the Limited Review Report of the Auditors of the Company on the Unaudited Financial Results (Standalone & Consolidated) of the Company for the Quarter / Nine Months ended 31<sup>st</sup> December 2019, as required under Regulation 33 of the Listing Regulations.

We hereby declare that the Unaudited Report in respect of Standalone & Consolidated Financial Statements for Quarter Ended 31<sup>st</sup> December 2019 are unmodified.

This is for your information and records.

Yours sincerely,  
for KNR Constructions Limited

  
M. V. VENKATA RAO  
Company Secretary



# 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, 2019

(Rupees In Lakhs, except share data)

Sl. No.	PARTICULARS	Quarter ended			Nine Months ended		
		December 31	September 30	December 31	December 31	December 31	Year ended
		2019	2019	2018	2019	2018	2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Revenue from Operations (Refer note : 8)	55,787.98	54,619.65	44,889.39	156,867.91	142,154.22	213,725.62
2.	Other Income (Refer note : 8)	697.27	2,556.12	2,166.75	4,930.96	4,824.28	6,338.58
3.	<b>Total income (1+2)</b>	<b>56,485.25</b>	<b>57,175.77</b>	<b>47,056.14</b>	<b>161,798.87</b>	<b>146,978.50</b>	<b>220,064.20</b>
4.	<b>Expenses</b>						
	a) Cost of materials consumed	17,520.28	17,208.33	14,803.02	53,327.24	45,023.50	64,320.14
	b) Sub contract Expenses	1,264.67	1,218.32	4,530.08	6,626.26	12,453.30	17,550.87
	c) Spreading & Assortment Expenses	13,809.05	13,143.18	8,702.74	34,742.39	32,710.91	56,938.65
	d) Employee benefits expense	3,029.79	3,628.45	2,356.67	9,372.26	6,808.53	9,285.73
	e) Finance Costs	1,415.36	976.18	701.35	3,295.36	2,161.70	2,910.25
	f) Depreciation and amortization expense	5,169.23	4,751.88	4,500.05	13,808.51	12,026.65	16,810.65
	g) Other expenses	7,725.05	6,843.73	5,509.24	18,780.86	16,871.75	22,933.77
	<b>Total Expenses (a to g)</b>	<b>49,933.43</b>	<b>47,770.07</b>	<b>41,103.15</b>	<b>139,952.88</b>	<b>128,056.34</b>	<b>190,750.06</b>
5.	<b>Profit / (loss) before exceptional items and tax (3 - 4)</b>	<b>6,551.82</b>	<b>9,405.70</b>	<b>5,952.99</b>	<b>21,845.99</b>	<b>18,922.16</b>	<b>29,314.14</b>
6.	Exceptional Items (Refer note: 5,6 & 7)	671.53	400.61	-	1,072.14	-	254.96
7.	<b>Profit / (loss) before tax (5 - 6)</b>	<b>5,880.29</b>	<b>9,005.09</b>	<b>5,952.99</b>	<b>20,773.85</b>	<b>18,922.16</b>	<b>29,059.18</b>
8.	<b>Tax Expense</b>						
	Current Tax	2,749.59	2,484.69	1,249.44	6,634.87	4,023.43	6,046.55
	Tax relating to earlier years	5.84	0.61	35.60	6.45	35.60	49.58
	MAT credit entitlement	-	-	76.90	-	(225.73)	(591.11)
	Deferred Tax	(895.89)	(489.49)	(619.70)	(1,669.25)	(2,022.47)	(2,772.34)
	<b>Total Tax Expense</b>	<b>1,859.54</b>	<b>1,995.81</b>	<b>742.24</b>	<b>4,972.07</b>	<b>1,810.83</b>	<b>2,732.68</b>
9.	<b>Net Profit/(Loss) after tax (7 - 8)</b>	<b>4,020.75</b>	<b>7,009.28</b>	<b>5,210.75</b>	<b>15,801.78</b>	<b>17,111.33</b>	<b>26,326.50</b>
10.	Other Comprehensive Income (OCI) [Net of tax]	(0.19)	(0.19)	(31.64)	(0.58)	(94.91)	(0.77)
11.	<b>Total Comprehensive Income (9+10)</b>	<b>4,020.56</b>	<b>7,009.09</b>	<b>5,179.11</b>	<b>15,801.20</b>	<b>17,016.42</b>	<b>26,325.73</b>
12.	Paid up equity share capital (Face Value Rs. 2/- per share)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
13.	Other Equity						138,618.54
14.	<b>Earnings Per Share (EPS)</b>						
	a. Basic EPS Rs.	2.86*	4.98*	3.71*	11.24*	12.17*	18.72
	b. Diluted EPS Rs.	2.86*	4.98*	3.71*	11.24*	12.17*	18.72

\* 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 13, 2020.
- The above 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/FAC/62/2016 dated July 5, 2016 & amendments thereto and were subjected to limited review by the Statutory Auditor of the Company.
- The Statutory Auditors have carried out limited review of the unaudited standalone financials results for quarter and nine months ended December 31, 2019.
- The Standalone figures for the quarter ended December 31, 2019 are the balancing figures between the un audited figures for the nine months ended December 31, 2019 and unaudited published standalone figures up to half year ended September 30, 2019.
- For the quarter ended September 30, 2019 and nine months ended December 31, 2019, One of the wholly owned subsidiary i.e. KNR Chidambaram Infra Pvt Ltd., (KCIPL), has been notified by NHAI that the Concession Agreement of the KCIPL is deemed terminated w.e.f., 11th April, 2019 "as per clause 4.5 of the Concession Agreement". The company has written off its investments in KCIPL amounting to Rs. 835.00 lakhs and written back its liabilities to the tune of Rs. 434.39 lakhs, accordingly the net impact of Rs. 400.61 lakhs was shown as exceptional items in the Statement of Profit and Loss, accordingly the EPC Contract has also been deemed terminated.
- For the quarter and nine months ended December 31, 2019, the Company has entered into a Share Purchase Agreement ("the SPA") with CUBE Highways and Infrastructure III pte.ltd for sale of its 100% share holding in one of its subsidiary i.e. KNR Walayar Tollways Pvt Ltd., (KWTPPL) on 09-01-2020 for an Enterprise value of Rs. 529.27 Crores and accordingly the company has impaired its investment for an amount of Rs. 671.53 lakhs, which was shown as exceptional items in the Statement of Profit and Loss. The Proposed transaction is subject to certain conditions precedent including approvals from Lenders and NHAI.
- For the year ended March 31, 2019, the company has written off its investments in two foreign subsidiary companies which is amounting to Rs. 254.96 lakhs, which is reflected as exceptional items in the Statement of Profit and Loss.
- During the quarter and nine months ended December 31, 2019 the Company has received an Arbitration claim in one of the project for an amount of Rs. 456.07 lakhs (include interest of Rs. 87.87 lakhs) and Rs. 6,170.91 lakhs (includes Interest of Rs. 2,263.04 lakhs) respectively, and for the quarter ended September 30, 2019 is Rs. 5,714.84 lakhs (includes Interest of Rs. 2,175.17 lakhs), with respect to the above claim an amount Rs. 1,216.36 lakhs has been adjusted against existing Company Receivables and an amount of Rs. 510.89 lakhs has been accounted towards expenditure.
- The Company has adopted Ind AS 116 'Leases' from April 1, 2019 and applied the standard to all lease contracts existing on the date of initial application i.e. April 1, 2019. The Company has used the modified retrospective approach for transitioning to Ind AS116 with right-of-use asset recognized at an amount equal to the lease liability. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted, and the impact of the same on the statement of profit or loss for the quarter and nine months ended December 31, 2019 is not material.
- The company is primarily engaged in "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
- The Company has entered into Share Purchase Agreements (the "SPAs") with Cube Highways and Infrastructure III Pte. Ltd (the "Investor") for the following 3 wholly owned subsidiaries (the "SPVs") of HAM Projects - 1) KNR Srirangam Infra Private Limited on 28-01-2019, 2) KNR Tirumala Infra Private Limited on 11-02-2019, 3) KNR Shankarampet Projects Private Limited on 16-08-2019. Pursuant to SPAs, the Company will, in a phased manner, sell to the Investor its entire shareholding in the SPVs, subject to the shareholding transfer restrictions set out in the concession agreement (s) executed between National Highway Authority of India and the respective SPVs and subject to various regulatory and lenders' approvals.
- 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. Jalandhar Reddy*

**K. Jalandhar Reddy**  
Executive Director  
DIN: 00434911

K. P. RAO  
K. VISWANATH  
DESMOND J. REBELLO  
H.N. ANIL  
MOHAN R LAVI  
K.P. SIDDHARTH  
V. NARAYANAN  
S. PRASHANTH  
P. RAVINDRANATH

Ph.: 040-23322310  
E Mail : info.hyderabad@kpao.co.in

**Limited review report on Quarterly and Year to date Standalone Unaudited Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**TO THE BOARD OF DIRECTORS OF  
KNR CONSTRUCTIONS LIMITED**

1. We have reviewed the accompanying Statement of unaudited standalone financial results ("the Statement") of KNR Constructions Limited (the 'Company') for the quarter ended December 31, 2019 and Year to date from April 1, 2019 to December 31, 2019 being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard for Interim Financial Reporting Ind AS 34, prescribed under section 133 of Companies Act, 2013 read with relevant rules issued thereunder, other accounting principles generally accepted in India and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

2. We conducted our review in accordance with 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



**Head Office**

**Bangalore :** 'Poornima', IInd Floor, 25, State Bank Road, Bangalore - 560 001. Ph.:080-25587385/ 25586814

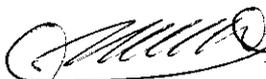
**Branches**

**Mysore :** 74, 2nd Main, First Stage, Vijayanagar, Mysore - 570 017. Ph.: 0821-2517971

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

3. Based on our review, nothing has come to our attention that causes us to believe that the accompanying Statements prepared in accordance with the applicable Indian Accounting Standards and the 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, read with SEBI Circular no CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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



**K Viswanath**  
Partner

Membership Number: 022812  
UDIN: 20022812AAAAAS6148



Place: Hyderabad  
Date: February 13, 2020

# 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

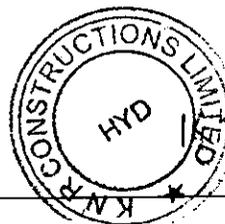
## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

		(Rupees in Lakhs, except share data)					
Sl. No.	PARTICULARS	Quarter ended			Nine Months ended		Year ended
		December 31	September 30	December 31	December 31	December 31	March 31
		2019	2019	2018	2019	2018	2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Revenue from Operations (Refer note : 8)	60,374.95	58,707.30	48,384.57	172,153.82	152,614.63	229,150.32
2.	Other Income (Refer note : 8)	920.80	2,732.62	2,194.65	5,527.22	5,301.71	7,434.40
3.	<b>Total income (1+2)</b>	<b>61,295.75</b>	<b>61,439.92</b>	<b>50,579.22</b>	<b>177,681.04</b>	<b>157,916.34</b>	<b>236,584.72</b>
4.	<b>Expenses</b>						
	a) Cost of materials consumed	17,520.27	17,208.33	14,803.23	53,327.24	45,029.75	64,378.29
	b) Sub contract Expenses	1,264.67	1,218.32	4,715.17	6,626.26	13,464.18	18,401.27
	c) Construction cost	153.59	196.24	-	3,731.58	-	446.59
	d) Spreading & Assortment Expenses	13,827.11	13,171.79	8,725.37	34,810.10	32,984.65	57,418.23
	e) Changes in inventories of finished goods and work in progress	-	-	(0.01)	-	39.99	(130.75)
	f) Employee benefits expense	3,075.50	3,672.77	2,407.86	9,502.38	6,951.67	9,477.35
	g) Finance Costs	2,761.05	2,378.80	2,161.59	7,507.65	6,754.85	8,906.55
	h) Depreciation and amortization expense	6,726.03	6,308.44	5,985.45	18,478.09	16,483.02	23,013.23
	i) Other expenses	8,440.43	7,415.41	5,970.17	20,656.11	18,533.53	25,491.77
	<b>Total Expenses (a to i)</b>	<b>53,768.65</b>	<b>51,570.10</b>	<b>44,768.83</b>	<b>154,639.41</b>	<b>140,241.64</b>	<b>207,402.53</b>
5.	Profit / (loss) before exceptional items and tax (3 - 4)	7,527.10	9,869.82	5,810.39	23,041.63	17,674.70	29,182.19
6.	Exceptional Items (Refer note : 5, 6 & 7)	671.53	400.61	-	1,072.14	-	254.96
7.	<b>Profit / (loss) before tax (5 - 6)</b>	<b>6,855.57</b>	<b>9,469.21</b>	<b>5,810.39</b>	<b>21,969.49</b>	<b>17,674.70</b>	<b>28,927.23</b>
8.	Tax Expense						
	Current Tax	2,749.59	2,483.27	1,253.54	6,638.60	4,039.84	6,067.59
	Tax relating to earlier years	5.84	0.61	49.14	3.06	49.14	52.38
	MAT credit entitlement	-	-	127.88	-	(174.75)	(591.11)
	Deferred Tax	(895.90)	(478.87)	(670.68)	(1,658.65)	(2,073.45)	(2,782.25)
	<b>Total Tax Expense</b>	<b>1,859.53</b>	<b>2,005.01</b>	<b>759.88</b>	<b>4,983.01</b>	<b>1,840.78</b>	<b>2,746.61</b>
9.	<b>Net Profit/(Loss) after tax (7 - 8)</b>	<b>4,996.04</b>	<b>7,464.20</b>	<b>5,050.51</b>	<b>16,986.48</b>	<b>15,833.92</b>	<b>26,180.62</b>
10.	Share of profit / (loss) of associates and joint Controlled Entity	(195.86)	842.37	(130.37)	574.42	(115.99)	308.60
11.	<b>Net Profit/(Loss) after tax and share of profit / (loss) of associates and joint controlled entity (9 + 10)</b>	<b>4,800.18</b>	<b>8,306.57</b>	<b>4,920.14</b>	<b>17,560.90</b>	<b>15,717.93</b>	<b>26,489.22</b>
	Attributable to:						
	Shareholders of the Company	5,188.53	8,590.49	5,040.38	18,068.44	16,164.60	27,051.12
	Non-Controlling Interest	(388.35)	(283.92)	(120.24)	(507.54)	(446.67)	(561.90)
12.	Other Comprehensive Income (OCI) [Net of tax]	0.33	(0.24)	(30.65)	0.12	(93.92)	0.16
13.	<b>Total Comprehensive Income (11+12)</b>	<b>4,800.51</b>	<b>8,306.33</b>	<b>4,889.49</b>	<b>17,561.02</b>	<b>15,624.01</b>	<b>26,489.38</b>
	Attributable to:						
	Shareholders of the Company	5,188.86	8,590.25	5,009.73	18,068.56	16,070.68	27,051.28
	Non-Controlling Interest	(388.35)	(283.92)	(120.24)	(507.54)	(446.67)	(561.90)
14.	Paid up equity share capital (Face Value Rs 2/- per share)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
15.	Other Equity						127,420.26
16.	Earnings Per Share (EPS)						
	a. Basic EPS Rs.	3.69*	6.11*	3.58*	12.85*	11.50*	19.24
	b. Diluted EPS Rs.	3.69*	6.11*	3.58*	12.85*	11.50*	19.24

\* Not annualised

**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 13, 2020.
- The above consolidated 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/FAC/62/2016 dated July 5, 2016 & amendments thereto and were subjected to limited review by the Statutory Auditor of the company.
- The Statutory Auditors have carried out limited review of the unaudited Consolidated financials results for quarter and nine months ended December 31, 2019 and the unaudited Consolidated financial results for the quarter and nine months ended December 31, 2018 are not subjected to limited review by the Statutory Auditor.
- The Consolidated figures for the quarter ended December 31, 2019 are the balancing figures between the un audited consolidated figures for the nine months ended December 31, 2019 and unaudited published Consolidated figures for the half year ended September 30, 2019.
- For the quarter ended September 30, 2019 and nine months ended December 31, 2019, One of the wholly owned subsidiary i.e. KNR Chidambaram Infra Pvt Ltd., (KCIPL), has been notified by NHA that the Concession Agreement of the KCIPL is deemed terminated w.e.f, 11th April, 2019 "as per clause 4.5 of the Concession Agreement". The company has written off its investments in KCIPL amounting to Rs 835.00 lakhs and written back its liabilities to the tune of Rs 434.39 lakhs, accordingly the net impact of Rs. 400.61 lakhs was shown as exceptional items in the Statement of Profit and Loss, accordingly the EPC Contract has also been deemed terminated.
- For the quarter and nine months ended December 31, 2019, the Company has entered into a Share Purchase Agreement ("the SPA") with CUBE Highways and Infrastructure III pte.ltd for sale of its 100% share holding in one of its subsidiary i.e. KNR Walayar Tollways Pvt Ltd., (KWTP) on 09-01-2020 for an Enterprise value of Rs 529.27 Crores and accordingly the company has impaired its investment for an amount of Rs 671.53 lakhs, which was shown as exceptional items in the Statement of Profit and Loss. The Proposed transaction is subject to certain conditions precedent including approvals from lenders and NHA.
- For the year ended March 31, 2019, the company has written off its investments in two foreign subsidiary companies which is amounting to Rs. 254.96 lakhs, which is reflected as exceptional items in the statement of Profit and Loss.
- During the quarter and nine months ended December 31, 2019 the Company has received an Arbitration claim in one of the project for an amount of Rs 456.07 lakhs (include interest of Rs 87.87 lakhs) and Rs 6,170.91 lakhs (includes interest of Rs 2,263.04 lakhs) respectively, and for the quarter ended September 30, 2019 is Rs. 5,714.84 lakhs (includes interest of Rs 2,175.17 lakhs), with respect to the above claim an amount Rs. 1,216.36 lakhs has been adjusted against existing Company receivables and an amount of Rs 510.89 lakhs has been accounted towards expenditure.
- The Company has adopted Ind AS 116 'Leases' from April 1, 2019 and applied the standard to all lease contracts existing on the date of initial application i.e. April 1, 2019. The Company has used the modified retrospective approach for transitioning to Ind AS 116 with right-of-use asset recognized at an amount equal to the lease liability. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted, and the impact of the same on the Consolidated statement of profit or loss for the quarter and nine months ended December 31, 2019 is not material.
- The company is primarily engaged in "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
- The Company has entered into Share Purchase Agreements (the "SPAs") with Cube Highways and Infrastructure III Pte. Ltd. (the "Investor") for the following 3 wholly owned subsidiaries (the "SPVs") of HAM Projects - 1) KNR Srirangam Infra Private Limited on 28-01-2019, 2) KNR Tirumala Infra Private Limited on 11-02-2019, 3) KNR Shankarapet Projects Private Limited on 16-08-2019. Pursuant to SPAs, the Company will, in a phased manner, sell to the investor its entire shareholding in the SPVs, subject to the shareholding transfer restrictions set out in the concession agreement (s) executed between National Highway Authority of India and the respective SPVs and subject to various regulatory and lenders' approvals.
- 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. Jalandhar Reddy*

K. Jalandhar Reddy  
Executive Director  
DIN: 00434911

K. P. RAO  
K. VISWANATH  
DESMOND J. REBELLO  
H.N. ANIL  
MOHAN R LAVI  
K.P. SIDDHARTH  
V. NARAYANAN  
S. PRASHANTH  
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**Limited review report on Quarterly and Year to date Consolidated Unaudited Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**TO THE BOARD OF DIRECTORS OF  
KNR CONSTRUCTIONS LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **KNR Constructions Limited** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net profit/(loss) after tax and total comprehensive income / loss of its associates and joint venture for the quarter ended December 31, 2019 and Year to date April 1, 2019 to December 31, 2019 (the "Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the quarter and nine months ended December 31, 2018, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review since the requirement of submission of quarterly consolidated financial results has become mandatory only from 1 April 2019.

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 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

2. We conducted our review in accordance with 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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



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3. The Statement includes the results of the entities listed in the attached Annexure A.
4. Based on our review conducted and procedures performed as stated in paragraph 2 above and based on the consideration of the review reports of other auditors as referred in paragraph 5 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.
5. We did not review the interim financial information of 10 joint operations included in the Standalone unaudited interim financial results of the entities included in the Group, whose financial information reflect the total revenue of ₹ 2,057.48 lakhs and ₹ 17,708.37 lakhs, total loss of ₹ 8.72 lakhs and Total profit after tax (net) ₹ 479.24 lakhs, other comprehensive income(net) of ₹ nil for the quarter ended December 31, 2019 and for the period from April 1, 2019 to December 31, 2019 respectively as considered in the standalone unaudited interim results. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us, 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 2 above.

We did not review the interim financial information of 11 subsidiaries (including one consolidated subsidiary) included in the consolidated unaudited financial information, whose interim financial information reflect total revenues of ₹ 31,567.85 lakhs and ₹ 93,143.88 lakhs, total profit after tax (net) of ₹ 987.49 lakhs and ₹ 1642.94 lakhs and other comprehensive income (net) of ₹ 0.52 lakhs and ₹ 0.70 lakhs, for the quarter ended December 31, 2019 and for the period from April 1, 2019 to December 31, 2019 respectively as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of total loss ₹ 195.86 lakhs and total profit after tax (net) of ₹ 574.42 lakhs for the quarter ended December 31, 2019 and for the period from April 1, 2019 to December 31, 2019 respectively as considered in the consolidated unaudited financial results, in respect of 2 associates, whose interim financial information have not been reviewed by us. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 2 above.

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



6. We did not review the interim financial information of 4 joint operations included in the Standalone unaudited interim financial results of the entities included in the Group, whose financial information reflect total revenue of ₹ 448.50 lakhs and ₹ 714.37 lakhs, profit after tax (net) of ₹ 42.27 lakhs and ₹ 50.21 lakhs, other comprehensive income (net) of ₹ nil for the quarter ended December 31, 2019 and for the period from April 1, 2019 to December 31, 2019 respectively as considered in the Standalone unaudited interim financial results. 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.

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

7. The consolidated unaudited financial results also includes the Group's share of net profit after tax (net) of ₹ nil and ₹ nil and other comprehensive income (net) of ₹ nil and ₹ nil for the quarter ended December 31, 2019 and for the period from April 1, 2019 to December 31, 2019 respectively as considered in the consolidated unaudited financial results, in respect of one joint venture located in outside India, based on their interim financial information which have not been reviewed by us and whose financial information has been furnished to us by the Parent's Management. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the management.

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

Firm's Registration Number: 003135S



**K Viswanath**  
Partner

Membership Number: 022812  
UDIN: 20022812AAAAAT3192



Place: Hyderabad  
Date: February 13, 2020

**Annexure A**

**Subsidiaries**

SI No.	Company Name
1	KNR Agrotech And Beverages Private Limited
2	KNR Infrastructure Projects Private Limited
3	KNR Energy Limited
4	KNR Walayar Tollways Private Limited
5	KNRC Holdings and Investments Private Limited
6	KNR Chidambaram Infra Private Limited
7	KNR Srirangam Infra Private Limited
8	KNR Somwarpet Infra Projects Private Limited
9	KNR Palani Infra Private Limited
10	KNR Tirumala Infra Private Limited
11	KNR Shankarampet Projects Private Limited

**Associates**

1	Patel KNR Heavy Infrastructures Limited
2	Patel KNR Infrastructures Limited

**Joint Operations**

Sr. No.	Name of the Joint Operations
1	KNR - Patel JV
2	Patel - KNR JV
3	KNR - SLEC JV
4	KNR - BPL JV
5	KNR - GVR JV
6	KNR - JKM JV
7	KNR - SLMI JV
8	KNR - TBCPL-JV
9	KNR - PBEPL-JV
10	KNR - SEW - GVR-JV
11	PSK - KNR - GVR - JV
12	BSCPL - KNR - JV
13	KNR - HES - ACPL - JV
14	KNR - JKM - KAMALA- JV

**Joint Venture**

1	SEL - KNR - JV (Bangladesh)
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