

Ref: MBL/2022/285
Date: 14.02.2022

The Deputy General Manager
State Bank of India
SAM Branch- II
11th Floor, Jawahar Vyapar Bhawan
1, Tolstoy Marg
New Delhi-110001

Sub: Unaudited Standalone Financial Results for the quarter and nine months ended 31st December 2021

Dear Sir,

Please find enclosed herewith Unaudited Standalone Financial Results for the quarter and nine months ended 31st December 2021 along with Limited Review Report of Statutory Auditor's thereon.

Thanking you,

Yours faithfully
For MBL Infrastructures Ltd.



D.S. Negi
Chief Financial Officer

Encl: As above
Copy to:

The Assistant General Manager-AMT 3, Infra 2
State Bank Of India
Stress Asset Resolution Group
Corporate Centre, 21st Floor
Maker Tower 'E', Cuffe Parade
Mumbai – 400 005.

The Deputy General Manager
Union Bank of India (Erstwhile
Corporation Bank)
SAMV Branch
M-93, M Block, Connaught Place
New Delhi -110 001

The Assistant General Manager
Punjab National Bank,
Circle SASTRA, 1st Floor, SH-12,
Gamma Shopping Centre,
Gamma-1, Greater Noida-201306

MBL Infrastructures Ltd.

Registered & Corporate Office : Baani Corporate One, Suite no. 303 & 308, 3rd Floor, Plot No. 5, Commercial Centre, Jasola, New Delhi-110 025
Tel. : +91-11-48593300 - 10, Fax : +91-11-48593320 Email : delhi@mblinfra.com Website : www.mblinfra.com CIN-L27109DL1995PLC338407

The Assistant General Manager
Indian Overseas Bank
Asset Recovery Management Branch
4th Floor, Rachna Building,
Rajendra Place, New Delhi – 110008

The Deputy General Manager
Bank Of Maharashtra
B-29, Connaught Place Branch
New Delhi- 110 001

MBL Infrastructures Ltd.

Registered & Corporate Office : Baani Corporate One, Suite no. 303 & 308, 3rd Floor, Plot No. 5, Commercial Centre, Jasola, New Delhi-110 025
Tel. : +91-11-48593300 - 10, Fax : +91-11-48593320 Email : delhi@mblinfra.com Website : www.mblinfra.com, CIN-L27109DL1995PLC338407

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
(Rs. in Lakhs except earnings per share data)

S. No.	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	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	3,257
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/reasted, 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.
Ajaneesh Kumar
Ajaneesh Kumar Lakhofia
Chairman & Managing Director
DIN 00357695

SARC & ASSOCIATES

Chartered Accountants

Branch Office
2617, Sector-D, Pocket-2
Vasant Kunj, New Delhi-110070
Phone : +91-11-46601070 - 71
Head Office :
D-191, Okhla Industrial Area Phase-I
New Delhi - 110020

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



Branches : New Delhi • Mumbai • Ahmedabad • Surat • Nadiad • Anand • Hyderabad • Vizag • Chandigarh • Noida • Mandi

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