

**Mukand Engineers Limited**

Kalwe Works : Thane-Belapur Road,  
Post Office Kalwe, Thane, Maharashtra  
India 400 605.

Tel : 91 22 2172 7500 / 7700 F : 91 22 2541 0291  
E : mel@mukand.com

Regd Office: Bajaj Bhavan, Jamnalal Bajaj Marg,  
226 Nariman Point, Mumbai, India 400 021.

www.mukandengineers.com

CIN L45200MH1987PLC042378

November 11, 2020

1.	BSE Ltd. Department of Corporate Services PhirozeJeejeebhoy Towers, Dalal Street, Mumbai- 400021 Kind Attn: Mr. SanjeevKapur, General Manager, Department of Corporate Relations ISIN Code: <b>INE022B01014</b> BSE Scrip Code: <b>532097</b>	2.	National Stock Exchange of India Ltd. Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex. Bandra East, Mumbai- 400051 Kind Attn: MrHari K., Vice President ISIN Code: <b>INE022B01014</b> NSE Scrip name: <b>MUKANDENG</b>
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Dear Sir(s),

**Re: Outcome of Board Meeting held on 11<sup>th</sup> November, 2020.**

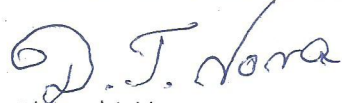
Pursuant to the Listing (Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') this is to inform you that the Board of Directors of the Company at their meeting held on 11<sup>th</sup> November, 2020 which commenced at 2:30 p.m. and concluded at 2.59 p.m. have amongst other matters considered and approved Un-audited Financial Statements of the Company for the quarter and half year ended 30<sup>th</sup> September, 2020 along with limited review report submitted by M/s Bhushan Khot & Co., Statutory Auditors of the Company.

Kindly acknowledge the receipt.

Thanking You,

Yours Faithfully,

For **MUKAND ENGINEERS LIMITED**



Dhawal J. Vora

**Company Secretary**

Encl: a/a

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**EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPT 2020**

₹ in lakhs				
	Particulars	Quarter Ended	Six Months Ended	Quarter Ended
		30.09.20 Unaudited	30.09.20 Unaudited	30.09.19 Unaudited
1	Total income from Operations	651	1,110	1,298
2	Net Profit / (Loss) for the period (before tax and Exceptional items)	(779)	(1,614)	(738)
3	Net Profit / (Loss) for the period (after tax and Exceptional items)	(767)	(1,574)	(734)
4	Total comprehensive income for the period	(769)	(1,578)	(804)
5	Equity Share Capital (Face Value of ₹ 10/- each)	1,258	1,258	1,258
6	Earnings Per Share (before & after extraordinary items) ( of FV ₹ 10/- each) Basic and Diluted (Amt in Rs)	(6.12)	(12.55)	(6.39)

**Notes:**

- The above is an extract of the detailed format of Financial Results filed with the Stock Exchanges under Regulations 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations 2015. The full format of the Quarterly /Six Months Financial Result are available on the Stock Exchange websites(www.bseindia.com/www.nseindia.com) and the Company's website www.mukandengineers.com
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 11th 2020. The above results were also subjected to a limited review by the Statutory Auditors.
- The Company had filed Company Scheme Petition (merger with Mukand Ltd) seeking sanction of the NCLT, Mumbai bench and the same was admitted by NCLT Special Bench, Mumbai on 23<sup>rd</sup> April, 2020. Final hearing on the petition and approval of the Scheme by NCLT is awaited. In view of this the financial statements have been prepared on a going concern basis
- As the Govt. has relaxed the lockdown the Company has been able to manage and restart the project site operations partially with adequate precautions and SOP guidelines. The Management based on the nature of businesses and its relationship with Customers & Suppliers expects that impact on its business financials due to Covid-19 may not be significant in the long run and the Company will be able to recover carrying values of its financials and non-financials assets. The Company has assessed the impact of Covid-19 in preparation of the financial statements based on the internal and external information available upto the date of approvals of these financial results..
- Figures for previous year/period have been regrouped wherever necessary.

For and on behalf of the Board

R. Sankaran

Director

DIN-00381139

Place: Mumbai

Date: 11th November 2020

**MUKAND  
ENGINEERS**



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**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPT 2020**

₹ in lakhs

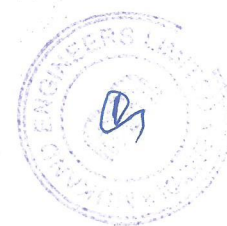
Sr. No	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.20 Unaudited	30.06.20 Unaudited	30.09.19 Unaudited	30.09.20 Unaudited	30.09.19 Unaudited	31.03.20 Audited
1	Revenue from Operations	593	364	1,281	957	2,546	4,205
2	Other Income	58	95	17	153	85	279
3	<b>Total Income (1 + 2)</b>	<b>651</b>	<b>459</b>	<b>1,298</b>	<b>1,110</b>	<b>2,631</b>	<b>4,484</b>
4	<b>Expenses</b>						
	a) Cost of Materials Consumed	24	12	61	36	110	214
	b) Sub-Contract Expenses	195	168	389	363	740	1,482
	c) Purchase of goods including traded goods	-	6	465	6	1,030	1,044
	d) Changes in Inventories of Finished Goods and Work in Progress	291	136	173	427	361	975
	e) Other Contract Execution Costs	15	13	45	28	82	142
	f) Employee Benefits Expense	303	319	354	622	725	1,394
	g) Finance Costs	353	347	316	700	609	1,265
	h) Depreciation and Amortisation Expense	17	18	22	35	45	84
	i) Other Expenses	232	275	211	507	448	857
	j) Loss on Sale of Investment in an Associate Co.	-	-	-	-	-	46
	<b>Total Expenses</b>	<b>1,430</b>	<b>1,294</b>	<b>2,036</b>	<b>2,724</b>	<b>4,150</b>	<b>7,503</b>
5	<b>Profit/(Loss) before exceptional items and tax (3 - 4)</b>	<b>(779)</b>	<b>(835)</b>	<b>(738)</b>	<b>(1,614)</b>	<b>(1,519)</b>	<b>(3,019)</b>
6	Exceptional items	-	-	-	-	-	-
7	<b>Profit/(Loss) before tax (5 - 6)</b>	<b>(779)</b>	<b>(835)</b>	<b>(738)</b>	<b>(1,614)</b>	<b>(1,519)</b>	<b>(3,019)</b>
8	<b>Tax Expense</b>	<b>(12)</b>	<b>(28)</b>	<b>(4)</b>	<b>(40)</b>	<b>(12)</b>	<b>(1)</b>
	- Current Tax	-	-	-	-	-	-
	- MAT Credit Entitlement	-	-	-	-	-	-
	- Deferred Tax	(12)	(28)	(4)	(40)	(12)	(1)
9	<b>Profit/(Loss) after tax (7 - 8)</b>	<b>(767)</b>	<b>(807)</b>	<b>(734)</b>	<b>(1,574)</b>	<b>(1,507)</b>	<b>(3,018)</b>
10	<b>Other Comprehensive Income (net of tax)</b>						
	Items that will not be reclassified to profit or loss	(2)	(2)	(70)	(4)	(135)	(141)
	<b>Total Other Comprehensive Income</b>	<b>(2)</b>	<b>(2)</b>	<b>(70)</b>	<b>(4)</b>	<b>(135)</b>	<b>(141)</b>
11	<b>Total Comprehensive Income/ (Loss) (9 + 10)</b>	<b>(769)</b>	<b>(809)</b>	<b>(804)</b>	<b>(1,578)</b>	<b>(1,642)</b>	<b>(3,159)</b>
12	Paid-up Equity Capital (Face value of Equity Shares:- Rs.10/- each)	1,258	1,258	1,258	1,258	1,258	1,258
13	Basic and Diluted EPS (Rs.)	(6.12)	(6.42)	(6.39)	(12.55)	(13.05)	(23.99)

**REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

₹ in lakhs

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.20 Unaudited	30.06.20 Unaudited	30.09.19 Unaudited	30.09.20 Unaudited	30.09.19 Unaudited	31.03.20 Audited
1	<b>SEGMENT REVENUE</b>						
	Engineering Construction	425	196	1,113	621	2,210	3,533
	Infotech	168	168	168	336	336	672
	Total	593	364	1,281	957	2,546	4,205
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Net Sales /Income from Operations	593	364	1,281	957	2,546	4,205
2	<b>SEGMENT RESULTS</b>						
	Engineering Construction	(438)	(504)	(463)	(942)	(980)	(1,850)
	Infotech	80	87	48	167	126	281
	Total	(358)	(417)	(415)	(775)	(854)	(1,569)
	Less:						
	i) Interest Expenses (Net)	353	347	316	700	609	1,265
	ii) Other un-allocable expenditure / (income)(Net)	68	71	7	139	56	185
	Total Profit /(Loss) before Tax	(779)	(835)	(738)	(1,614)	(1,519)	(3,019)
3	<b>CAPITAL EMPLOYED:</b>						
	<b>Segment Asset</b>						
	Engineering Construction	10,090	10,262	12,631	10,090	12,631	10,713
	Infotech	249	423	176	249	176	234
	Unallocable corporate assets	3,853	4,190	4,098	3,853	4,098	4,112
	Total	14,192	14,875	16,905	14,192	16,905	15,059
	<b>Segment Liabilities</b>						
	Engineering Construction	5,257	4,986	6,063	5,257	6,063	5,118
	Infotech	141	332	273	141	273	334
	Unallocable corporate liabilities	11,832	11,826	10,512	11,832	10,512	11,067
	Total	17,230	17,144	16,848	17,230	16,848	16,519
	<b>TOTAL CAPITAL EMPLOYED IN THE COMPANY</b>	<b>(3,038)</b>	<b>(2,269)</b>	<b>57</b>	<b>(3,038)</b>	<b>57</b>	<b>(1,460)</b>

*[Handwritten Signature]*





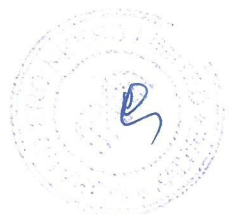
**Statement of Assets and Liabilities as at 30th September 2020**

₹ in lakhs

Sr. No.	Particulars	As at		
		30.09.20	30.09.19	31.03.20
<b>I</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non -Current assets</b>			
	(a) Property, plant and equipment	379	471	414
	(b) Financial Assets			
	(i) Investments	-	241	-
	(ii) Trade receivable	540	404	593
	(iii) Others	279	408	431
	(d) Deferred tax assets(net)	456	425	416
	(e ) Other non-current assets	2,578	2,506	2,613
	<b>Total of non current assets</b>	<b>4,232</b>	<b>4,455</b>	<b>4,467</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Inventories	3,548	4,627	3,980
	(b) Financial Assets			
	(i) Trade receivables	3,046	4,250	3,219
	(ii) Cash and cash equivalents	152	18	72
	(iii) Bank balances other than (iii) above	86	175	98
	(iv) Loans	459	225	459
	(v) Others	2,442	2,874	2,554
	(c) Other Current assets	228	281	210
	<b>Total of current assets</b>	<b>9,961</b>	<b>12,450</b>	<b>10,592</b>
	<b>Total Assets</b>	<b>14,193</b>	<b>16,905</b>	<b>15,059</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Equity</b>			
	(a) Share capital	1,258	1,258	1,258
	(b) Other equity	(4,296)	(1,201)	(2,718)
	<b>Total Equity</b>	<b>(3,038)</b>	<b>57</b>	<b>(1,460)</b>
<b>2</b>	<b>LIABILITIES</b>			
	<b>Non-Current Liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	-	458	48
	(ii) Trade payables	223	303	248
	(iii) Other financial liabilities	4	4	2
	(b) Provisions	352	326	324
	<b>Total of non current liabilities</b>	<b>579</b>	<b>1,091</b>	<b>622</b>
	<b>Current liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	10,314	8,742	9,674
	(ii) Trade payables	3,211	4,118	3,660
	(iii) Other financial liabilities	1,593	1,618	1,249
	(b) Other current liabilities	98	156	155
	(c ) Provision	102	51	89
	(d ) Current tax liabilities(Net)	1,334	1,072	1,070
	<b>Total of Current liabilities</b>	<b>16,652</b>	<b>15,757</b>	<b>15,897</b>
	<b>Total Liabilities</b>	<b>17,231</b>	<b>16,848</b>	<b>16,519</b>
	<b>Total equity and Liabilities</b>	<b>14,193</b>	<b>16,905</b>	<b>15,059</b>



*Signature*



Notes:

1	The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 11th, 2020. The above results were also subjected to a limited review by the Statutory Auditors.
2	The Company had filed Company Scheme Petition (merger with Mukand Ltd) seeking sanction of the NCLT, Mumbai bench and the same was admitted by NCLT Special Bench, Mumbai on 23 <sup>rd</sup> April, 2020. Final hearing of the petition and approval of the Scheme by NCLT is awaited. In view of this the financial statements have been prepared on a going concern basis
3	As the Govt. relaxed the lockdown, the Company has been able to manage and restart the project site operations partially with adequate precautions and SOP guidelines. The Management based on the nature of businesses and its relationship with Customers & Suppliers expects that impact on its financials due to Covid-19 may not be significant in the long run and the Company will be able to recover carrying values of its financial and non-financial assets. The Company has assessed the impact of Covid-19 in preparation of the financial statements based on the internal and external information available upto the date of approvals of these financial results..
4	The Company has incurred a net loss of Rs 769 lacs (loss after tax) during Q2 FY 2020-21 and has accumulated losses amounting to Rs.6617 lacs (loss after tax) as on 30th Sept, 2020, resulting in erosion of the Net Worth of the Company. However, keeping in mind the ongoing restructuring exercise, it is believed that the business will be able to generate sufficient profits in future to meet its financial obligations and this financial statement has been prepared using going concern basis of accounting
5	Figures for previous year/period have been regrouped wherever necessary.

For and on behalf of the Board



R.Sankaran  
DIN-00381139

Place: Mumbai  
Date: 11th November 2020



## Mukand Engineers Limited

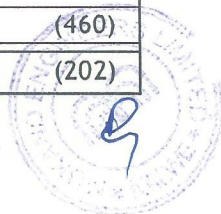
Disclosure of statement of Cash Flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Regulations) Regulations 2015 for the half year ended 30th September, 2020.

(Rs. In lakhs)

Particulars	Half year ended 30.09.2020 (Unaudited)	Half year ended 30.09.2019 (Unaudited)	Year ended 31.03.2020 (Audited)
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>			
Profit/(Loss) before tax	(1,614)	(1,519)	(3,019)
Adjustments for:			
Depreciation and amortisation expense	35	45	84
Finance Cost	700	609	1,265
(Profit)/Loss on sale of investment/ Assets	-	-	46
Loss on sale / discard of assets	-	-	17
Interest Income	(57)	(41)	(77)
Net gain on fair value changes of Preference shares	-	-	-
Sundry Balance Written back	-	-	(162)
<b>Operating profit before working capital changes</b>	<b>(936)</b>	<b>(906)</b>	<b>(1,846)</b>
Adjustments for:			
(Increase)/Decrease in trade receivables	225	483	1,325
(Increase)/Decrease in inventories	433	347	993
(Increase)/Decrease in loans/bank	11	11	89
(Increase)/Decrease in other financial asset	202	(44)	296
(Increase)/Decrease in other current asset	18	(62)	(99)
Increase/(Decrease) in trade payables	(474)	(818)	(1,171)
Increase/(Decrease) in other financial liabilities	1,258	(15)	(287)
Increase/(Decrease) in provisions	40	(5)	37
Increase/(Decrease) in other current liabilities & others	201	124	114
<b>Cash generated from operations</b>	<b>978</b>	<b>(885)</b>	<b>(549)</b>
Income taxes paid	-	-	-
<b>Net cash inflow / (outflow) from operating activities</b>	<b>978</b>	<b>(885)</b>	<b>(549)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>			
<b>Inflows</b>			
Sale proceeds of Investment, property, plant and equipment	-	-	195
Loans / deposits realised	-	(2)	1
Interest received	42	45	62
	42	43	258
<b>Outflows</b>			
Loans / deposits given	-	-	(459)
Purchase of property, plant and equipment	(1)	-	-
Additions to Facilities at Customers Sites	-	(1)	(1)
	(1)	(1)	(460)
<b>Net cash outflow from investing activities</b>	<b>41</b>	<b>42</b>	<b>(202)</b>



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<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>			
<b>Inflows</b>			
Proceeds from short-term borrowings(net)	659	1,531	2,214
	<b>659</b>	<b>1,531</b>	<b>2,214</b>
<b>Outflows</b>			
Repayment of long-term borrowings	(898)	(29)	(440)
Interest paid	(700)	(479)	(989)
Loans given	-	(200)	-
	<b>(1,598)</b>	<b>(708)</b>	<b>(1,429)</b>
<b>Net cash inflow (used in) financing activities</b>	<b>(939)</b>	<b>823</b>	<b>785</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>80</b>	<b>(20)</b>	<b>34</b>
Cash and cash equivalents at the beginning of the financial year	72	38	38
<b>Cash and cash equivalents at end of the year</b>	<b>152</b>	<b>18</b>	<b>72</b>
The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard(Ind AS 7 statement of cash flows).			










UDIN: 20101858AAAAEG6641

**Dated: 11<sup>th</sup> November 2020**

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

To Board of Directors of **M/s. Mukand Engineers Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results ('Statement') of M/s. Mukund Engineers Limited ('the Company') for the quarter and for the half year ended 30<sup>th</sup> September 2020, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulation 2015, as amended. ("the Listing Regulations")
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review of the Statement, which has been prepared in accordance with the recognition and measurement principle laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), specified under section 133 of the Companies Act, 2013, the applicable SEBI Circular (as amended from time to time) and regulations (hereinafter referred to as 'the SEBI Circular') and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit conducted in accordance with the 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. **Opinion:**

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results prepared in accordance with recognition and measurement principle laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013, the SEBI Circular, and other accounting principles generally accepted in India, policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to -

- a. Reference to Note 4 to the Statement in which Company describes the Company has incurred a net loss of Rs. 769 Lacs ( Loss after Tax ) the quarter ending 30<sup>th</sup> September



**BHUSHAN KHOT & CO**

**Chartered Accountants**

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022 - 26822542  
Email: [info@cabkc.in](mailto:info@cabkc.in)  
Web: [www.cabkc.in](http://www.cabkc.in)

2020 and has accumulated losses amounting to Rs. 6617 Lacs ( losses after Tax ) as on 30<sup>th</sup> September 2020 resulting in to erosion of the Net worth of the Company. During the period under review, Fund flow of the Company has been impacted on account of general slow down in the business, which may also seriously impair company's financial position. This indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as going concern. However, keeping in mind the Ongoing restructuring exercise by the Company, it is believed that the business will be able to generate sufficient profits in future to meet its financial obligations, these quarterly financial results have been prepared using going concern basis of accounting.

- b. Reference to Note 3 to the Statement in which Company describes the impact on its operations arising from COVID-19 pandemic.

Our conclusion is not modified in respect of aforesaid Matters.

**5. Other Matters**

1. The figures for the previous periods / year are re-classified / re-arranged / re-grouped by the Management of the Company.

Our conclusion is not modified in respect of aforesaid Other Matters.

For Bhushan Khot & Co.  
Chartered Accountants  
FRN: 116888W



Bhushan Khot  
Partner  
Membership No. 101858  
UDIN: 20101858AAAAEG6641  
Place: Mumbai  
Date: 11<sup>th</sup> November 2020