

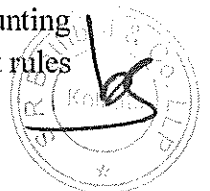
Limited Review Report – Ind AS Standalone Financial Results

**Review Report to
The Board of Directors
GPT Infraprojects Limited**

1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of GPT Infraprojects Limited ('the Company') for the quarter ended December 31, 2018 and year to date from April 1, 2018 to December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 Statement is 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is invited to the following –
 - (a) Note 7 (a) to the standalone financial results regarding unbilled revenue, accrued price escalations and trade receivables aggregating Rs 2,965.47 lacs (including impact of unwinding), on certain significantly completed construction contracts, which are yet to be billed / realised by the Company and that are largely outstanding for more than 3 years. Due to the uncertainties over the eventual billings / collections of the said amounts, we are unable to comment on the appropriateness of aforesaid balances being carried forward in these standalone financial results including the extent of realisability of the above asset balances, the period over which these are expected to be realised and any other consequential impact that may arise in this regard. This matter was also qualified in our last audit report for the year ended March 31, 2018 and in the limited review reports for the quarters ended June 30, 2018 and September 30, 2018.



- (b) Note 7 (b) to the standalone financial results regarding unbilled revenue aggregating Rs. 2,183.15 lacs on a significantly completed construction contract in the previous year that is yet to be billed by the Company. Due to the uncertainties over the eventual billings / collections of the said amount, we are unable to comment on the appropriateness or otherwise of the aforesaid balance being carried forward in these standalone financial results including the extent of recoverability of the above asset balance and any other consequential impact that may arise in this regard. This matter was also qualified in our last audit report for the year ended March 31, 2018 and in the limited review reports for the quarters ended June 30, 2018 and September 30, 2018.
- (c) The standalone financial results include Company's share of total assets of Rs 2,907.11 lacs as at December 31, 2018, total revenues of Rs 0.01 lac and Rs 99.86 lacs and profit/(loss) before taxes of Rs (0.91) lac and Rs 4.02 lacs for the quarter and nine months period ended on that date respectively from fifteen (15) joint operations, which has not been subjected to limited review and is certified by the management. We are unable to comment on the adjustments in relation to such balances, had the same been subjected to limited review.
5. The financial results and other financial information, in respect of one (1) joint operation, included in the accompanying unaudited standalone financial results of the Company, whose financial results reflect Company's share of total assets of Rs 9.61 lacs as at December 31, 2018, and total revenues of Rs 9.54 lacs and Rs 153.73 lacs and profit before taxes of Rs 0.58 lac and Rs 9.45 lacs for the quarter and nine months period ended on that date respectively, were reviewed by one of the joint auditors, S N Khetan & Associates, whose report has been solely relied upon by the other joint auditor for the purpose of their conclusion relating to the amounts and disclosures in respect of such joint operation. Our conclusion is not qualified in respect of this matter.
6. We did not review the financial information of fifteen (15) joint operations included in the accompanying unaudited standalone financial results of the Company whose financial results reflect Company's share of total assets of Rs 2,681.90 lacs as at December 31, 2018, and total revenues of Rs 5,097.10 lacs and Rs 11,888.57 lacs and profit before taxes of Rs 460.59 lacs and Rs 1,035.94 lacs for the quarter and nine months period ended on that date respectively. These financial results have been reviewed by other auditors, whose reports have been furnished to us by the management. Our conclusion on the unaudited standalone financial results, in so far as it relates to the amounts and disclosures in respect of such joint operations is based solely on these reports. Our conclusion is not qualified in respect of this matter.
7. Based on our review conducted as above and on consideration of reports of one of the joint auditor/other auditors on the unaudited separate quarterly financial results and on the other financial information of the joint operations, except for the possible effects of our observations in paragraph 4 nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, read with relevant rules



issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

8. Attention is drawn to -

- (a) Note 6 (a) of the standalone financial results regarding the uncertainty on recoverability of Company's share of unbilled revenue, trade and other receivables aggregating Rs. 1,857.64 lacs in respect of two joint operations, wherein the underlying projects have been completed and as represented to us, the management of such joint operations have initiated arbitration proceedings for recovery of dues.
- (b) Note 6 (b) of the standalone financial results, regarding material uncertainties that may cast doubt on the ability of a subsidiary company to continue as going concern and the consequential impact, if any, on the Company's carrying value of direct / indirect investments aggregating Rs 881.89 lacs in that subsidiary company.
- (c) Note 6 (c) of the standalone financial results, regarding material uncertainties that may cast doubt on the ability of a joint venture company to continue as going concern and the consequential impact, if any, on the Company's carrying value of investments aggregating Rs 2,493.00 lacs in the joint venture company.
- (d) Note 6(d) of the standalone financial results regarding a petition filed by a customer in Hon'ble High Court of Delhi against award declared by Arbitration Tribunal in favour of a subsidiary of the Company and the consequent uncertainty on recoverability of net assets aggregating Rs 2,022.94 lacs as at December 31, 2018. The said award was in relation to an EPC (Engineering, Procurement and Construction) contract received by the Company from its subsidiary in an earlier year, whose execution was discontinued by the Company pursuant to termination of concession agreement between the subsidiary and its customer.

Our conclusion is not qualified in respect of these matters.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



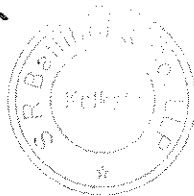
per Bhaswar Sarkar

Partner

Membership No.: 055596

Place: Kolkata

Date: February 13, 2019



For SN KHETAN & ASSOCIATES

Chartered Accountants

ICAI Firm registration number: 325653E



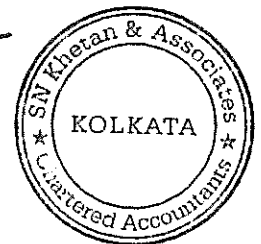
per Sanjay Kumar Khetan

Partner

Membership No.: 058510

Place: Kolkata

Date: February 13, 2019

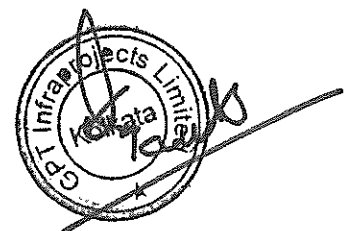
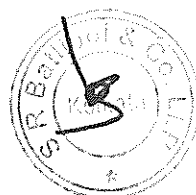
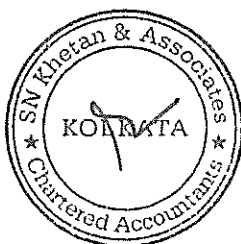


STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from operations						
Revenue from operations (refer note 5)	12,064.34	9,444.61	9,740.15	35,621.59	30,545.00	45,552.14
Other Income	412.35	550.81	269.91	1,403.48	848.34	1,604.30
Total revenue (I)	12,476.69	9,995.42	10,010.06	37,025.07	31,393.34	47,156.44
Expenses						
Cost of materials consumed						
- Raw Materials	972.81	1,490.43	1,334.57	3,553.57	3,162.56	4,784.87
- Materials for construction / other contracts	1,938.61	2,179.35	1,548.80	6,893.19	6,694.22	10,723.22
Payment to sub-contractors	5,415.97	2,633.01	2,663.00	13,618.01	8,686.97	13,871.85
Purchase of stock - in - trade	6.43	36.46	269.91	66.33	485.02	486.35
Changes in inventories of finished goods, stock-in-trade and work-in-progress	213.35	(397.07)	(209.38)	403.28	(980.83)	(1,450.06)
Excise duty on sale of goods (refer note 5)	-	-	-	-	49.90	49.90
Employee benefits expense	929.38	922.41	914.41	2,821.87	2,674.04	3,581.16
Finance costs	1,059.30	950.17	946.46	2,982.28	2,695.15	3,730.42
Depreciation and amortisation expense	431.62	436.64	480.04	1,307.24	1,391.69	1,686.63
Other expenses	1,311.72	1,627.78	1,769.73	4,622.55	5,495.31	7,535.07
Total expenses (II)	12,279.19	9,879.18	9,717.54	36,268.32	30,354.03	44,999.41
Profit before taxes (III)	197.50	116.24	292.52	756.75	1,039.31	2,157.03
Tax expenses / (credits)						
Current tax	170.98	96.55	50.13	445.55	223.21	396.69
Deferred tax expense / (credit)	4.73	(142.09)	11.77	(184.63)	33.29	26.00
Total tax expenses / (credit) (IV)	175.71	(45.54)	61.90	260.92	256.50	422.69
Profit for the period [(V) = (III) - (IV)]	21.79	161.78	230.62	495.83	782.81	1,734.34
Other Comprehensive Income / (loss) not to be reclassified to profit or loss in subsequent periods (net of tax) (VI)	(7.36)	(7.35)	(7.71)	(22.07)	(23.18)	(36.63)
Total Comprehensive Income [(VII) = (V) + (VI)]	14.43	154.43	222.91	473.76	759.63	1,697.71
Paid-up equity share capital of face value of ₹ 10/- each	2,908.60	2,908.60	2,908.60	2,908.60	2,908.60	2,908.60
Other equity						14,532.15
Earnings per equity share (nominal value of ₹ 10/- each) (Not Annualised)*	0.07*	0.56*	0.79*	1.70*	2.69*	5.96
Basic and Diluted						

SEGMENTWISE REVENUE, RESULTS AND ASSETS & LIABILITIES

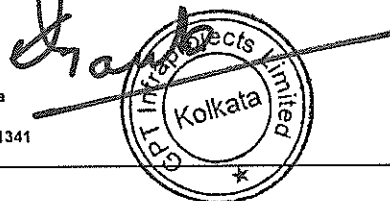
Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue						
(a) Infrastructure	10,400.87	7,603.31	7,898.02	29,634.15	26,428.91	39,145.87
(b) Concrete Sleeper	1,645.03	1,819.93	1,838.92	5,928.62	4,036.84	6,369.51
(c) Unallocated	18.44	21.37	3.21	58.82	19.25	36.76
Total	12,064.34	9,444.61	9,740.15	35,621.59	30,545.00	45,552.14
Less: Inter - Segment Revenue	-	-	-	-	-	-
Revenue from operations	12,064.34	9,444.61	9,740.15	35,621.59	30,545.00	45,552.14
2 Segment Results						
Profit / (Loss) Before Taxes & Finance Costs						
(a) Infrastructure	1,331.03	1,011.04	1,310.72	3,801.73	4,268.03	5,846.14
(b) Concrete Sleeper	(50.73)	(5.57)	(20.37)	(123.43)	(394.88)	131.80
Total	1,280.30	1,005.47	1,290.35	3,678.30	3,873.15	5,977.94
Less: Unallocated expenditure net of income	23.50	(60.94)	51.37	(60.73)	138.69	90.49
Total Profit Before Taxes	1,256.80	1,066.41	1,238.98	3,739.03	3,734.46	5,887.45
Less: Finance Costs	1,059.30	950.17	946.46	2,982.28	2,695.15	3,730.42
Total Profit Before Taxes	197.50	116.24	292.52	756.75	1,039.31	2,157.03
3 Segment Assets						
(a) Infrastructure	45,627.93	44,349.03	48,805.52	45,627.93	48,805.52	45,273.18
(b) Concrete Sleeper	8,127.17	8,216.30	6,969.28	8,127.17	6,969.28	7,987.26
(c) Unallocated	9,698.70	9,842.93	7,156.08	9,698.70	7,156.08	9,603.03
Total	63,453.80	62,408.26	62,930.88	63,453.80	62,930.88	62,863.47
4 Segment Liabilities						
(a) Infrastructure	16,425.05	14,866.40	16,905.34	16,425.05	16,905.34	15,807.62
(b) Concrete Sleeper	3,644.27	3,800.94	4,452.59	3,644.27	4,452.59	4,255.37
(c) Unallocated	25,394.69	25,765.57	25,417.86	25,394.69	25,417.86	25,359.73
Total	45,464.01	44,432.91	46,775.79	45,464.01	46,775.79	45,422.72



- 1 The above unaudited standalone financial results of GPT Infraprojects Limited ('the Company') for the quarter and nine months ended 31st December, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 13, 2019. The said results have also been reviewed by the statutory auditors of the Company.
- 2 The above standalone results are also available on the Company's website www.gptinfra.in and on the stock exchange websites (www.bseindia.com and www.nseindia.com).
- 3 The Company is currently focused on Two Operating Segments Infrastructure and Concrete Sleeper. The Operating Segments have been reported in the manner consistent with internal reporting provided to the Chief Operating Decision Maker.
- 4 The Board of Directors of the Company have declared an Interim Dividend @ 20.00% i.e. ₹ 2.00 per Equity Share. The record date for payment of interim dividend for shares held in physical as well as demat form has been fixed on February 23, 2019.
- 5 The Company has recognised the impact of Goods and Service Tax (GST), w.e.f. July 1, 2017 in its infrastructure and concrete sleeper divisions. Revenue from operations is disclosed net of GST. However, revenue for nine months ended December 31, 2017 and year ended March 31, 2018 are inclusive of excise duty for quarter ended June 30, 2017. Accordingly, revenue from operations for nine months ended December 31, 2018 are not comparable with those reported for nine months ended December 31, 2017.
- 6 The statutory auditors of the Company have drawn emphasis of matter in their limited review report regarding:
 - (a) Uncertainty of recovery of Company's share of unbilled revenue, trade and other receivables aggregating ₹ 1,857.64 lacs from two joint operations, wherein the underlying projects were completed in a prior year and the management of those joint operations have initiated arbitration proceedings for recovery of aforesaid receivables. The Management believes that the outcome of arbitration will be favourable to the joint operations and hence no provision is considered necessary in these financial results.
 - (b) Significant uncertainty regarding a subsidiary's ability to continue as a going concern due to scheduled expiry of an agreement with a customer in 2020 and absence of any clause for extension that can be exercised by the subsidiary. Management believes that the subsidiary will be able to enter into a new agreement with the customer and continue to operate as a going concern as it has been executing contracts in South Africa since 2008 continuously. Consequently, no adjustment has been considered in the carrying value of investments in the subsidiary aggregating ₹ 881.89 lacs as on December 31, 2018.
 - (c) Significant uncertainty regarding a joint venture's ability to continue as a going concern due to scheduled expiry of an agreement with a customer on 14th February, 2019 and absence of any clause for extension that can be exercised by the joint venture. Management believes that the joint venture will be able to enter into a new agreement with the customer and continue to operate as a going concern as it has been executing contracts in Namibia since 2011 continuously and is the sole producer of concrete sleepers in Namibia. Consequently, no adjustment has been considered in the carrying value of investments aggregating ₹ 2,493.00 lacs as on December 31, 2018.
 - (d) In an earlier year, the Company had incorporated a subsidiary (Jogbani Highway Private Limited) for execution of a BOT contract awarded by a customer. The subsidiary had subcontracted such construction work to the Company. Subsequently, the subsidiary had terminated the concession agreement with the customer due to the required land not made available by the customer and referred the matter to arbitration. In the previous year, the Arbitration Tribunal had awarded a sum of ₹ 6,120.32 lacs in favour of the subsidiary. During an earlier quarter, the customer has filed petition in Hon'ble High Court of Delhi against the award declared by Arbitration Tribunal in favour of the Company. The management believes that the outcome of the petition would be in favour of the Company, and hence no provision has been considered necessary in these financial results towards recoverability of net assets of ₹ 2,022.94 lacs.
- 7 Attention is invited to the following
 - (a) In earlier years, the Company had significantly completed execution of certain construction contracts under the terms of agreements with some government departments. Unbilled revenue, accrued price escalation and trade receivables aggregating ₹ 2,965.47 lacs (including impact of unwinding), are yet to be received/billed by the Company in respect of such contracts due to paucity of funds available with those customers. The statutory auditors of the Company have expressed their inability to comment on the extent of recoverability of the above asset balances and the period over which these are expected to be recovered; and have accordingly modified their limited review report in this regard. Based on regular follow ups with those customers, management is confident that the aforesaid amount is fully recoverable.
 - (b) In the previous year, the Company had significantly completed execution of a construction contract. Unbilled revenue amounting to ₹ 2,183.15 lacs is yet to be billed / realised by the Company in respect of such contract since final joint measurement of work is in progress. The statutory auditors of the Company have expressed their inability to comment on the extent of recoverability of the aforesaid amount and have accordingly modified their limited review report in this regard. Based on regular follow ups with the customer, management is confident that the aforesaid amount is fully recoverable.
 - (c) The financial results and other financial information of fifteen(15) joint operations wherein the Company's share of total assets is ₹ 2,907.11 lacs as at Dec 31, 2018, revenues is ₹ 0.01 lac and ₹ 99.86 lacs and profit/(loss) before tax is ₹ (0.91) lac and ₹ 4.02 lacs for the quarter and nine month ended on that date respectively, are certified by the management and have not been subjected to limited review. The statutory auditors of the Company have modified their review report on such management certified joint operations numbers included in the standalone financial results. The Management believes that there would not be any significant impact, had these financial results been subjected to limited review by the auditors.
- 8 The Company has elected to adopt modified retrospective approach to recognise the impact of Ind AS 115 "Revenue from Contracts with Customers" till March 31, 2018 in opening retained earnings. The impact of Ind AS 115 on the financial results of the quarter/period is not material.

For and on behalf of Board of Directors

D. P. Tantia
Chairman
DIN : 00001341



Place Kolkata
Date February 13, 2019

