



KSK Energy Ventures Limited

CIN No : L45204TG2001PLC057199

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 11 August 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, at its meeting held today has approved the un-audited Financial Results (Standalone) for the quarter ended June 30, 2018. A copy of the said results, notes thereto and the Limited Review report is enclosed for your records.

Further, as provided under Section 167(1(b)) of the Companies Act, 2013, Mr. K.A. Sastry, Whole-time Director ceased to be a Director with effect from 11th August 2018.

The above information is also available on the website of the Company: www.ksk.co.in.

The Board Meeting started at 1230 Hours and ended at 1530 hours. Kindly take the above information on record.

Thanking You,

Yours faithfully
for KSK Energy Ventures Limited


Ranjith Kumara Shetty
Company Secretary



KSK Energy Ventures Limited

Unaudited Standalone Financial Results for the period ended 30 June 2018

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

Particulars	3 months ended	3 months ended	3 months ended	Year ended
	30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
	Unaudited	Audited	Unaudited	Audited
I Revenue from operations	4.35	4.35	7.58	24.93
II Other income	9.16	(55.04)	117.09	139.79
III Total revenue (I+II)	13.51	(50.69)	124.67	164.72
IV Expenses				
Employee benefits expense	12.08	19.16	10.31	49.50
Finance costs	426.11	349.25	342.39	1,380.60
Other expenses	46.72	139.27	10.69	605.11
Depreciation and amortisation expense	0.15	0.47	0.78	2.16
Total expenses	485.06	508.15	364.17	2,037.37
V Profit /(loss) before exceptional items and tax (III-IV)	(471.55)	(558.84)	(239.50)	(1,872.65)
VI Exceptional items	-	1,888.84	-	1,888.84
VII Profit / (loss) before tax (V-VI)	(471.55)	(2,447.68)	(239.50)	(3,761.49)
VIII Tax expense / (Income)				
Current tax	-	-	-	-
Deferred tax	-	73.83	-	73.83
Total tax expense / (Income)	-	73.83	-	73.83
IX Profit / (loss) for the period (VII-VIII)	(471.55)	(2,521.51)	(239.50)	(3,835.32)
X Other Comprehensive Income				
(a) (i) Items that will not be reclassified to profit or loss	-	0.19	-	(1.32)
Total Other Comprehensive Income	-	0.19	-	(1.32)
XI Total Comprehensive Income / (loss) for the period (IX+X)	(471.55)	(2,521.32)	(239.50)	(3,836.64)
XII Earnings / (loss) per share :				
Basic and Diluted- face value Rs.10 per share	(1.11)	(5.95)	(0.56)	(9.05)

S.K.





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Website: www.ksk.co.in

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11 August 2018.
- 2 The above results for the quarter ended 30 June 2018 have been subjected to "limited review" by the statutory auditors of the Company, as per listing agreement entered in to with the stock exchanges in India.
- 3 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".
- 4 The Company has made investment of Rs 29,149.51 million in KSK Mahanadi Power Company Limited ('KMPCL') in form of equity shares and advances . The Company has pledge certain shares with consortium lender 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 and july 2018 lenders have accordingly invoked shares equivalent to Rs. 27,945.03 million in KMPCL held by the Company along with its subsidiaries.

Consequent to the above, the Company has lost control over KMPCL 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.

- 5 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 2,996.11 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.

- 6 The Company has incurred net loss during the current period 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 4 and 5 to the financial results, 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.
- 7 The figures for the previous quarter/period have been regrouped wherever necessary, to make them comparable.

Place: Hyderabad

Date: 11 August 2018

For KSK Energy Ventures Limited


S. Kishore
Whole-time Director
DIN - 00006627

Independent Auditor's Report on Quarterly Financial Results of 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 30th June, 2018, 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 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 thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India
2. We conducted our audit 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 :

- * **VISAKHAPATNAM** : 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
- * **ANAKAPALLI** : Door No. 1-3-34/1, Old Current Office Street, Gandhinagar, Anakapalli – 531 001.
Ph. : 08924 – 224 082, E-mail : paritpcrao@yahoo.com

Basis of Qualified Report

3.

- i. We draw your attention to note no. 4 of the financial results 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. 358.62 crores and an amount of Rs. 2,556.34 crores shown as receivable consequent to invocation of pledge referred above in the Financial results.

- ii. We draw your attention to note no. 5 of the financial results 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. 165.18 crores and an amount of Rs. 134.43 Crores as receivable consequent to invocation of pledge referred above in the Financial results.

Pending disposal/transfer of shares by the Lenders, no provision has been considered necessary 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:

- 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 30th June, 2018.



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Emphasis of Matter

5. We draw your attention to

- a) Note. 6 in the financial results which indicates that the Company has incurred a net loss during the period ended 30th June, 2018 and during the previous years. These conditions along with other matters set forth in Note no 4 & 5 of the financial results, Financial statements are prepared on going concern basis. In the absence of any contrary information, our opinion is not modified in this matter.

For Jawahar and Associates.,

Chartered Accountants

Firm Registration No: 001281S




M. Chandramouleswara Rao

Partner

Membership No: 024608

Place: Hyderabad

Date: August 11th, 2018.

Branches :

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