

IL&FS Engineering and Construction Company Limited**CIN: L45201AP1988PLC008624****Standalone balance sheet as at September 30, 2018**

(All amounts in Rs. Crore except for share data or as otherwise stated)

	Notes	As at September 30, 2018
ASSETS		
Non-current assets		
Property, plant and equipment	4	133.42
Capital work-in-progress	4	3.75
Intangible assets	5	0.65
Financial assets		
Investments	6	56.55
Trade receivables	7	154.46
Loans	8	486.20
Other financial assets	9	255.32
Deferred tax assets, net	13	253.43
Income tax assets, net	13	83.88
Other non-current assets	12	239.39
		1,667.06
Current assets		
Inventories	11	111.66
Financial assets		
Trade receivables	7	109.98
Cash and cash equivalents	10	8.70
Bank balances other than cash and cash equivalents	10	13.96
Loans	8	57.96
Other financial assets	9	100.22
Current tax assets, net	13	33.57
Other current assets	12	1,219.13
		1,655.19
Total assets		3,322.24
EQUITY AND LIABILITIES		
Equity		
Equity share capital	14	131.12
Other equity	15	(1,876.02)
Total equity		(1,744.90)
Liabilities		
Non-current liabilities		
Financial liabilities		
Long-term borrowings	16	1,055.06
Trade payables	18	
Total outstanding dues of Micro Enterprises and Small Enterprises		
Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		165.39
Other financial liabilities	19	200.78
Provisions	20	9.17
Other non-current liabilities	21	3.62
		1,434.02
Current liabilities		
Financial liabilities		
Short-term borrowings	17	663.97
Trade payables	18	
Total outstanding dues of Micro Enterprises and Small Enterprises		18.87
Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		868.25
Other financial liabilities	19	1,832.93
Provisions	20	52.73
Other current liabilities	21	196.37
		3,633.13
Total equity and liabilities		3,322.24

IL&FS Engineering and Construction Company Limited

CIN: L45201AP1988PLC008624

Statement of profit and loss for the period ended September 30, 2018

(All amounts in Rs. Crore except for share data or as otherwise stated)

	Notes	For the period ended September 30, 2018
Income		
Revenue from operations	22	751.28
Other income	23	18.54
Company's share of profit from integrated joint ventures		0.55
Total revenue (I)		770.37
Expenses		
Cost of materials consumed	24	347.56
Decrease in work in progress		
Employee benefits expenses	25	82.70
Subcontract expense		233.62
Finance costs	26	202.49
Depreciation and amortization expense	27	20.04
Other expenses	28	124.71
Total expenses (II)		1,011.12
Profit before tax exceptional items (I-II)		(240.75)
Exceptional items		1,640.43
Profit before tax (I-II)		(1,881.18)
Tax expense	13	
Current tax		-
Deferred tax		-
Total tax expense		-
Profit for the year		(1,881.18)
Other comprehensive income		
<i>Items that will not be reclassified subsequently to statement of profit or loss</i>		
Remeasurements of the net defined benefit liability/asset		1.14
Other comprehensive income, net of tax		1.14
Total comprehensive income for the year		(1,880.03)
Earnings per equity share [Nominal value of share Rs. 10 (March 31, 2017 : Rs. 10)]	29	
Basic and diluted		(143.47)
Summary of significant accounting policies	3	
The accompanying notes are an integral part of the financial statements		
As per our report of even date		

IL&FS Engineering and Construction Company Limited
CIN: L45201AP1988PLC008624
Statement of changes in equity for the period ended September 30, 2018

(All amounts in Rs. Crore except for share data or as otherwise stated)

A. Equity share capital	Notes	Number of shares	Amount
Balance as at April 1, 2016		12,11,58,671	121.16
Changes in equity share capital during 2016-17	14	99,62,407	9.96
Balance as at March 31, 2017		13,11,21,078	131.12
Changes in equity share capital during 2017-18	14	-	-
Balance as at March 31, 2018		13,11,21,078	131.12
Changes in equity share capital during 2018-19			
Balance as at September 30, 2018		13,11,21,078	131.12

B. Other equity	Reserves and Surplus		Items of Other Comprehensive Income (OCI)	Total
	Securities premium account	Retained earnings	Other items of OCI	
Balance as at April 1, 2016	239.24	(291.50)	-	(52.26)
Profit for the year	-	5.03	-	5.03
Remeasurement of the net defined benefit liability / assets, net of tax effect	-	-	0.24	0.24
Addition on issue of equity shares	43.04	-	-	43.04
Balance as at March 31, 2017	282.28	(286.47)	0.24	(3.95)
Profit for the year	-	6.92	-	6.92
Remeasurement of the net defined benefit liability / assets, net of tax effect	-	-	1.04	1.04
Balance as at March 31, 2018	282.28	(279.55)	1.28	4.01
Profit for the year	-	(1,881.18)	1.14	(1,880.03)
Remeasurement of the net defined benefit liability / assets, net of tax effect	-	-	-	-
Balance as at September 30, 2018	282.28	(2,160.73)	2.42	(1,876.02)

The accompanying notes are an integral part of the financial statements

IL&FS Engineering and Construction Company Limited
Notes to standalone financial statements

(All amounts in Rs. Crore except for share data or as otherwise stated)

4. Property, plant and equipment
Reconciliation of carrying amount

	Land	Buildings	Temporary erections - site offices	Plant, and machinery - construction equipment*	Site infrastructure	Office equipment	Tools and implements	Data processing equipments	Furniture and fixtures	Vehicles	Total - tangible assets	Capital work-in-progress
Cost or deemed cost (gross carrying amount)												
Balance at April 1, 2016	4.78	0.16	7.61	123.28	0.61	1.78	-	1.28	1.96	4.15	145.61	8.29
Additions	-	-	30.48	26.94	-	1.02	1.43	0.48	0.25	1.10	61.70	55.36
Disposals	-	(0.16)	-	(24.25)	-	-	-	-	-	(0.83)	(25.24)	-
Capitalised	-	-	-	-	-	-	-	-	-	-	-	(57.42)
Balance at March 31, 2017	4.78	-	38.09	125.97	0.61	2.80	1.43	1.76	2.21	4.42	182.07	6.23
Additions	-	-	4.97	38.33	1.73	0.70	1.33	0.61	0.26	0.83	48.76	39.50
Disposals	-	-	-	(7.61)	-	-	-	-	-	(0.79)	(8.40)	-
Capitalised	-	-	-	-	-	-	-	-	-	-	-	(43.30)
Balance at March 31, 2018	4.78	-	43.06	156.69	2.34	3.50	2.76	2.37	2.47	4.46	222.43	2.43
Additions	-	-	0.49	9.97	-	0.02	0.06	0.03	0.06	-	10.62	2.15
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Capitalised	-	-	-	-	-	-	-	-	-	-	-	-
Balance at September 30, 2018	4.78	-	43.55	166.66	2.34	3.52	2.82	2.40	2.53	4.46	233.05	4.58
Accumulated depreciation												
Charge for the year	-	-	10.72	30.30	0.14	0.73	1.43	0.73	0.54	0.82	45.41	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-	-	-
Balance at March 31, 2017	-	-	10.72	30.30	0.14	0.73	1.43	0.73	0.54	0.82	45.41	-
Charge for the year	-	-	15.00	22.14	0.98	0.78	1.33	0.57	0.51	0.70	42.01	-
Disposal during the year	-	-	-	(7.03)	-	-	-	-	-	(0.25)	(7.28)	-
Balance at March 31, 2018	-	-	25.72	45.41	1.12	1.51	2.76	1.30	1.05	1.27	80.14	-
Charge for the year	-	0.00	5.21	11.78	0.52	0.32	0.06	0.20	0.17	0.28	18.54	0.83
Disposal/other adjustments during the year	-	-	-	0.93	-	-	-	-	-	0.01	0.95	-
Balance at September 30, 2018	-	0.00	30.93	58.13	1.64	1.83	2.82	1.50	1.22	1.57	99.63	0.83
Carrying amounts (net)												
At April 1, 2016	4.78	0.16	7.61	123.28	0.61	1.78	-	1.28	1.96	4.15	145.61	8.29
At March 31, 2017	4.78	-	27.37	95.67	0.47	2.07	-	1.03	1.67	3.60	136.66	6.23
At March 31, 2018	4.78	-	17.34	111.28	1.22	1.99	-	1.07	1.42	3.19	142.29	2.43
At September 30, 2018	4.78	(0.00)	12.62	108.53	0.70	1.69	(0.00)	0.90	1.31	2.89	133.42	3.75

5. Intangible assets

Cost or deemed cost (gross carrying amount)

Balance at April 1, 2016

Additions

At March 31, 2017

Additions

At March 31, 2018

Additions

At September 30, 2018

Accumulated amortization

Charge for the year

At March 31, 2017

Charge for the year

At March 31, 2018

Charge/other adjustments for the year

other adjustments

At September 30, 2018

Carrying amounts (net)

At April 1, 2016

At March 31, 2017

At March 31, 2018

At September 30, 2018

Mining rights	Computer software	Total intangible assets
41.89	0.89	42.78
-	0.27	0.27
41.89	1.16	43.05
-	0.03	0.03
41.89	1.19	43.08
-	0.21	-
41.89	1.40	43.29
1.98	0.58	2.56
1.98	0.58	2.56
2.02	0.51	2.53
4.00	1.09	5.09
1.48	0.02	1.50
39.84	1.30	41.14
41.32	1.32	42.64
41.89	0.89	42.78
39.91	0.58	40.49
37.89	0.10	37.99
0.57	0.08	0.65

6. Investments

A. At cost less provision other than temporary impairment (Unquoted investments)

(i) Investment in subsidiaries - equity shares (fully paid-up)

(ii) Investment in associate - equity shares (fully paid-up)

(iii) Investment in association of persons (includes the Company's share of profit in such entities)

Maytas NCC JV

NCC - Maytas (JV) Pocharam [net of provision of Rs. 0.92 (March 31, 2017: Rs. 0.92, April 1, 2016: Rs. 0.18)]

Maytas - CTR (JV)

NCC - Maytas - ZVS (JV)

B. At amortised cost (Unquoted investments)

Investment in other entities

(a) In preference shares (fully paid-up)

4,550,000 (March 31, 2017 and April 1, 2016: 4,550,000) Zero coupon convertible preference shares of Rs. 10 each in KVK Power and Infrastructure Private Limited (at cost less provision for other than temporary diminution in value Rs. 4.55 (March 31, 2017 and April 1, 2016: Rs 4.55))

2,441,850 (March 31, 2017 and April 1, 2016: 2,441,850) 9% cumulative optionally convertible redeemable preference shares of Rs. 100 each in Bangalore Elevated Tollway Private Limited*

(b) In debentures (fully paid-up)

25,370,630 (March 31, 2017 and April 1, 2016: Nil) 0.001% Non-convertible debentures of Rs. 10 each in Bangalore Elevated Tollway Private Limited**

As at
September 30, 2018

7. Trade receivables

As at
September 30, 2018

Unsecured, considered good*

Doubtful

Less: Allowance

For Expected credit loss and for doubtful debts

Net trade receivables

264.44
151.25
415.69
(151.25)
264.44

8. Loans

	As at September 30, 2018	
	Non-current	Current
Deposits (others)		
Unsecured, considered good [#]	3.33	20.73
Considered doubtful	0.23	-
	3.56	20.73
Provision for doubtful deposits (others)	(0.23)	-
	3.33	20.73
Loans to related parties (Refer note 37)		
Unsecured, considered good	10.69	0.01
Considered doubtful	192.95	-
	203.64	0.01
Provision for doubtful advances	(192.95)	-
	10.69	0.01
Mobilisation advance to subcontractor		
Unsecured, considered good	23.65	37.23
Loan to other companies		
Secured, considered good	52.18	-
Unsecured, considered good [@]	72.57	-
Inter-corporate deposits* (Refer note 53)	323.78	-
	448.53	-
Total	486.20	57.96

9. Financial assets - other financial assets

	As at September 30, 2018	
	Non-current	Current
Interest accrued on deposits and others		
Considered good	223.54	62.10
Considered doubtful	45.24	-
	268.78	62.10
Provision for doubtful interest accrued	(45.24)	-
	223.54	62.10
Claim for performance bank guarantee		
Considered good (Refer note 52)	29.18	-
Considered doubtful	21.12	-
	50.30	-
Provision for doubtful bank guarantee	(21.12)	-
	29.18	-
Other receivables		
Considered good	(7.75)	38.12
Considered doubtful	1.98	-
	(5.77)	38.12
Provision for doubtful other receivables	(1.98)	-
	(7.75)	38.12
Non-current bank balances (Refer note 10)	10.35	-
Total	255.32	100.22

10. Cash and bank balances

	As at September 30, 2018	
	Non-current	Current
Cash and cash equivalents		
Cash on hand	-	0.49
Balances with banks:		
On current accounts	-	8.21
Deposits with original maturity for less than 3 months	-	-
	-	8.70
Other bank balances		
Deposits account due to mature within 12 months of reporting date *	-	0.11
Deposits account due to mature of more than 12 months of reporting date *	0.97	0.01
Margin money deposits **	9.38	13.84
	10.35	13.96
Amount disclosed under non-current financial assets (Refer note 9)	(10.35)	-
Total	-	22.66

11. Inventories (Refer note 3(e) for mode of valuation of inventories)

	As at September 30, 2018	
	Non-current	Current
Project materials	-	111.66
Amount due from customers (project work-in-progress) (Refer note 50 and 52)	-	-
	-	111.66
Amount disclosed under non-current assets (Refer note 12)	-	-
Total	-	111.66

12. Other assets

	As at September 30, 2018	
	Non-current	Current
Capital advances		
Unsecured, considered good	-	-
Advances other than capital advances		
Unsecured, considered good	10.14	106.08
Considered doubtful	46.31	-
	56.45	106.08
Provision for doubtful advances	(46.31)	-
	10.14	106.08
Balances with statutory/government authorities	-	-24.97
Retention money	224.56	260.62
Non-current inventories (Refer note 11)	4.69	877.39
Total	239.39	1,219.12

13. Income tax

	As at April 1, 2018	Recognised in statement of profit and loss	Recognised in OCI	Recognised directly in equity	Others	As at September 30, 2018
Unabsorbed depreciation	132.18	-	-	-	-	132.18
Provision for doubtful debts, financial and other assets	103.52	-	-	-	-	103.52
Property, plant and equipment	(8.24)	-	-	-	-	(10.03)
Provisions for future losses and liquidated damages	19.91	-	-	-	-	19.16
Other items	9.14	-	-	-	-	8.60
Total	256.51	-	-	-	-	253.43

(c) The following table provides the details of income tax assets and income tax liabilities as of March 31, 2018, March 31, 2017 and April 1, 2016:

	As at September 30, 2018	As at March 31, 2017	As at April 1, 2016
Income tax assets (net) - current	33.57	66.50	62.73
Income tax assets (net) - non-current	83.88	38.15	42.82
Current tax liabilities (net)	-	-	-
Net income tax asset / (liability) at the end of the year	117.45	104.65	105.55

14. Share capital

	As at September 30, 2018
Authorized shares	
350,000,000 (March 31, 2017 : 350,000,000, April 1, 2016 : 350,000,000) equity shares of Rs. 10 each	350.00
35,000,000 (March 31, 2017 : 35,000,000, April 1, 2016 : 35,000,000) preference shares of Rs. 100 each	350.00
Issued, subscribed and paid up	
131,121,078 (March 31, 2017 : 131,121,078, April 1, 2016 : 121,158,671) equity shares of Rs. 10 each fully paid-up	131.12
Total	131.12

15. Other equity

	As at September 30, 2018
Securities premium account	
Balance at the commencement of the year	282.28
Add: Premium on issue of equity shares	-
Closing balance (A)	282.28
Deficit in the statement of profit and loss	
Balance at the commencement of the year	(281.30)
Profit from the Statement of profit and loss	(1,881.18)
Net deficit in the statement of profit and loss (B)	(2,162.48)
Other comprehensive income	
Balance at the commencement of the year	1.28
Remeasurement of the net defined benefit liability / assets, net of tax effect	1.14
Closing balance (C)	2.42
Total closing balance (A+B+C)	(1,877.77)

16. Long-term borrowings

	As at September 30, 2018	
	Non-current	Current
Term loans (secured) (At amortised cost)		
From banks		
Indian rupee term loans	-	94.85
From others (At amortised cost)		
From related party (secured) (Refer note 37)	212.57	729.75
From related party (unsecured) (Refer note 37)	840.85	84.10
From other parties (unsecured)	-	-
Vehicle loans	0.29	0.89
Finance lease obligation	1.35	-
Unsecured (At amortised cost)		
6% Cumulative redeemable preference shares	-	2.25
6% Optionally convertible cumulative redeemable preference shares	-	37.50
Total	1,055.06	949.34

17. Short-term borrowings

	As at September 30, 2018
Cash credit facilities from banks (secured)	482.37
Working capital loan from others (unsecured)	-
Loans related party (unsecured) (Refer note 37)	181.60
Total	663.97

The Company's exposure to liquidity risks related to borrowings is disclosed in Note 48.

18. Trade payables

	As at September 30, 2018
Trade payables	
Dues to micro and small enterprises (Refer note 36)	18.87
Dues to other than micro and small enterprises *	1,033.64
Total	1,052.51

19. Other financial liabilities

	As at September 30, 2018	
	Non-current	Current
Current maturities of long-term borrowings (Refer note 16)	-	949.34
Interest accrued and due on borrowings and mobilization advance *	-	47.20
Interest accrued but not due on borrowings	36.21	435.97
Liability component of financial instruments	-	15.79
Mobilization advance	164.57	385.44
Capital creditors	-	(0.81)
Dues to joint venture	-	-
Total	200.78	1,832.93

20. Provisions

	As at September 30, 2018	
	Non-current	Current
Provisions for employee benefits		
Gratuity (Refer note 35)	3.77	0.24
Compensated absences	-	4.06
Total provisions for employee benefits (A)	3.77	4.30
Other provisions		
Provision for estimated future loss on projects	5.40	34.67
Provision for liquidated damages	-	13.76
Total other provisions (B)	5.40	48.43
Total provisions (A+B)	9.17	52.73

21. Other liabilities

	As at September 30, 2018	
	Non-current	Current
Advance from customers	-	100.54
Advance billing from customers	-	63.26
Statutory remittances	3.62	32.56
Interest payable to micro and small enterprises (Refer note 36)	-	-
Total	3.62	196.36

IL&FS Engineering and Construction Company Limited**CIN: L45201AP1988PLC008624****Notes to standalone financial statements**

(All amounts in Rs. Crore except for share data or as otherwise stated)

	For the period
	September 30, 2018
22. Revenue from operations	
Revenue from contracts	740.46
Revenue from equipment hiring services	2.47
Revenue from other services	-
Other operating revenue	
Reversal of provision for estimated future loss on projects (net) (Refer note 20)	8.35
	751.28
23. Other income	
Interest income on	
Bank deposits	1.11
Inter corporate deposits and others	10.44
Income tax refunds	0.29
Interest income from financial assets carried at amortised cost	1.96
Liabilities no longer required written back	1.32
Profit on sale of fixed assets (net)	0.13
Other non-operating income	3.29
	18.54
24. Cost of materials consumed	
Opening stock	133.83
Add: Purchases during the year	346.21
	480.04
Less: Stocks written-off	0.06
	479.98
Less: Closing stock	132.42
	347.56
25. Employee benefits expenses	
Salaries, wages and bonus	72.54
Contribution to provident fund and other funds (Refer note 35)	2.07
Gratuity (Refer note 35)	2.09
Compensated absences	3.21
Staff welfare expenses	2.79
	82.70

IL&FS Engineering and Construction Company Limited**CIN: L45201AP1988PLC008624****Notes to standalone financial statements**

(All amounts in Rs. Crore except for share data or as otherwise stated)

	For the period
	September 30, 2018
26. Finance costs	
Interest expense	
Long-term loans	59.78
Cash credit and other working capital loans	121.96
Interest cost from financial liabilities carried at amortised cost	1.56
Bank charges	19.20
	202.49
27. Depreciation and amortization expense	
Depreciation expense	18.54
Amortization expense	1.50
	20.04
28. Other expenses	
Rent (Refer note 45)	6.92
Rates and taxes	4.42
Office maintenance	3.86
Communication expenses	0.60
Printing and stationery	0.52
Legal and professional charges	13.93
Sitting fees	0.15
Travelling and conveyance	9.04
Business promotion	0.22
Donation	0.01
Auditor's remuneration (Refer note 43)	0.38
Loss on exchange fluctuation (net)	-
Loss on sale/discard/write off of fixed assets (net)	-
Site expenses	13.40
Hire charges	47.69
Freight and transportation	12.95
Insurance	3.37
Power and fuel	2.22
Repairs	
Plant and machinery	0.59
Buildings	-
Others	1.17
Provision for doubtful advances/trade receivables/ other assets/investments [net of reversal of provision of Rs. 2.49 (March 31, 2017: Rs. 0.07)]	2.53
Stock written off	0.06
Bad debts/advances written-off	-
Investment written off	-
Provision for future loss (net) (Refer note 20)	-
Provision for liquidated damages (Refer note 20)	-
Miscellaneous expenses	0.68
	124.71