

Punj Lloyd Limited

Regd. Office: Punj Lloyd House, 17-18 Nehru Place, New Delhi 110 019

CIN: L74899DL1988PLC033314

Statement of unaudited financial results for the quarter ended June 30, 2016

(All amounts are in Lacs of INR, unless otherwise stated)

Particulars	Quarter ended	
	June 30, 2016	June 30, 2015
	(unaudited)	(unaudited)
Income from operations		
Net sales/income from operations	88,757	65,277
Other operating income	8,467	458
Total income from operations	97,224	65,735
Expenses		
Cost of material consumed	36,413	34,710
Contractor charges	32,433	14,729
Employee benefits expense	10,031	11,160
Depreciation and amortisation expense	3,134	6,555
Other expenses	18,554	37,762
Total expenses	100,565	104,916
Loss from operations before other income, finance costs and exceptional items	(3,341)	(39,181)
Other income	3,793	3,691
Profit/(loss) from ordinary activities before finance costs and exceptional items	452	(35,490)
Finance costs	21,591	22,694
Loss from ordinary activities before exceptional items	(21,139)	(58,184)
Exceptional items	-	-
Loss from ordinary activities before tax	(21,139)	(58,184)
Tax expense	-	-
Loss for the period	(21,139)	(58,184)
Other comprehensive income	306	2,073
Total comprehensive income	(20,833)	(56,111)
Paid-up equity share capital (face value of Rs. 2 each)	6,642	6,642
Earnings per share		
Basic (in Rs.)	-6.27	-16.90
Diluted (in Rs.)	-6.27	-16.90

Segment wise revenue, results and capital employed

Particulars	Three months ended	
	June 30, 2016	June 30, 2015
	(unaudited)	(unaudited)
Segment revenue		
Engineering, procurement and construction services	83,135	50,451
Traded goods	4,074	14,004
Unallocated	1,548	822
Net sales / income from operations	88,757	65,277
Segment results		
Loss before interest and tax for each segment		
Engineering, procurement and construction services	(6,519)	(37,383)
Traded goods	(2)	76
Unallocated	1,388	391
Total	(5,133)	(36,916)
Less: (i) Finance costs	21,591	22,694
(ii) Other unallocable expenditure net of unallocable income	(5,585)	(1,426)
Total loss before tax	(21,139)	(58,184)
Segment assets		
Engineering, procurement and construction services	895,500	869,985
Traded goods	57,121	50,965
Unallocated	299,208	325,984
Total	1,251,829	1,246,934
Segment liabilities		
Engineering, procurement and construction services	415,253	344,925
Traded goods	15,386	28,336
Unallocated	684,419	613,009
Total	1,115,058	986,270

Notes

1. The above unaudited financial results for the quarter ended June 30, 2016 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 10, 2016.

2(a). Effective April 01, 2016, the Company has for the first time adopted Ind-AS, with a transition date of April 01, 2015. Accordingly, these financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, to the extent applicable. The impact of transition has been accounted for in opening reserves and the comparative amounts have been restated accordingly. However, the opening balance sheet as at April 01, 2015 and the results for the subsequent period would get finalized only with the annual financial statements for the year ending March 31, 2017.

(b). The corresponding restated results as per Ind-AS have not been subjected to limited review. However, the management has exercised necessary due diligence to ensure that such results provide a true and fair view.

3. The reconciliation of net loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind-AS for the quarter ended June 30, 2015:

Particulars	Amount
Net loss under Indian GAAP	(59,784)
Impact on account of:	
Fair valuation of certain items of Property, Plant and Equipments	142
Measurement of financial assets and liabilities (net) at amortized cost	1,458
Net loss under Ind-AS	(58,184)
Other comprehensive income	2,073
Total comprehensive income as per Ind-AS	(56,111)

4. The auditors of the Company in their report on financial results for the quarter ended June 30, 2016 have invited attention in respect of certain cost over-runs amounting to Rs. 73,580 lacs, arising due to design changes and consequent changes in the scope of work on Heera Redevelopment Project with Oil and Natural Gas Corporation Limited and resultant differences and disputes between the parties. After all the discussions in various forums, to resolve the matter mutually, failed, the Company, with the view to resolve the matter in finality, expeditiously and with legal enforceability, re-commenced the arbitration proceedings. As the Company is confident of a satisfactory settlement of the disputes and recovery of the said amount, no adjustments have been considered necessary in these financial results. The auditors of the Company had expressed an emphasis on this matter in their report on financial results for the year ended March 31, 2016.

5. During the previous year, Punj Lloyd Pte Limited and Sembawang Engineers and Constructors Pte Limited, subsidiaries of the Company, filed separate applications before the Singapore High Court ("the Court") for placing them under the Judicial Management. During the quarter, the Court has approved the aforesaid requests and accordingly these subsidiaries have been placed under Judicial Management w.e.f. June 27, 2016. Based on above and other developments, the auditors have removed the emphasis of matter during the quarter ended June 30, 2016. The auditors of the Company had expressed an emphasis on this matter in their report on financial results for the year ended March 31, 2016.

6(a). Tax expenses are net of deferred tax effects, minimum alternative tax credit and earlier year taxes.

(b). The Company has accounted for deferred tax assets on timing differences, including those on unabsorbed depreciation and business losses, to the extent of deferred tax liability recognized at the reporting date, for which it is virtually certain that future taxable income would be generated by reversal of such deferred tax liability.

7(a). Previous quarter's amounts have been regrouped / re-arranged wherever necessary to conform to the current quarter's presentation.

(b). Exchange differences are clubbed under 'Other operating income' or 'Other expenses' based on the resultant net amount. Other operating income also include unspent liabilities written back.

For and on behalf of the Board of Directors of Punj Lloyd Limited

Place: Gurgaon
Date: August 10, 2016

Atul Punj
Chairman and Managing Director
DIN: 00005612