

MBL Infrastructures Limited
(CIN-L27109DL1995PLC338407)

Registered & Corporate Office: Baani Corporate One, Suite No. 308, 3rd Floor,
Plot No. 5, Commercial Centre, Jasola, New Delhi - 110025

Tel No. 011-48593300; Fax No. 011-48593320; www.mblinfra.com; Email : cs@mblinfra.com.

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

S. No.	Particulars	(Rs. in Lakhs except earnings per share data)					
		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2021 (Unaudited)	30.09.2021 (Unaudited)	31.12.2020 (Unaudited)	31.12.2021 (Unaudited)	31.12.2020 (Unaudited)	31.03.2021 (Audited)
1	Income						
	a. Revenue from Operation	2,666	1,964	3,893	5,922	8,090	14,633
	b. Other Income	2,723	1,833	2,189	6,943	7,264	11,376
	Total Income	5,389	3,797	6,082	12,865	15,354	26,009
2	Expenses						
	a. Cost of Materials Consumed	391	394	933	1,024	2,211	3,725
	b. Direct Labour, Sub-Contracts etc	584	288	703	1,124	1,230	1,875
	c. Employee Benefits Expense	193	173	150	497	405	551
	d. Finance Costs	-	(1)	180	-	541	723
	e. Depreciation and Amortisation Expense	179	182	355	540	1,058	5,257
	f. Other Expenses	2,415	2,121	3,659	7,268	9,631	13,381
	Total Expenses	3,762	3,157	5,980	10,453	15,076	25,512
3	Profit/ (Loss) before Exceptional Item and Tax (1-2)	1,627	640	102	2,412	278	497
4	Exceptional Items	-	-	-	-	-	-
5	Profit/ (Loss) before Tax (3+4)	1,627	640	102	2,412	278	497
6	Tax Expense						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred Tax	380	(1,628)	(8,856)	(2,197)	(11,029)	2,972
	c. Income Tax for Earlier Years	-	-	-	-	(3,497)	(11,809)
	Total Tax Expenses	380	(1,628)	(8,856)	(2,197)	(14,526)	(8,837)
7	Profit/ (Loss) for the period (5-6)	1,247	2,268	8,958	4,609	14,804	9,334
8	Other Comprehensive Income						
	a. Items that will not be reclassified to profit & Loss	8	-	-	12	3	16
	b. Income Tax relating to items that will not be reclassified to profit & Loss	(2)	-	-	(3)	(1)	(4)
	Total Other Comprehensive Income for the period (8)	6	-	-	9	2	12
9	Total Comprehensive Income for the period (7+8)	1,253	2,268	8,958	4,618	14,806	9,346
10	Paid up Equity Share Capital (Face value of Rs.10/- each)	10,475	10,475	10,475	10,475	10,475	10,475
11	Other Equity	-	-	-	-	-	1,06,324
12	Earnings per Equity (EPS) (in Rs.)						
	a. EPS before Exceptional Items (Basic and Diluted) (in Rs.)	1.20	2.17	8.55	4.41	14.13	8.92
	b. EPS after Exceptional Items (Basic and Diluted) (in Rs.)	1.20	2.17	8.55	4.41	14.13	8.92



Notes

- 1 The above standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The standalone financial results of the Company have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company in their meeting held on February 14, 2022. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 The Resolution Plan of the Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by the Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by the Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 finding them without any merit. The Hon'ble Supreme Court by its order dated January 18, 2022 has dismissed the civil appeal no. 8411 of 2019 filed by one of the dissenting banks against Hon'ble NCLAT order dated August 16, 2019. The Company has taken necessary steps for the implementation of the Resolution Plan on its approval by the Hon'ble NCLT, Kolkata by order dated April 18, 2018. The Resolution Plan was not implemented by the Banks, first on the plea of pending appeals before the Hon'ble NCLAT and thereafter on the plea of pending civil appeal before the Hon'ble Supreme Court against the Hon'ble NCLAT order dated August 16, 2019. The Resolution Plan has attained its finality with the dismissal of civil appeal by Hon'ble Supreme Court. In view of this, the financial results have been prepared on going concern basis.
- 3 The Resolution Plan approved under IBC is binding on all creditors including Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016 and any amount not claimed by the operational creditors stand extinguished. These claims are subject to reconciliation and rights and remedies available with the Company and are not acknowledged as debt.
- 4 The Company has as at December 31, 2021 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (December 31, 2020; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (December 31, 2020; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non-Current Investment amounting to Rs.5,110.00 lakhs (December 31, 2020; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred losses due to cancellation/termination of the projects and net worth of above entities as at December 31, 2021 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in above subsidiaries as good and recoverable.
- 5 The Company has as at December 31, 2021 Non-Current Investment amounting to Rs.2,984 lakhs (December 31, 2020; Rs.2,984 lakhs) in its wholly owned subsidiary company MBL Projects Ltd. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. The subsidiary holds shares in downstream SPVs in which projects were cancelled/ terminated. Claims have been filed against cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, has considered the investment in above subsidiary as good and recoverable.
- 6 The Company has as at December 31, 2021 Non-Current Investment amounting to Rs.18,505 lakhs (December 31, 2020; Rs.18,505 lakhs) in its wholly owned subsidiary company Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective February 17, 2019. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. Based on TEV study report; certain estimates like future business plan; growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, considering the investment in above subsidiary as good and recoverable.
- 7 Pursuant to the provisions of Ind AS 12 "Income Taxes", the Company has conservatively recognised deferred tax assets (net) as at December 31, 2021 amounting to Rs.2,197 lakhs (December 31, 2020 Rs.11,029 lakhs) corresponding to unused brought forward income tax losses for which it has convincing evidences viz. opportunities available in area of its core competence, bidding/pre-qualification limit, conducive government policies and market conditions, recovery of pending claims, TEV study and approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which unused tax losses can be utilised by the Company.
- 8 The Company has claims in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration /litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Company is reasonably certain of their realisation.
- 9 The Company is engaged in Infrastructure Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 10 The Company's operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 11 The outbreak of COVID-19 had impacted the operations of the Company. The operations of the Company were affected by way of interruption in construction activities, supply chain disruption, unavailability of personnel, closure/lockdown of various other activities, etc. The construction activities have been undertaken after implementation of the standard protocols in line with the directives of the concerned authorities. The impact of the COVID-19 including government policies will have to be assessed from time to time. The Company has considered various external and internal information upto the date of approval of these financial results for assessing, inter-alia, the recoverability of investments, trade receivables, project work in progress, inventories and other assets. The Company expects to recover the carrying amount of these assets based on the current indication of future economic conditions. The Company has exercised protections available to it as per the various contractual provisions to reduce the impact of COVID-19. The revenue in respect of claims pertaining to COVID-19 will be recognised when the Company will be reasonably certain of their quantification and realisation.
- 12 As part of the approved Resolution Plan there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the resolution plan by financial creditors. As the Financial creditors are yet to implement the approved Resolution Plan, interest etc. have not accrued to them. Accordingly, no provision for interest amounting to Rs.514 lakhs and Rs.1,543 lakhs (December 31, 2020; Rs.514 lakhs and Rs.1,543 lakhs) has been made for the quarter and nine months ended December 31, 2021.
- 13 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 14 All figures are in lakhs except earnings per share. Figures in () denote negative/decrease.

Date: February 14, 2022
Place: New Delhi



For MBL Infrastructures Ltd.
Ajaneer Kumar Lakhota
Ajaneer Kumar Lakhota
Chairman & Managing Director
DIN 00357695

SV/21-22/028

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

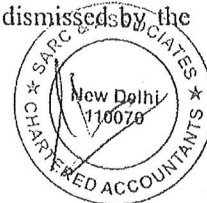
To the Board of Directors of MBL Infrastructures Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **MBL Infrastructures Limited** ("the Company") for the quarter and nine months ended December 31, 2021 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (as amended).
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder 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.

Emphasis of Matters

We draw attention to:

- a. Note No.2 regarding the Resolution Plan of the Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by the Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by the



Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 finding them without any merit. The Hon'ble Supreme Court by its order dated January 18, 2022 has dismissed the civil appeal no. 8411 of 2019 filed by one of the dissenting banks against Hon'ble NCLAT order dated August 16, 2019. The Company has taken necessary steps for the implementation of the Resolution Plan on its approval by the Hon'ble NCLT, Kolkata by order dated April 18, 2018. The Resolution Plan was not implemented by the Banks, first on the plea of pending appeals before the Hon'ble NCLAT and thereafter on the plea of pending civil appeal before the Hon'ble Supreme Court against the Hon'ble NCLAT order dated August 16, 2019. The Resolution Plan has attained its finality with the dismissal of civil appeal by Hon'ble Supreme Court. In view of this, the financial results have been prepared on going concern basis.

- b. Note No.3 regarding the Resolution Plan approved under IBC is binding on all creditors including Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016 and any amount not claimed by the operational creditors stand extinguished. These claims are subject to reconciliation and rights and remedies available with the Company and are not acknowledged as debt.
- c. Note No.4 regarding the Company has as at December 31, 2021 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (December 31, 2020; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (December 31, 2020; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non- Current Investment amounting to Rs.5,110.00 lakhs (December 31, 2020; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred losses due to cancellation/termination of the projects and net worth of above entities as at December 31, 2021 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in above subsidiaries as good and recoverable.
- d. Note No.5 regarding Non-Current Investment as at December 31, 2021 amounting to Rs.2,984 lakhs (December 31, 2020; Rs.2,984 lakhs) holds 100% shares in MBL Projects Ltd., the net worth of the subsidiary which does not represent true market value. The subsidiary holds shares in downstream SPVs in which projects were cancelled. Claims have been filed against cancellation of projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled projects. Considering the contractual tenability, legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery in these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.
- e. Note No.6 regarding Non-Current Investment as at December 31, 2021 amounting to Rs.18,505 lakhs (December 31, 2020; Rs.18,505 lakhs) holds 100% shares in Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective February 17, 2019. The net worth of the subsidiary does not represent true market value as the value of underlying investments/ assets. Based on TEV study report, certain estimates like future business plan, growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of non-current assets and therefore considering the investment in above subsidiary as good and recoverable.



- f. Note No.7 regarding the Company has conservatively recognised deferred tax assets (net) as at December 31, 2021 amounting to Rs.2,197 lakhs (December 31, 2020 Rs.11,029 lakhs) corresponding to unused brought forward income tax losses pursuant to the provisions of Ind AS 12 "Income Taxes", for which it has convincing evidences viz. opportunities available in area of its core competence, bidding/pre-qualification limit, conducive government policies and market conditions, recovery of pending claims, TEV study and approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which unused tax losses can be utilised by the Company.
- g. Note No.8 regarding the Company has claims in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration /litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Company is reasonably certain of their realisation.
- h. Note No.11 regarding the Company's management assessment of the financial impact of the outbreak of Coronavirus (COVID-19) pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon the circumstances as they evolve.

Our conclusion is not modified in respect of above matters.

For SARC & Associates

Chartered Accountants

ICAI Firm Registration No.006085N


Kamal Aggarwal

Partner

Membership No.: 090129

UDIN No.: 22090129ACCFHP7809



Place: New Delhi

Dated: February 14, 2022

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rs. in Lakhs except earnings per share data)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
a. Revenue from Operation	4,465	5,289	5,693	12,927	12,586	20,283
b. Other Income	3,019	1,978	2,448	7,594	8,007	11,951
Total Income	7,484	7,267	8,141	20,521	20,593	32,234
2 Expenses						
a. Cost of Materials Consumed	396	414	933	1,049	2,211	3,725
b. Direct Labour, Sub-Contracts etc	575	303	704	1,130	1,234	1,886
c. Employee Benefits Expense	365	340	324	1,000	898	1,196
d. Finance Costs	889	890	1,621	2,672	4,819	4,223
e. Depreciation and Amortisation Expense	1,598	1,516	1,605	4,675	4,291	9,570
f. Other Expenses	3,197	4,143	4,018	10,804	10,453	15,044
Total Expenses	7,020	7,606	9,205	21,330	23,906	35,644
3 Profit / (Loss) before Exceptional Item and tax (1- 2)	464	(339)	(1,064)	(809)	(3,313)	(3,410)
4 Exceptional Items	-	-	-	-	945	945
5 Profit/(Loss) before Tax (3+4)	464	(339)	(1,064)	(809)	(2,368)	(2,465)
6 Tax Expense						
a. Current Tax	-	-	-	-	-	-
b. Deferred Tax	383	(1,625)	(8,846)	(2,188)	(11,016)	3,007
c. Income Tax for Earlier Years	-	-	-	-	(3,497)	(11,809)
Total Tax Expenses	383	(1,625)	(8,846)	(2,188)	(14,513)	(8,802)
7 Profit / (Loss) for the period (5-6)	81	1,286	7,782	1,379	12,145	6,337
8 Other Comprehensive Income						
a. Items that will not be reclassified to profit & Loss	8	-	1	12	4	16
b. Income Tax relating to items that will not be reclassified to profit & Loss	(2)	-	(1)	(3)	(2)	(4)
Total Other Comprehensive Income for the period (8)	6	-	-	9	2	12
9 Total Comprehensive Income for the period (7+8)	87	1,286	7,782	1,388	12,147	6,349
10 Paid up Equity Share Capital (Face value of 10 each)	10,475	10,475	10,475	10,475	10,475	10,475
11 Other Equity	-	-	-	-	-	71,535
12 Earnings per Equity (EPS) (in Rs.)						
b. EPS before Exceptional Items (Basic and Diluted) (In Rs.)	0.08	1.23	7.43	1.33	10.69	5.16
b. EPS after Exceptional Items (Basic and Diluted) (In Rs.)	0.08	1.23	7.43	1.33	11.60	6.05



Notes

- 1 MBL Infrastructures Ltd. ('the Holding Company') and its subsidiaries are together referred to as 'the Group' in the following notes. The above consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The consolidated financial results of the Group have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Holding Company in their meeting held on February 14, 2022. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 The Resolution Plan of the Holding Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by the Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by the Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 finding them without any merit. The Hon'ble Supreme Court by its order dated January 18, 2022 has dismissed the civil appeal no. 8411 of 2019 filed by one of the dissenting banks against Hon'ble NCLAT order dated August 16, 2019. The Company has taken necessary steps for the implementation of the Resolution Plan on its approval by the Hon'ble NCLT, Kolkata by order dated April 18, 2018. The Resolution Plan was not implemented by the Banks, first on the plea of pending appeals before the Hon'ble NCLAT and thereafter on the plea of pending civil appeal before the Hon'ble Supreme Court against the Hon'ble NCLAT order dated August 16, 2019. The Resolution Plan has attained its finality with the dismissal of civil appeal by Hon'ble Supreme Court. In view of this, the financial results have been prepared on going concern basis.
- 3 The Resolution Plan approved under IBC is binding on all creditors including Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016 and any amount not claimed by the operational creditors stand extinguished. These claims are subject to reconciliation and rights and remedies available with the Group and are not acknowledged as debt.
- 4 Pursuant to the provisions of Ind AS 12 "Income Taxes", the Group has conservatively recognised deferred tax assets (net) as at December 31, 2021 amounting to Rs.2,188 lakhs (December 31, 2020 Rs.11,016 lakhs) corresponding to unused brought forward income tax losses for which it has convincing evidences viz. opportunities available in area of its core competence, bidding/pre-qualification limit, conducive government policies and market conditions, recovery of pending claims, TEV study and approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which unused tax losses can be utilised by the Group.
- 5 The Group has claims in respect of cost over-run arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/ litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Group is reasonably certain of their realisation.
- 6 The Group is engaged in Infrastructure Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 7 The Group operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 8 The outbreak of COVID-19 had impacted the operations of the Group. The operations of the Group were affected by way of interruption in construction activities, supply chain disruption, unavailability of personnel, closure/lockdown of various other activities, etc. The construction activities have been undertaken after implementation of the standard protocols in line with the directives of the concerned authorities. The impact of the COVID-19 including government policies will have to be assessed from time to time. The Group has considered various external and internal information upto the date of approval of these financial results for assessing, inter-alia, the recoverability of investments, trade receivables, project work in progress, inventories and other assets. The Group expects to recover the carrying amount of these assets based on the current indication of future economic conditions. The Tolling Operation of one SPV of the Group suffered due to Farmer's Agitation. The Group has exercised protections available to it as per the various contractual provisions to reduce the impact of COVID-19/Farmer's Agitation. The revenue in respect of claims pertaining to COVID-19/Farmer's Agitation will be recognised when the Group will be reasonably certain of their realisation.
- 9 The account of one of the Subsidiary Company i.e. Suratgarh Bikaner Toll Road Company Private Limited with banks became NPA. A Resolution Plan under RBI guidelines has been submitted to the Banks which is under consideration. Provision for the finance costs has been made for the period as per the said Resolution Plan. The classification of the term loans may undergo change on implementation of the Resolution Plan.
- 10 The Group reports consolidated financial results on quarterly basis as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The standalone financial results are available on Company's website viz www.mblinfra.com and on website of BSE (www.bseindia.com) and NSE (www.nseindia.com). The specified items of the standalone financial results of the Company for the quarter and nine months ended December 31, 2021 are given below:

(Rs in lakhs)

Particulars	Quarter ended			Nine Months Ended		Year Ended
	December 31, 2021 (Unaudited)	September 30, 2021 (unaudited)	December 31, 2020 (Unaudited)	December 31, 2021 (Unaudited)	December 31, 2020 (Unaudited)	March 31, 2021 (Audited)
Revenue	5,389	3,797	6,082	12,865	15,354	26,009
Profit/ (Loss) Before Exceptional Items & Tax	1,627	640	102	2,412	278	497
Profit/ (Loss) Before Tax	1,627	640	102	2,412	278	497
Profit/ (Loss) for the Period	1,247	2,268	8,958	4,609	14,804	9,334

- 11 As part of the approved Resolution Plan of the Holding Company there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the resolution plan by financial creditors. As the financial creditors are yet to implement the approved Resolution Plan, interest etc. have not accrued to them. Accordingly, no provision for interest amounting to Rs.514 lakhs and Rs.1543 lakhs (December 31, 2020; Rs.514 lakhs and Rs.1543 lakhs) has been made for the quarter and nine months ended December 31, 2021.
- 12 Applications have been submitted to the Ministry of Corporate Affairs (MCA) for striking off the name of 2 subsidiaries namely MBL (Haldia) Toll Road Company Limited and MBL (Udaipur Bypass) Road Limited on November 18, 2021 and November 29, 2021 respectively as they have no business.
- 13 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 14 All figures are in lakhs except earnings per share. Figures in () denote negative/decrease.

Date: February 14, 2022
Place: New Delhi



For MBL Infrastructures Ltd.

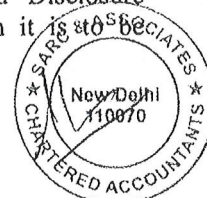
Ajaneer Kumar Lakhota
Ajaneer Kumar Lakhota
Chairman & Managing Director
DIN 00357695

SV/21-22/029

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

To the Board of Directors of MBL Infrastructures Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **MBL Infrastructures Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and nine months ended December 31, 2021 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
 2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
 3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
- We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.
4. The Statement includes the financial results of the entities listed in Annexure A.
 5. Based on our review conducted as above, and based on the consideration of the review reports of the other auditors referred in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder 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 disclosed, or that it contains any material misstatement.



6. Emphasis of Matters

We draw attention to:

- a. Note No.2 regarding the Resolution Plan of the Holding Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by the Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by the Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 finding them without any merit. The Hon'ble Supreme Court by its order dated January 18, 2022 has dismissed the civil appeal no. 8411 of 2019 filed by one of the dissenting banks against Hon'ble NCLAT order dated August 16, 2019. The Company has taken necessary steps for the implementation of the Resolution Plan on its approval by the Hon'ble NCLT, Kolkata by order dated April 18, 2018. The Resolution Plan was not implemented by the Banks, first on the plea of pending appeals before the Hon'ble NCLAT and thereafter on the plea of pending civil appeal before the Hon'ble Supreme Court against the Hon'ble NCLAT order dated August 16, 2019. The Resolution Plan has attained its finality with the dismissal of civil appeal by Hon'ble Supreme Court. In view of this, the financial results have been prepared on going concern basis.
- b. Note No.3 regarding the Resolution Plan approved under IBC is binding on all creditors including Central Government, State Government, any Local Authority under section 31(1) of IBC, 2016 and any amount not claimed by the operational creditors stand extinguished. These claims are subject to reconciliation and rights and remedies available with the Group and are not acknowledged as debt.
- c. Note No.4 regarding deferred tax assets (net) recognised as at December 31, 2021 amounting to Rs.2,188 lakhs (December 31, 2020 Rs.11,016 lakhs) corresponding to unused brought forward income tax losses pursuant to the provisions of Ind AS 12 "Income Taxes", for which it has convincing evidences viz. opportunities available in area of its core competence, bidding/pre-qualification limit, conducive government policies and market conditions, recovery of pending claims, TEV study and approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which unused tax losses can be utilised by the Group.
- d. Note No.5 regarding the claims in respect of cost over-run arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/ litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Group is reasonably certain of their realisation.
- e. Note No.8 regarding the Company's management assessment of the financial impact of the outbreak of Coronavirus (COVID-19) pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon the circumstances as they evolve.

Our conclusion is not modified in respect of above matters.



Auditors of one of the subsidiary companies i.e., Suratgarh Bikaner Toll Road Company Private Limited in his report on financial results for the quarter and nine months ended December 31, 2021 have drawn emphasis of matter paragraphs and incorporated by us as under:

- a) Reconciliations and confirmations of loans liabilities being account classified as non-performing assets (NPA) by the banks, however in Ind-AS Financial Statements the same is shown both under Short term & Long term borrowings on the basis of original Sanction letter.
- b) Reliance has been placed on resolution plan submitted by the Company to the bankers, prepared on the basis of TEV study conducted by external agency and accordingly in the opinion of the management, there is no impairment of assets and proper provision of expenses has been done. Further, as per the management there is no doubt on the Company's ability to continue as a going concern.


Our conclusion is not modified in respect of above matters.

7. We did not review the interim financial results of 8 subsidiaries included in the consolidated unaudited financial results, whose interim financial results (before eliminating intra-group transactions) reflects total revenue of Rs.2,419 lakhs and Rs.8,408 lakhs, total net loss after tax of Rs.1,170 lakhs and Rs.3,230 lakhs and total comprehensive income net) of Rs. Nil for the quarter and nine months ended December 31, 2021 respectively, as considered in the unaudited consolidated financial results. These interim financial information have been reviewed by the other auditors whose reports have been furnished to us by the management and our conclusion on the unaudited consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

For SARC & Associates

Chartered Accountants

ICAI Firm Registration No.006085N


Kamal Aggarwal
Partner

Membership No.: 090129

UDIN No.: 22040129ACCHSL6282



Place: New Delhi

Dated: February 14, 2022

Annexure A

List of entities included in the Statement

Name of the Entity	Relationship
AAP Infrastructures Limited	Wholly Owned Subsidiary
MBL Highway Development Company Limited	Wholly Owned Subsidiary
MBL (MP) Toll Road Company Limited	Wholly Owned Subsidiary
MBL (Haldia) Toll Road Company Limited *	Wholly Owned Subsidiary
MBL Projects Limited	Wholly Owned Subsidiary
Suratgarh Bikaner Toll Road Company Private Limited	Wholly Owned Subsidiary
MBL (MP) Road Nirman Company Limited	Wholly Owned Subsidiary
MBL (Udaipur Bypass) Road Limited *	Wholly Owned Subsidiary

* Applications have been submitted to Ministry of Corporate Affairs (MCA) for striking off the name of above subsidiaries in the month of November 2021 as they have no business.

