

**Registered Office**

8-2-293/82/A/431/A,  
Road No. 22, Jubilee Hills,  
Hyderabad - 500033.  
Tel: +91-40-23559922-25,  
Tel: +91-40-23558701  
Fax: +91-40-23559930

Dated 14<sup>th</sup> June 2018

The Secretary  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort  
Mumbai - 400 001  
Security Code: 532997

The Secretary  
The National Stock Exchange of India Ltd  
Exchange Plaza,  
Bandra Kurla Complex, Bandra (East)  
Mumbai - 400 051  
Security Symbol: KSK

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting**

Pursuant to Regulation 33 and other applicable provisions, if any, of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company, in its meeting held today has approved the Audited Financial Results (Consolidated and Standalone) for the year ended March 31, 2018. A copy of the said results, notes thereto and the Auditor's Report is enclosed for your records.

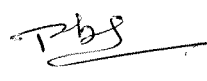
We would like to state that Auditors of the Company, M/s. Jawahar and Associates, Chartered Accountants, Hyderabad have issued audit report with modified opinion on the Financials Statements. We submit herewith the Annexure- I, in the prescribed format thereby furnishing "Statement on impact of Audit Qualification" (for audit report with modified opinion).

The above information is also available on the website of the Company: [www.ksk.co.in](http://www.ksk.co.in).

The Board Meeting started at 1200 Hours and ended at 2230hours. Kindly take the above information on record.

Thanking You,

Yours faithfully  
for KSK Energy Ventures Limited

  
Ranjith Kumara Shetty  
Company Secretary



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Website: www.ksk.co.in

**KSK Energy Ventures Limited**


**Audited Standalone Financial Results for the year ended 31 March 2018**

(All amount in Indian Rupees million, except share data and where otherwise stated)

Particulars	3 months	3 months	3 months	Year	Year
	ended	ended	ended	ended	ended
	31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
	Audited*	Unaudited	Audited*	Audited	Audited
<b>I Revenue from operations</b>	4.35	5.42	62.22	24.93	198.49
<b>II Other income</b>	(55.04)	40.49	87.37	139.79	377.27
<b>III Total revenue (I+II)</b>	<b>(50.69)</b>	<b>45.91</b>	<b>149.59</b>	<b>164.72</b>	<b>575.76</b>
<b>IV Expenses</b>					
Employee benefits expense	19.16	10.78	16.82	49.50	50.97
Finance costs	349.25	346.96	354.61	1,380.60	1,333.89
Other expenses	139.27	7.39	34.02	605.11	61.82
Depreciation and amortisation expense	0.47	0.29	0.78	2.16	4.09
<b>Total expenses</b>	<b>508.15</b>	<b>365.42</b>	<b>406.23</b>	<b>2,037.37</b>	<b>1,450.77</b>
<b>V Profit /(loss) before exceptional items and tax (III-IV)</b>	<b>(558.84)</b>	<b>(319.51)</b>	<b>(256.64)</b>	<b>(1,872.65)</b>	<b>(875.01)</b>
<b>VI Exceptional items</b>	1,888.84	-	-	1,888.84	-
<b>VII Profit / (loss) before tax (V-VI)</b>	<b>(2,447.68)</b>	<b>(319.51)</b>	<b>(256.64)</b>	<b>(3,761.49)</b>	<b>(875.01)</b>
<b>VIII Tax expense / (Income)</b>					
Current tax	-	-	-	-	-
Deferred tax	73.83	-	-	73.83	-
<b>Total tax expense / (Income)</b>	<b>73.83</b>	<b>-</b>	<b>-</b>	<b>73.83</b>	<b>-</b>
<b>IX Profit / (loss) for the period (VII-VIII)</b>	<b>(2,521.51)</b>	<b>(319.51)</b>	<b>(256.64)</b>	<b>(3,835.32)</b>	<b>(875.01)</b>
<b>X Other Comprehensive Income</b>					
(a) (i) Items that will not be reclassified to profit or loss	0.19	-	0.22	(1.32)	0.06
<b>Total Other Comprehensive Income</b>	<b>0.19</b>	<b>-</b>	<b>0.22</b>	<b>(1.32)</b>	<b>0.06</b>
<b>XI Total Comprehensive Income / (loss) for the year (IX+X)</b>	<b>(2,521.32)</b>	<b>(319.51)</b>	<b>(256.42)</b>	<b>(3,836.64)</b>	<b>(874.95)</b>
<b>XII Earnings / (loss) per share :</b>					
Basic and Diluted- face value Rs.10 per share	(5.95)	(0.75)	(0.60)	(9.05)	(2.06)

\*Refer note 3

*S. Kishore*



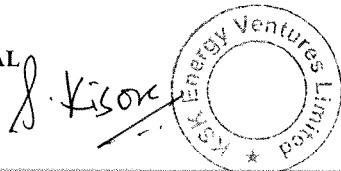
**KSK Energy Ventures Limited**

**Audited Standalone Statement of Assets and Liabilities**

(All amount in Indian Rupees million, except share data and where otherwise stated)

Particulars	As at	As at
	31-Mar-18	31-Mar-17
	Audited	Audited
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, Plant and Equipment	7.00	17.39
(b) Capital work-in-progress	-	74.15
(c) Financial Assets		
(i) Investments	14,555.91	40,085.78
(ii) Trade receivables	-	99.43
(iii) Loans	1,154.97	731.36
(iv) Other financial assets	4.98	411.46
(d) Deferred tax assets (net)	-	73.83
(e) Other non-current assets	131.89	259.50
	<b>15,854.75</b>	<b>41,752.90</b>
<b>2 Current assets</b>		
(a) Financial Assets		
(i) Trade receivables	334.18	309.52
(ii) Cash and cash equivalents	12.55	24.25
(iii) Bank balances other than (ii) above	236.87	303.49
(iv) Loans	3,063.08	1,420.81
(v) Other financial assets	23,800.51	225.52
(b) Current tax assets (Net)	54.86	0.20
(c) Other current assets	649.47	46.50
	<b>28,151.52</b>	<b>2,330.29</b>
<b>TOTAL</b>	<b>44,006.27</b>	<b>44,083.19</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	4,239.86	4,239.86
(b) Other equity	23,117.72	26,954.37
	<b>27,357.58</b>	<b>31,194.23</b>
<b>Liabilities</b>		
<b>1 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	2,585.34	4,681.26
(ii) Other financial liabilities	-	319.64
(b) Provisions	0.12	-
	<b>2,585.46</b>	<b>5,000.90</b>
<b>2 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	5,215.67	2,153.49
(ii) Trade payables	2,044.84	1,332.48
(iii) Other financial liabilities	6,799.59	4,388.20
(b) Other current liabilities	3.13	13.89
	<b>14,063.23</b>	<b>7,888.06</b>
<b>TOTAL</b>	<b>44,006.27</b>	<b>44,083.19</b>

TOTAL



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**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14 June 2018.
- 2 The above results for the quarter and year ended 31 March 2018 have been audited by the statutory auditors of the Company, as per listing agreement entered in to with the stock exchanges in India.
- 3 The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.

- 4 The company is primarily engaged in the business of providing project development and corporate support services. Accordingly there are no reportable segment as per Indian Accounting Standard -108 "Operating Segments".
- 5 The Company has made investment of Rs 28,771.44 million in KSK Mahanadi Power Company Limited ('KMPCL') in form of equity shares and advances . The Company has pledge certain shares with Power Finance Corporation Limited ('PFC') as Security Trustee for the financial assistance granted by lenders to KMPCL. Pursuant to the RBI Circular dated 12th February, 2018, Lenders decision on 27th March, 2018 to consider the change in management outside NCLT, during may 2018 lenders have accordingly invoked shares equivalent to Rs. 25,713.72 million in KMPCL held by the Company along with its subsidiaries.

Consequent to the above, the Company has lost control over KMPCL along with its subsidiaries i.e. KSK Water Infrastructures Private Limited ('KWIPL'), Sai Power Pte Ltd ('SPPL') and associate i.e. Raigarh Champa Rail Infrastructure Private Limited ('RCRIPL') with effect from 27 March 2018. The Company continue to carry remaining Investment, advances and amount receivable pursuant to the invocation at carrying value and no provision has been considered in these financial statements by the management, as impact, if any, is currently unascertainable.

- 6 SWPGL Lenders on 28th April, 2017 have decided to implement change in Management and restructure the debt under "Outside Strategic Debt Restructuring Scheme ('OSDR') as per the Reserve Bank of India (RBI) guidelines and in October 2017 has invoked the pledge shares. However, RBI notification dated 12th February, 2018 repealed all debt restructuring schemes (including OSDR) thereby necessitating resolution under the new circular

Consequent to the invocation of pledge shares, the Company has lost control over SWPGL and SWPGL ceased to be the subsidiary of the Company. The Company continue to carry balance investment, Loans and advances and amount receivable of Rs 2,993.15 million pursuant to the invocation at carrying value and no provision has been considered in these financial statements by the management, as impact, if any, is currently unascertainable.

- 7 Considering the wider developments across the energy sector in India , wherein even commissioned and operational projects are facing significant stress for resolution, the immediate demand for partially developed project, especially various hydro and other projects that entail further developemnt and construction risks, would attract very limited investor interest. Resultantly, the Company has re evaluated the recoverability of its investment in various Hydro, Solar and other projects which are under various stages of construction and implementation over the last few years. Based on such reassessment, Company has undertaken impairment of Property, Plant and Equipment (PPE), investments and other assets related to such projects and accordingly recognised an impairment loss of Rs. 1,888.84 million and disclosed the same as exceptional item in the financial statements.
- 8 LIC and Andhra Bank have recalled the loan given to the Company and LIC has issued notice for possession of underlying securities on account of non-payment of overdue amount. The Company would seek to take appropriate steps, for addressing the same.





## KSK Energy Ventures Limited

CIN No : L45204TG2001PLC057199

### Registered Office

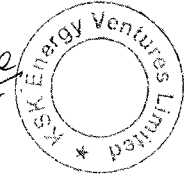
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- 9 The Company has incurred net loss during the current year as well in the previous years with resultant defaults in payment of interest and instalment dues to banks and financial institutions. Further as discussed at notes 5 and 6 to the financial statements, the underlying power generation assets also continue to face significant headwinds with resultant losses and defaulted in payment of interest and instalments dues to banks and financial institutions, along with the wider energy sector projects across India, thereby materially affecting the downstream investments and recoveries thereto. However, the company has been making appropriate representation and is in discussion with the respective lenders to find an appropriate resolution plan at each of the assets. The company continues to prepare the financial statements as going-concern.
- 10 During the period ended 31 March 2018, claim amounting to Rs 1,409.45 million has been made against the Company with respect to SWPGL, which has not been acknowledged as debt and the company is contesting the same.
- 11 The figures for the previous quarter/period have been regrouped wherever necessary, to make them comparable.

Place: Hyderabad  
Date: 14 June 2018

For KSK Energy Ventures Limited

  
S. Kishore  
Whole-time Director  
DIN - 00006627



# JAWAHAR AND ASSOCIATES

CHARTERED ACCOUNTANTS



HEAD OFFICE : C-5, Skylark Apartments  
3-6-309, Basheer Bagh, Hyderabad – 500 029.  
Ph: 2322 5734, 2322 1497, 2322 6965, 2322 2280  
E-mail : jawaharandassociates@gmail.com

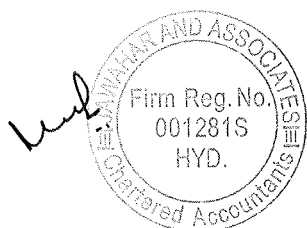
Independent Auditor's Report On Quarterly Financial Results and Year to Date Results  
Standalone Financial statements of the Company Pursuant to the Regulation 33 of the  
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors of

KSK Energy Ventures Limited

1. We have audited the accompanying statement of quarterly standalone financial results of **KSK Energy Ventures Limited** for the quarter ended March 31, 2018 and for the year ended March 31, 2018 (the "Statement"), attached herewith, being submitted by the company pursuant to the requirement 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. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting ( Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under, as applicable and other accounting principles generally accepted in India
2. We conducted our audits in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement(s). An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.



**Branches :**

- \* **VISAKAHPATNAM** : Flat No. 1, First Floor, AVR Enclave, Dondaparthi T.S.N. Colony, Visakhapatnam – 530 016  
Ph. : 0891 – 256 5094, 256 4423, E-mail : [dsvgopikrishna@yahoo.co.in](mailto:dsvgopikrishna@yahoo.co.in)
- \* **ANAKAPALLI** : Door No. 1-3-34/1, Old Current Office Street, Gandhinagar, Anakapalli – 531 001.  
Ph. : 08924 – 224 082, E-mail : [paritipcras@yahoo.com](mailto:paritipcras@yahoo.com)

# JAWAHAR AND ASSOCIATES

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## Basis of Qualified Report

3.

- i. We draw your attention to note no. 5 of the Statement regarding invocation of the pledged shares of KSK Mahanadi Power Company Limited a subsidiary of the company, pledged by the Company in favour of the lenders of "KMPCL".

The company holds an investment of Rs. 411.22 crores and an amount of Rs. 2,465.92 crores shown as receivable consequent to invocation of pledge referred in the above Statement.

Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

- ii. We draw your attention to note no. 6 of the Statement regarding invocation of the pledged shares of Sai Wardha Power Generation Limited a subsidiary, pledged by the Company in favour of the lenders of "SWPGL".

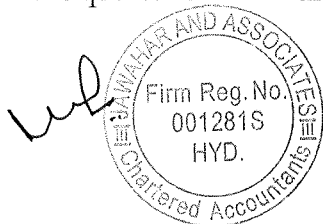
The company holds an investment of Rs. 164.90 crores and an amount of Rs. 134.42 as receivable consequent to invocation of pledge referred in the above Statement.

Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

## Qualified Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in paragraph 3 above, these quarterly standalone financial results as well as the year to date results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016
- ii. give a true and fair view of the total comprehensive income (comprising of net loss and other comprehensive income) and other financial information for the quarter ended March 31, 2018 and for the year ended March 31, 2018.



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2280

E-mail : jawaharandassociates@gmail.com

## Emphasis of Matter

5. We draw your attention to

- a) Note no. 9 in the Statement which indicates that the Company has incurred a net loss during the year ended March 31, 2018 and during the previous years. These conditions along with other matters set forth in Note no 5, 6 and 8 of the Statement, Financial statements are prepared on going concern basis. In the absence of any contrary information, our opinion is not modified in this matter.
- b) Note no. 7 of the Statement, stating the Impairment loss amounting to Rs.188.88 Crores incurred by the company on account of Impairment of Investments and Advances given to subsidiaries. The same has been disclosed as exceptional item in the Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2018. Our opinion is not modified in this matter.
- c) Note no. 8 of the Statement, LIC and Andhra Bank have recalled the loan given to the Company and LIC has issued notice for possession of underlying securities on account of non payment of overdue amount. Our opinion is not modified in this matter.

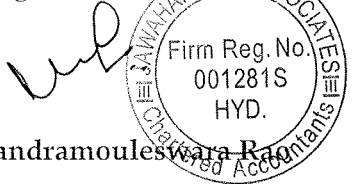
## Other Matters

6. The comparative financial information of the company for the quarter and year ended March 31, 2017, included in these standalone financial results, have been audited by the predecessor auditor. The report of the predecessor auditor on comparative financial information dated 27<sup>th</sup> May, 2017 expressed an unmodified opinion.

For Jawahar and Associates.,

Chartered Accountants

Firm Registration No: 001281S



M. Chandramouleswara Rao

Partner

Membership No: 024608

Place: Hyderabad

Date: June 14, 2018.

## Branches :

- \* **VISAKAHPATNAM** : Flat No. 1, First Floor, AVR Enclave, Dondaparthi T.S.N. Colony, Visakhapatnam – 530 016  
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Statement on Impact of Audit Qualifications (for audit report with modified opinion)  
submitted along-with Annual Audited Financial Results - (Standalone)

Statement on Impact of Audit Qualifications on financial results			
for the Financial Year ended March 31, 2018			
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In million)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In million)
1.	Turnover / Total income	164.72	164.72
2.	Total Expenditure	3,926.21	3,926.21
3.	Net Profit/(Loss)	(3,836.64)	(3,836.64)
4.	Earnings Per Share	(9.05)	(9.05)
5.	Total Assets	44,006.27	44,006.27
6.	Total Liabilities	16,648.69	16,648.69
7.	Net Worth	27,357.58	27,357.58
8.	Any other financial item(s) (as felt appropriate by the management)	-	-

Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

- i. We draw your attention to note no. 5 of the Statement regarding invocation of the pledged shares of KSK Mahanadi Power Company Limited a subsidiary of the company, pledged by the Company in favour of the lenders of "KMPCL". The company holds an investment of Rs. 411.22 crores and an amount of Rs. 2,465.92 crores shown as receivable consequent to invocation of pledge referred in the above Statement. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

- ii. We draw your attention to note no. 6 of the Statement regarding invocation of the pledged shares of Sai Wardha Power Generation Limited a subsidiary, pledged by the Company in favour of the lenders of "SWPGL". The company holds an investment of Rs. 164.90 crores and an amount of Rs. 134.42 as receivable consequent to invocation of pledge referred in the above Statement. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification: Has appeared first time in the current financial year ended 31 March 2018.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not applicable

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

(i) Management's estimation on the impact of audit qualification: Unable to estimate

(ii) If management is unable to estimate the impact, reasons for the same:

- i. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.
- ii. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

(iii) Auditors' Comments on (i) or (ii) above: Since management could not ascertain the consequential impact, the auditors have given qualification in their standalone audit report.

For KSK Energy Ventures Limited



S. Kishore  
Whole-time Director  
(DIN:00006627)





T.L. Sankar  
Audit Committee Chairman  
(DIN: 00121570)

For Jawahar and Associates  
FRN 001281S  
Chartered Accountants



M. Chandramouleswara Rao  
Partner  
ICAI MRN 024608



Date: 14/06/2018  
Place: Hyderabad

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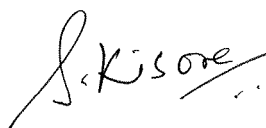

**KSK Energy Ventures Limited**

**Audited Consolidated Financial Results for the period ended 31 March 2018**

(All amounts in Indian Rupees million, except share data and where otherwise stated)

Particulars	3 months ended	3 months ended	3 months ended	Year ended	Year ended
	31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
	Audited*	Unaudited	Audited*	Audited	Audited
I Revenue from operations	5,302.33	7,531.86	11,365.90	31,490.17	39,385.83
II Other income	144.10	286.06	234.03	780.28	1,633.64
III <b>Total revenue (I+II)</b>	<b>5,446.43</b>	<b>7,817.92</b>	<b>11,599.93</b>	<b>32,270.45</b>	<b>41,019.47</b>
IV <b>Expenses</b>					
Cost of fuel consumed	6,002.58	3,971.27	5,795.59	19,014.67	19,958.55
Employee benefits expenses	221.52	177.43	359.53	836.06	1,118.69
Finance costs	7,108.45	4,789.99	6,313.46	21,842.80	21,945.11
Other expenses	2,323.60	766.22	1,838.57	5,397.17	5,517.96
Depreciation and amortisation expenses	1,871.06	1,317.70	1,640.16	5,997.75	6,822.71
<b>Total expenses</b>	<b>17,527.21</b>	<b>11,022.61</b>	<b>15,947.31</b>	<b>53,088.45</b>	<b>55,363.02</b>
V <b>Profit / (loss) before exceptional items and tax (III - IV)</b>	<b>(12,080.78)</b>	<b>(3,204.69)</b>	<b>(4,347.38)</b>	<b>(20,818.00)</b>	<b>(14,343.55)</b>
VI Exceptional items	(2,134.01)	-	-	2,200.37	6,055.20
VII <b>Profit / (loss) before tax (V - VI)</b>	<b>(14,214.79)</b>	<b>(3,204.69)</b>	<b>(4,347.38)</b>	<b>(18,617.63)</b>	<b>(8,288.35)</b>
VIII <b>Tax expense / (income)</b>					
Current tax					
For the year	(6.97)	9.68	(0.13)	2.94	58.41
In respect of earlier years	0.06	-	0.02	(50.44)	0.02
MAT credit entitlement	8.51	(8.51)	(7.59)	57.29	(66.12)
Deferred tax	73.48	(973.70)	(849.95)	(1,613.51)	(1,353.16)
<b>Total tax expense / (income)</b>	<b>75.08</b>	<b>(972.53)</b>	<b>(857.65)</b>	<b>(1,603.72)</b>	<b>(1,360.85)</b>
IX <b>Profit / (loss) after tax (VII - VIII)</b>	<b>(14,289.87)</b>	<b>(2,232.16)</b>	<b>(3,489.73)</b>	<b>(17,013.91)</b>	<b>(6,927.50)</b>
X Share of profit/(loss) of associate	(20.96)	(21.14)	(20.26)	(111.15)	(68.71)
XI <b>Profit / (loss) for the period (IX + X)</b>	<b>(14,310.83)</b>	<b>(2,253.30)</b>	<b>(3,509.99)</b>	<b>(17,125.06)</b>	<b>(6,996.21)</b>
<b>Attributable to:</b>					
Equity holders of the parent	(12,238.07)	(1,881.89)	(3,392.77)	(14,262.64)	(6,359.76)
Non-controlling interest	(2,072.76)	(371.41)	(117.22)	(2,862.42)	(636.45)
	<b>(14,310.83)</b>	<b>(2,253.30)</b>	<b>(3,509.99)</b>	<b>(17,125.06)</b>	<b>(6,996.21)</b>
XII <b>Other comprehensive income</b>					
Items that will not be reclassified to profit or loss	0.80	(0.39)	6.66	(12.45)	1.60
Income tax relating to items that will not be reclassified to profit or loss	(2.66)	-	0.18	0.62	1.02
Items that will be reclassified to profit or loss	(3.12)	4.69	6.50	7.23	(1.28)
<b>Other comprehensive income for the period, net of tax</b>	<b>(4.98)</b>	<b>4.30</b>	<b>13.34</b>	<b>(4.60)</b>	<b>1.34</b>
<b>Total comprehensive income</b>	<b>(14,315.81)</b>	<b>(2,249.00)</b>	<b>(3,496.65)</b>	<b>(17,129.66)</b>	<b>(6,994.87)</b>
<b>Attributable to:</b>					
Equity holders of the parent	(12,243.06)	(1,877.61)	(3,382.16)	(14,266.95)	(6,360.85)
Non-controlling interest	(2,072.75)	(371.39)	(114.49)	(2,862.71)	(634.02)
	<b>(14,315.81)</b>	<b>(2,249.00)</b>	<b>(3,496.65)</b>	<b>(17,129.66)</b>	<b>(6,994.87)</b>
XIII <b>Earnings / (loss) per share:</b>					
Basic and diluted - face value of Rs. 10 per share (Rs.)	(28.86)	(4.44)	(8.00)	(33.64)	(15.00)

\* Refer Note 3





**Audited Consolidated Statement of Assets and Liabilities**

(All amounts in Indian Rupees million, except share data and where otherwise stated)

Particulars	As at 31-Mar-18 Audited	As at 31-Mar-17 Audited
<b>I ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property plant and equipment	5,099.05	134,662.27
(b) Capital work in progress	1,908.91	83,058.84
(c) Goodwill	-	1,955.69
(d) Other intangible assets	0.57	1,316.46
(e) Intangible assets under development	1.54	32.11
(f) Financial asset		
(i) Investments	2,943.46	868.26
(ii) Trade receivables	-	99.44
(iii) Loans	25.29	2,129.39
(iv) Other financial asset	85.81	1,563.80
(v) Derivative assets	-	2,614.48
(g) Deferred tax assets (net)	274.79	11,545.75
(h) Other non-current assets	300.19	9,489.24
	<b>10,639.61</b>	<b>249,335.73</b>
<b>2 Current assets</b>		
(a) Inventories	367.33	1,865.88
(b) Financial asset		
(i) Investments	213.98	341.88
(ii) Trade receivables	312.97	29,537.81
(iii) Cash and bank balances	167.49	1,229.94
(iv) Other bank balances	326.40	5,350.19
(v) Loans	2,844.01	6,191.81
(vi) Other financial asset	27,888.24	332.94
(c) Current tax assets (Net)	56.01	1.02
(d) Other current assets	2,116.51	12,083.61
	<b>34,292.94</b>	<b>56,935.08</b>
	<b>44,932.55</b>	<b>306,270.81</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	4,239.86	4,239.86
(b) Other equity	3,526.38	17,398.76
	7,766.24	21,638.62
(c) Non controlling interest	1,380.36	6,563.45
<b>Total equity</b>	<b>9,146.60</b>	<b>28,202.07</b>

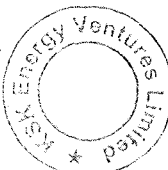
*S. Kishore*



**Audited Consolidated Statement of Assets and Liabilities**  
(All amounts in Indian Rupees million, except share data and where otherwise stated)

Particulars	As at 31-Mar-18 Audited	As at 31-Mar-17 Audited
<b>1 Non-current liabilities</b>		
(a) Financial liability		
(i) Borrowings	10,447.11	204,022.78
(ii) Other financial liabilities	846.64	843.00
(iii) Derivative liabilities	-	896.37
(b) Provisions	7.34	616.58
(c) Deferred tax liabilities (net)	39.49	386.23
(d) Other non current liabilities	15.56	675.05
	<b>11,356.14</b>	<b>207,440.01</b>
<b>2 Current liabilities</b>		
(a) Financial liability		
(i) Borrowings	9,358.99	22,455.35
(ii) Trade payables	2,586.53	12,248.01
(iii) Other financial liabilities	12,244.64	34,360.50
(iv) Derivative liabilities	-	495.45
(b) Other current liabilities	238.87	997.57
(c) Current Tax liability (Net)	0.78	71.85
	<b>24,429.81</b>	<b>70,628.73</b>
	<b>44,932.55</b>	<b>306,270.81</b>

*S. K. Sore*



**Segment wise revenue, results and capital employed**

(All amounts in Indian Rupees million, except share data and where otherwise stated)

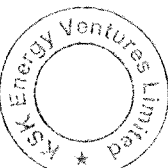
Particulars	3 months ended 31-Mar-18	3 months ended 31-Dec-17	3 months ended 31-Mar-17	Year ended 31-Mar-18	Year ended 31-Mar-17
<b>1 Segment revenue</b>					
(a) Project development	4.35	5.43	62.23	24.93	198.49
(b) Power generation	5,302.33	7,531.31	11,348.64	31,488.52	39,366.93
(c) Unallocated	-	-	-	-	-
Total	5,306.68	7,536.74	11,410.87	31,513.45	39,565.42
Less: Inter segment revenue	4.35	4.88	44.97	23.28	179.59
Net sales / income from operations	5,302.33	7,531.86	11,365.90	31,490.17	39,385.83
<b>2 Segment results profit / (loss) before tax and interest</b>					
(a) Project development	(74.23)	(16.05)	8.29	(317.55)	74.63
(b) Power generation	(5,042.20)	1,315.29	1,723.76	562.07	5,893.29
(c) Unallocated	-	-	-	-	-
Total	(5,116.43)	1,299.24	1,732.05	244.52	5,967.92
Less: i) Finance costs	7,108.45	4,789.99	6,313.46	21,842.80	21,945.11
Add: i) Other un-allocable income net off un-allocable expenditure	(1,989.91)	286.06	234.03	2,980.65	7,688.84
Total profit / (loss) before tax	(14,214.79)	(3,204.69)	(4,347.38)	(18,617.63)	(8,288.35)
<b>3 Capital employed</b>					
<b>Segment assets</b>					
(a) Project development	509.96	533.60	412.21	509.96	412.21
(b) Power generation	15,782.35	270,288.39	282,850.06	15,782.35	282,850.06
(c) Unallocated	28,640.24	29,175.30	23,008.53	28,640.24	23,008.53
Total	44,932.55	299,997.29	306,270.80	44,932.55	306,270.80
<b>Segment liabilities</b>					
(a) Project development	61.69	51.47	53.40	61.69	53.40
(b) Power generation	3,138.69	30,437.88	29,376.11	3,138.69	29,376.11
(c) Unallocated	8,891.13	19,312.93	17,663.23	8,891.13	17,663.23
Total	12,091.51	49,802.28	47,092.74	12,091.51	47,092.74

**Stand-alone information**

(All amounts in Indian Rupees million, except share data and where otherwise stated)

Particulars	3 months ended 31-Mar-18	3 months ended 31-Dec-17	3 months ended 31-Mar-17	Year ended 31-Mar-18	Year ended 31-Mar-17
Turnover	4.35	5.42	62.22	24.93	198.49
Profit / (loss) before tax	(2,447.68)	(319.51)	(256.64)	(3,761.49)	(875.01)
Total comprehensive income/(loss) (after tax)	(2,521.32)	(319.51)	(256.42)	(3,836.64)	(874.95)

*S. K. Sone*



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Email : comp.sect@ksk.co.in

Website : www.ksk.co.in

**Notes:**

- 1 The above results have been reviewed by the Audit Committee. The Board of Directors approved the results at its meeting held on 14 June 2018.
- 2 The above results for the quarter and year ended 31 March 2018 have been audited by the statutory auditors of the Company, as per listing agreement entered in to with the stock exchanges in India.
- 3 The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.
- 4 The segment report of KSK Energy Ventures Limited, its subsidiaries and joint operations has been prepared in accordance with the Indian Accounting Standard - 108 "Operating Segments".
- 5 During the quarter ended 31 March 2018, Group has disposed off its entire 49% stake in Sitapuram Power Limited, a Joint Venture entity for an aggregate consideration of Rs. 420 million. Pursuant to this Group has recognised a loss of Rs. 6.5 million on such sale and included in exceptional item.
- 6 The Group has made investment of Rs. 28,882.40 million in KSK Mahanadi Power Company Limited ('KMPCL') in the form of equity shares and advances. The Group has pledge certain shares with Power Finance Corporation Limited ('PFC') as Security Trustee for the financial assistance granted by lenders to KMPCL. Pursuant to the RBI Circular dated 12<sup>th</sup> February, 2018 and lenders decision on 27<sup>th</sup> March, 2018 to consider the change in management outside NCLT, during May 2018 lenders have accordingly invoked shares equivalent to Rs. 25,713.72 million in KMPCL held by the Group.

Consequent to the above, the Group has derecognised the related carrying values of assets and liabilities of KMPCL along with its subsidiaries i.e. KSK Water Infrastructures Private Limited ('KWIPL'), Sai Power Pte Ltd ('SPPL') and associate i.e. Raigarh Champa Rail Infrastructure Private Limited ('RCRIPL') with effect from 27<sup>th</sup> March 2018. Pursuant to this, the residual investments retained in KMPCL is recognised in accordance with IND AS 28 - Investments in Associates and Joint Ventures, and a net gain of Rs. 13,011.62 million has been recorded as an 'exceptional item' in the consolidated financial statements. The Group continue to carry remaining advances and amount receivable pursuant to the invocation at carrying value and no provision has been considered in these financial statements by the management, as impact, if any, is currently unascertainable.

- 7 Sai Wardha Power Generation Limited ('SWPGL') Lenders on 28<sup>th</sup> April, 2017 have decided to implement change in Management and restructure the debt under "Outside Strategic Debt Restructuring Scheme ('OSDR') as per the Reserve Bank of India (RBI) guidelines and in October 2017 has invoked the pledge shares. However, RBI notification dated 12<sup>th</sup> February, 2018 repealed all earlier debt restructuring schemes (including OSDR) thereby necessitating resolution under the new circular. Consequent to the invocation of pledge shares, the Group has derecognised the related carrying values of assets and liabilities of SWPGL and recognised investments retained in SWPGL in accordance with IND AS 28 - Investments in Associates and Joint Ventures, resulting in Group recording a net loss of Rs. 4,337.26 million, which has been included as an 'exceptional item' in the consolidated financial statements. The Group continue to carry remaining amount receivable of Rs. 2,061.11 million pursuant to the invocation and no provision has been considered in these financial statements by the management, as impact, if any, is currently unascertainable.

*S. Kishore*





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- 8 VS Lignite Power Private Limited ('VSLPPL') Lenders on 29<sup>th</sup> August, 2017 have decided to implement change in Management and restructure the debt under "Outside Strategic Debt Restructuring Scheme ('OSDR') as per the Reserve Bank of India (RBI) guidelines. However, RBI notification dated 12<sup>th</sup> February, 2018 repealed all debt restructuring schemes (including OSDR) and directed lenders to implement any debt structuring as per the revised guidelines. VSLPPL is in active discussion with lenders to work out resolution plan by way of change of control. The Group is of the opinion that even though the actual invocation of pledge shares did not took place, the Group is holding these shares on temporary basis and in fact has lost control on 29<sup>th</sup> August, 2017 itself where in lenders have decided to implement change in management. Accordingly, the Group has deconsolidated VSLPPL and concluded that VSLPPL cease to be subsidiary of the Group. Pursuant to this, the Group has derecognised the related carrying values of assets and liabilities of VSLPPL and recognised investments retained in VSLPPL in accordance with IND AS 28 - Investments in Associates and Joint Ventures, resulting in Group recording a net loss of Rs. 261.64 million, which has been included as an 'exceptional item' in the consolidated financial statements. The Group continue to carry remaining amount receivable of Rs. 816 million and no provision has been considered in these financial statements by the management, as impact, if any, is currently unascertainable.
- 9 During the period ended 31 March 2018, claim amounting to Rs. 1,409.45 million has been made against the Company with respect to SWPGL, which has not been acknowledged as debt and the company is contesting the same.
- 10 Considering the wider developments across the energy sector in India , wherein even commissioned and operational projects are facing significant stress for resolution, the immediate demand for partially developed project, especially various hydro and other projects that entail further developemnt and construction risks, would attract very limited investor interest. Resultantly, the Company has re evaluated the recoverability of its investment in various Hydro, Solar and other projects which are under various stages of construction and implementation over the last few years. Based on such reassessment, Company has undertaken impairment of Property, Plant and Equipment (PPE), Goodwill and other assets related to such projects and accordingly recognised an impairment loss of Rs. 6,205.85 million and disclosed the same as exceptional item in the consolidated financial statements.
- 11 LIC and Andhra Bank have recalled the loan given to the Company and LIC has issued notice for possession of underlying securities on account of non-payment of overdue amount. The Company would seek to take appropriate steps, for addressing the same.
- 12 The Group has incurred net loss during the current year as well in the previous years with resultant defaults in payment of interest and instalments dues to banks and financial institutions. Further as discussed at notes no. 6 to 8 to the financial statements, the Group has residual investments and receivables pursuant to invocation of shares. However, the Group has been making appropriate representation and is in discussion with the respective lenders to find an appropriate resolution plan at each of the assets. The Group continues to prepare the financial statements as going-concern.
- 13 Standalone financial results of the Company for the quarter and year ended 31 March 2018, are available on the Company's website [www.ksk.co.in](http://www.ksk.co.in) and website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).
- 14 The figures for the previous quarter/period have been regrouped wherever necessary, to make them comparable.

For KSK Energy Ventures Limited

Place: Hyderabad  
Date: 14 June 2018

  
**S. Kishore**  
Whole-time Director  
DIN - 00006627



# JAWAHAR AND ASSOCIATES

CHARTERED ACCOUNTANTS

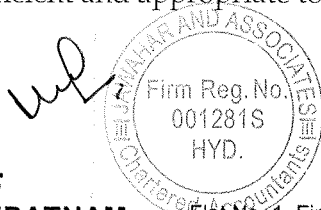


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Independent Auditor's Report On Quarterly Financial Results and Year to Date Results of Consolidated Financial statements of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,  
The Board of Directors of  
KSK Energy Ventures Limited

1. We have audited the accompanying statement of quarterly consolidated financial results of **KSK Energy Ventures Limited** comprising its subsidiaries (the parent and its subsidiaries together referred to as "the Group") and its associates for the quarter ended March 31, 2018 and the consolidated financial results for the year ended March 31, 2018 (the "Statement"), attached herewith, being submitted by the company pursuant to the requirement 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. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (Ind AS 34), mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued there under as applicable and other accounting principles generally accepted in India.
2. We conducted our audits in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement(s). An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.



**Branches :**

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# JAWAHAR AND ASSOCIATES

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## Basis for Qualified Opinion:

3.

- i. We draw your attention to note no. 6 of the Statement, regarding invocation of the pledged shares of KSK Mahanadi Power Company Limited a subsidiary of the company, pledged by the Company in favour of the lenders of "KMPCL".

The group holds an amount of Rs. 2,677.24 crores as receivable and Rs. 210.99 Crores as Investments consequent to invocation of pledge referred above in the Financial Statements.

- ii. We draw your attention to note no. 7 of the Statement, regarding invocation of the pledged shares of Sai Wardha Power Generation Limited a subsidiary, pledged by the Company in favour of the lenders of "SWPGL".

The group holds an amount of Rs. 206.11 crores shown as receivable consequent to invocation of pledge referred above in the Financial Statements.

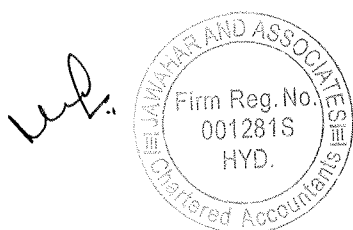
- iii. We draw your attention to note no. 8 of Statement, regarding debt restructuring/ change in management of VS Lignite Power Private Limited a subsidiary, in which the group holds an investment of Rs. 81.60 crores.

Pending disposal/transfer of shares and pending debt restructuring/ change in management by the Lenders no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

## Qualified Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, based on the consideration of the reports of the other auditors on separate financial statements and associates, except for the possible effect of the matters described in Paragraph 3, these quarterly consolidated Ind AS financial results as well as the year to date results :

- i. Are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016



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- ii. Give a true and fair view of the consolidated total comprehensive income (comprising of net loss and other comprehensive income) and other financial information for the quarter ended March 31, 2018 and for the year ended March 31, 2018.

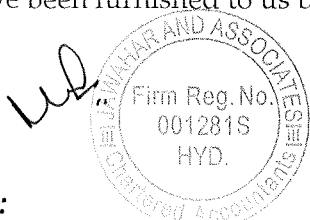
## Emphasis

5. We draw your attention towards

- a) Note no. 12 in the Statement which indicates that the group has incurred a net loss during the year ended March 31, 2018 and during the previous years. These conditions along with other matters set forth in Note no's. 6 to 8 and 11 of the statement, Financial Statements are prepared on going concern basis. In the absence of any contrary information, our opinion is not modified in this matter.
- b) Note no. 11 of the Statement, LIC and Andhra Bank have recalled the loan given to the Company and LIC has issued notice for possession of underlying securities on account of non payment of overdue amount. Our opinion is not modified in this matter.
- c) Note no. 10 of the Statement, stating the Impairment loss amounting to Rs.620.59 crores incurred by the group on account of Impairment of Investments and Advances given to subsidiaries. The same has been disclosed as exceptional item in the Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2018. Our opinion is not modified in this matter.

## Other Matters

6. We did not audit the financial statements and other financial information, in respect of 27 subsidiaries and 1 joint venture, whose financial statements include total assets of Rs. 3236.69 crores as at March 31, 2018, and total revenues of Rs.550.96 crores and Rs. 3230.08 crores for the quarter and year ended March 31, 2018 respectively. These financial statements and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. The consolidated financial statements also include the Group's share of net loss of Rs. 20.96 crores and Rs. 111.15 crores for the quarter and year ended March 31, 2018 respectively, as considered in the consolidated financial statements, in respect of an associate whose financial statements and other financial information have been audited by other auditors and whose report have been furnished to us by the management.



## Branches :

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Ph. : 0891 – 256 5094, 256 4423, E-mail : [dsvgopikrishna@yahoo.co.in](mailto:dsvgopikrishna@yahoo.co.in)
- \* **ANAKAPALLI** : Door No. 1-3-34/1, Old Current Office Street, Gandhinagar, Anakapalli – 531 001.  
Ph. : 08924 – 224 082, E-mail : [paritipcras@yahoo.com](mailto:paritipcras@yahoo.com)

# JAWAHAR AND ASSOCIATES

CHARTERED ACCOUNTANTS



HEAD OFFICE : C-5, Skylark Apartments  
3-6-309, Basheer Bagh, Hyderabad – 500 029.  
Ph: 2322 5734, 2322 1497, 2322 6965, 2322 2280

E-mail : jawaharandassociates@gmail.com

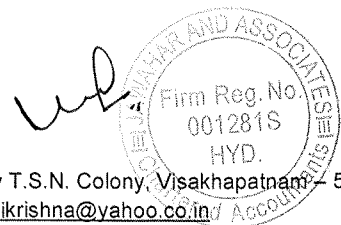
7. The Quarterly consolidated financial results as well as the year to date results include the results of the following entities.

a) List of Subsidiaries and Joint Venture

- i. KSK Vidarbha Power Company Private Limited
- ii. KSK Narmada Power Company Private Limited
- iii. KSK Wind Energy Private Limited
- iv. KSK Surya Photovoltaic Venture Limited
- v. KSK Wardha Infrastructure Private Limited
- vi. KSK Dibbin Hydro Power Private Limited.
- vii. Kameng dam Hydro Power Limited.
- viii. KSK Upper Subansiri Hydro Energy Limited
- ix. KSK Jameri Hydro Power Private Limited
- x. KSK Dinchang Power Company Private Limited
- xi. J R Power Gen Private Limited
- xii. KSK Wind Power Aminabhavi Chikodi Private Limited
- xiii. Tila Karnali Hydro Electric Company Private Limited
- xiv. Bheri Hydro Power Company Private Limited
- xv. KSK Electricity Financing India Private Limited
- xvi. Sai Regency Power Corporation Private Limited
- xvii. KSK Wind Energy Halagali Benchi Private Limited
- xviii. KSK Wind Energy Mothalli Haveri Private Limited
- xix. KSK Wind Power Sankonahatti Athni Private Limited
- xx. Sai Lilagar Power Generation Limited
- xxi. Global Coal Sourcing Plc
- xxii. Sai Maithili Power Company Private Limited
- xxiii. KSK Mahanadhi Power Company Limited

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# JAWAHAR AND ASSOCIATES

CHARTERED ACCOUNTANTS



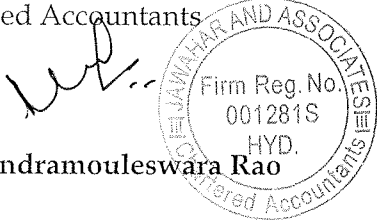
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- xxiv. VS Lignite Power Private Limited
- xxv. Sai Wardha Power Generation Limited
- xxvi. KSK Water Infrastructure Private Limited
- xxvii. Sai Maithili Power Company Private Limited.
- xxviii. Field Mining and Ispats Limited.

Our opinion, in so far it relates to the affairs of such subsidiaries and associate is based solely based on the report of other auditors. Our opinion is not modified in this matter.

For Jawahar and Associates.,

Chartered Accountants



M. Chandramouleswara Rao

Partner

Membership No: 024608

Place: Hyderabad

Date: June 14, 2018

## Branches :

- \* **VISAKAHPATNAM** : Flat No. 1, First Floor, AVR Enclave, Dondaparthi T.S.N. Colony, Visakhapatnam – 530 016  
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Statement on Impact of Audit Qualifications (for audit report with modified opinion)  
submitted along-with Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications on financial results			
for the Financial Year ended March 31, 2018			
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In million)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In million)
1.	Turnover / Total income	34,470.82	34,470.82
2.	Total Expenditure	53,088.45	53,088.45
3.	Net Profit/(Loss)	(17,129.66)	(17,129.66)
4.	Earnings Per Share	(33.64)	(33.64)
5.	Total Assets	44,932.55	44,932.55
6.	Total Liabilities	35,785.95	35,785.95
7.	Net Worth	9,146.60	9,146.60
8.	Any other financial item(s) (as felt appropriate by the management)	Not applicable	Not applicable

Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

- i. We draw your attention to note no. 6 of the Statement, regarding invocation of the pledged shares of KSK Mahanadi Power Company Limited a subsidiary of the company, pledged by the Company in favour of the lenders of "KMPCL". The group holds an amount of Rs. 2,677.24 crores as receivable and Rs. 210.99 crores as Investments consequent to invocation of pledge referred above in the Financial statements. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.
- ii. We draw your attention to note no. 7 of the Statement regarding invocation of the pledged shares of Sai Wardha Power Generation Limited a subsidiary, pledged by the Company in favour of the lenders of "SWPGL". The group holds an amount of Rs. 206.11 crores shown as receivable consequent to invocation of pledge referred above in the Financial statements. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

iii. We draw your attention to note no. 8 of Statement, regarding debt restructuring/ change in management of VS Lignite Power Private Limited a subsidiary, in which the group holds an investment of Rs. 81.60 crores. Pending debt restructuring/ change in management by the Lenders no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification: Has appeared first time in the current financial year ended 31 March 2018.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not applicable

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

(i) Management's estimation on the impact of audit qualification: Unable to estimate

(ii) If management is unable to estimate the impact, reasons for the same:

i. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

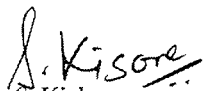
ii. Pending disposal/transfer of shares by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.

iii. Pending restructuring of debt by the Lenders, no provision has been considered in these financial statements by the management, as impact, if any is currently unascertainable.



(iii) **Auditors' Comments on (i) or (ii) above:** Since management could not ascertain the consequential impact, the auditors have given qualification in their consolidated audit report.

For KSK Energy Ventures Limited



S. Kishore  
Whole-time Director  
(DIN:00006627)





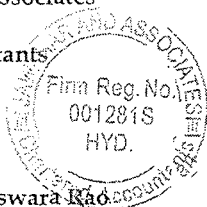
T.L. Sankar  
Audit Committee Chairman  
(DIN: 00121570)

For Jawahar and Associates

FRN 001281S

Chartered Accountants





M. Chandramouleswara Rao  
Partner  
ICAI MRN 024608

Date: 14/06/2018  
Place: Hyderabad