

Punj Lloyd Limited
Regd. Office: Punj Lloyd House, 17-18 Nehru Place, New Delhi 110 019
CIN: L74899DL1988PLC033314
Statement of audited financial results for the year ended March 31, 2017
(All amounts are in Lacs of INR, unless otherwise stated)

Particulars	Standalone				
	Three months ended			Year ended	
	March 31, 2017 (unaudited)	December 31, 2016 (unaudited)	March 31, 2016 (unaudited)	March 31, 2017 (audited)	March 31, 2016 (audited)
Income from operations					
Net sales/income from operations	88,998	99,290	68,813	376,102	334,782
Other income	13,733	1,702	5,426	29,873	17,989
Total income from operations	102,731	100,992	74,239	405,975	352,771
Expenses					
Cost of material consumed	53,169	33,332	43,831	165,156	173,126
Contractor charges	6,065	21,899	18,619	95,706	85,518
Employee benefits expense	9,931	9,227	10,879	38,316	43,376
Finance cost	22,484	22,327	20,393	88,166	89,773
Depreciation and amortisation expense	3,295	2,976	4,407	12,513	22,791
Other expenses *	30,803	34,412	14,292	96,034	87,716
Total expenses	125,747	124,173	112,421	495,891	502,300
Loss from ordinary activities before exceptional items	(23,016)	(23,181)	(38,182)	(89,916)	(149,529)
Exceptional items	-	-	-	-	-
Loss from ordinary activities before tax	(23,016)	(23,181)	(38,182)	(89,916)	(149,529)
Tax expense	(4,858)	-	1,433	(4,858)	1,842
Loss for the period	(18,158)	(23,181)	(39,615)	(85,058)	(151,371)
Other comprehensive income *	(15,526)	(2,944)	(23,838)	(93,691)	(21,435)
Total comprehensive income	(33,684)	(26,125)	(63,453)	(178,749)	(172,806)
Paid-up equity share capital (face value of Rs. 2 each)	6,685	6,642	6,642	6,685	6,642
Reserves excluding revaluation reserves				13,630	191,731
Earnings per share					
Basic (in Rs.)	(5.46)	(6.98)	(11.93)	(25.60)	(45.58)
Diluted (in Rs.)	(5.46)	(6.98)	(11.93)	(25.60)	(45.58)
	(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)	(Annualised)

* Refer note no 6 to the financial results.

Consolidated		
Particulars	Year ended	
	March 31, 2017	March 31, 2016
	(audited)	(audited)
Income from operations		
Net sales/income from operations	486,728	444,702
Other income *	135,510	25,805
Total income from operations	622,238	470,507
Expenses		
Cost of material consumed	173,808	199,061
Contractor charges	148,883	138,086
Employee benefits expense	57,817	77,355
Finance cost	101,823	105,904
Depreciation and amortisation expense	22,054	34,241
Other expenses	207,811	123,653
Total expenses	712,196	678,300
Loss from ordinary activities before exceptional items	(89,958)	(207,793)
Exceptional items	-	-
Loss from ordinary activities before tax	(89,958)	(207,793)
Tax expense	(3,487)	(13)
Loss for the period	(86,471)	(207,780)
Share of loss of associates	(572)	(534)
Minority interest	(4,962)	(4,767)
Net Loss after taxes, minority interest and share of loss of associates	(92,005)	(213,081)
Other comprehensive income	43,032	(3,679)
Total comprehensive income	(48,973)	(216,760)
Paid-up equity share capital (face value of Rs. 2 each)	6,685	6,642
Earnings per share		
Basic (in Rs.)	(27.70)	(64.16)
Diluted (in Rs.)	(27.70)	(64.16)
	(Annualised)	(Annualised)

* Also refer note no 6 to the financial results.

Segment wise revenue, results and capital employed:

Standalone

Particulars	Three months ended			Year ended	
	March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
	(unaudited)	(unaudited)	(unaudited)	(audited)	(audited)
Segment revenue					
Engineering, procurement and construction services	74,311	92,246	59,609	334,588	273,095
Traded goods	10,359	6,899	8,368	33,787	55,693
Unallocated	4,328	145	836	7,727	5,994
Net sales / income from operations	88,998	99,290	68,813	376,102	334,782
Segment results					
Loss before interest and tax for each segment					
Engineering, procurement and construction services	(9,121)	(1,799)	(19,070)	(22,456)	(71,706)
Traded goods	(271)	(215)	(80)	(339)	(131)
Unallocated	4,187	17	700	7,188	4,791
Total	(5,205)	(1,997)	(18,450)	(15,607)	(67,046)
Less:					
(i) Finance costs	22,484	22,327	20,393	88,166	89,773
(ii) Other unallocable expenditure net of unallocable income	(4,673)	(1,143)	(661)	(13,857)	(7,290)
Total loss before tax	(23,016)	(23,181)	(38,182)	(89,916)	(149,529)
Segment assets					
Engineering, procurement and construction services	918,295	939,755	904,529	918,295	904,529
Traded goods	60,023	54,035	56,673	60,023	56,673
Unallocated	223,576	250,718	331,584	223,576	331,584
Total	1,201,894	1,244,508	1,292,786	1,201,894	1,292,786
Other comprehensive income *					
Segment liabilities					
Engineering, procurement and construction services	474,771	459,347	419,145	474,771	419,145
Traded goods	20,192	19,743	19,344	20,192	19,344
Unallocated	686,596	697,092	655,925	686,596	655,925
Total	1,181,559	1,176,182	1,094,414	1,181,559	1,094,414
Capital employed	20,335	68,326	198,372	20,335	198,372

Consolidated

Particulars	Year ended	
	March 31, 2017	March 31, 2016
	(audited)	(audited)
Refer note no 6 to the financial results.		
Segment revenue		
Engineering, procurement and construction services	446,132	385,343
Traded goods	33,878	55,681
Unallocated	6,718	3,678
Net sales / income from operations	486,728	444,702
Segment results		
Loss before interest and tax for each segment		
Engineering, procurement and construction services	(107,410)	(113,900)
Traded goods	(122)	(143)
Unallocated	1,391	(2,335)
Total	(106,141)	(116,378)
Less:		
(i) Finance costs	101,823	105,904
(ii) Other unallocable expenditure net of unallocable income	(118,006)	(14,489)
Total loss before tax	(89,958)	(207,793)
Segment assets		
Engineering, procurement and construction services	1,066,686	1,135,555
Traded goods	-	-
Unallocated	129,561	166,378
Total	1,196,247	1,301,933
Segment liabilities		
Engineering, procurement and construction services	530,066	591,917
Traded goods	20,192	19,344
Unallocated	826,617	826,848
Total	1,376,875	1,438,109
Capital employed	(180,628)	(136,176)

Notes

1. The above financial results for the quarter and year ended March 31, 2017 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 27, 2017.

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 (as amended) 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.

(b). The figures for the quarters ended March 31, 2017 and March 31, 2016 are the balancing figures between audited figures in respect of full financial years ended March 31, 2017 and March 31, 2016 respectively and the unaudited published year to date figures up to December 31, 2016 and December 31, 2015 respectively, being the end of the third quarter of the relevant financial years, which were subjected to a limited review.

3. Balance Sheet (Audited):

Particulars	Standalone		Consolidated	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
ASSETS				
Non-current assets				
Property, plant and equipment	70,601	79,854	91,170	130,789
Capital work-in-progress	470	24	3,809	5,459
Investment property	9,142	9,307	9,142	9,307
Goodwill on consolidation	-	-	-	22,196
Other intangible assets	184	208	42,641	34,833
Intangible assets under development	72	62	72	62
Financial assets				
Investments	77,272	172,697	3,971	9,919
Loans	572	572	572	571
Other bank balances	-	291	-	291
Deferred tax assets (net)	-	-	568	765
Other non-current assets	16,325	15,179	62,679	75,118
Current assets				
Inventories	8,857	9,419	12,099	12,826
Unbilled revenue (work-in-progress)	613,346	623,772	629,788	681,479
Financial assets				
Trade receivables	232,769	204,139	176,085	184,317
Cash and cash equivalents	36,615	31,634	64,880	48,008
Other bank balances	11,940	5,686	11,953	6,566
Loans	43,589	44,447	8,224	11,635
Others	28,302	49,798	9,684	14,263
Current Tax Assets (Net)	4,937	16,747	7,058	18,479
Other current assets	46,901	28,951	61,852	35,050
TOTAL - ASSETS	1,201,894	1,292,787	1,196,247	1,301,933
EQUITY AND LIABILITIES				
Equity				
Equity share capital	6,685	6,642	6,685	6,642
Other equity	13,650	191,731	(191,378)	(143,039)
Non-controlling interest	-	-	4,065	221
Liabilities				
Non-current liabilities				
Financial liabilities				
Borrowings	104,512	153,837	192,530	253,602
Provisions	406	150	2,804	1,061
Deferred tax liability (net)	-	-	246	1,048
Current liabilities				
Financial liabilities				
Borrowings	418,287	394,663	420,026	418,427
Trade payables	233,662	241,255	267,551	366,226
Other financial liabilities	156,402	99,300	266,554	233,564
Other current liabilities	250,337	189,307	207,225	143,280
Provisions	12,441	10,347	12,904	11,909
Current tax liabilities (net)	5,512	5,555	7,035	8,992
TOTAL - EQUITY AND LIABILITIES	1,201,894	1,292,787	1,196,247	1,301,933

4(a). The reconciliation of net loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind-AS for the quarter and year ended March 31, 2016:

Particulars	Standalone		Consolidated
	Quarter ended March 31, 2016	Year ended March 31, 2016	Year ended March 31, 2016
Net loss under Indian GAAP	(46,799)	(164,951)	(224,534)
Impact on account of:			
Effect of fair valuation and depreciation on items of PPE	160	580	2,270
Actuarial gain on employee defined benefit funds recognised in OCI	40	40	56
Expected credit loss	-	5,508	4,619
Measurement of financial assets and liabilities (net) at amortized cost	6,984	7,452	4,508
Net loss under Ind-AS	(39,615)	(151,371)	(213,081)
Other comprehensive income	(23,838)	(21,435)	(3,679)
Total comprehensive income as per Ind-AS	(63,453)	(172,806)	(216,760)

4(b). The reconciliation of Equity as previously reported on account of transition from the previous Indian GAAP to Ind-AS for the year ended March 31, 2016:

	Standalone	Consolidated
Total equity (shareholders fund) under Indian GAAP	156,738	(130,921)
Impact on account of:		
Fair valuation of equity securities	58,433	-
Measurement of financial assets and liabilities at amortized cost (net)	(5,859)	(141)
Share of OCI of associates and joint ventures accounted for using equity method	-	10,264
Effect of fair valuation and depreciation on items of PPE	6,022	2,167
Expected credit loss	(16,961)	(17,766)
Total equity (shareholders fund) as per Ind-AS	198,373	(136,397)

5. The auditors of the Company in their report on standalone and consolidated financial results for the year ended March 31, 2017 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 a 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 standalone and consolidated financial results for the year ended March 31, 2016.

6. During the current year, the Singapore High Court ('the Court') heard upon the applications filed by Punj Lloyd Pte. Limited and Sembawang Engineers and Constructors Pte. Limited, subsidiaries of the Company, in previous year for placing them under the Judicial Management (JM). The Court approved the same and placed both the subsidiaries under the JM w.e.f. June 27, 2016. Pursuant to appointment of Judicial Managers, the Company lost control over these subsidiaries and were accordingly deconsolidated from the said date. Accordingly, the consolidated financial results for the years ended on March 31, 2017 and March 31, 2016 are not comparable to such extent. Further, based on the above development coupled with necessary adjustments effected by the Company, the auditors have removed the Emphasis of Matter given in the standalone financial results for the year ended March 31, 2016.

7(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 temporary 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 reasonably certain that future taxable income would be generated by reversal of such deferred tax liability.

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

(b). Exchange differences are clubbed under 'Other income' or 'Other expenses' based on the resultant net amount.

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

Place: Gurugram
Date: May 27, 2017

Atul Punj
Chairman and Managing Director
DIN: 00005612