

Statement of unaudited results for the quarter and six months ended September 30, 2015

PART I

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

Particulars	Three months ended			Six months ended		Year ended
	September 30, 2015	June 30, 2015	September 30, 2014	September 30, 2015	September 30, 2014	March 31, 2015
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
Income from operations						
Net sales/income from operations	100,383	65,277	126,178	165,660	236,925	488,151
Other operating income	506	458	523	964	1,159	5,884
Total income from operations	100,889	65,735	126,701	166,624	238,084	494,035
Expenses						
Cost of material consumed	48,498	34,710	77,006	83,208	136,700	256,573
Contractor charges	20,296	14,729	26,401	35,025	65,371	112,820
Employee benefits expense	11,231	11,160	14,099	22,391	29,215	56,344
Depreciation and amortisation expense	7,505	6,702	8,864	14,207	16,843	31,374
Other expenses	26,605	37,757	20,033	64,362	42,851	74,342
Total expenses	114,135	105,058	146,403	219,193	290,980	531,453
Loss from operations before other income, finance costs and exceptional items	(13,246)	(39,323)	(19,702)	(52,569)	(52,896)	(37,418)
Other income	6,256	2,788	1,915	9,044	2,788	62,121
Profit / (Loss) from ordinary activities before finance costs and exceptional items	(6,990)	(36,535)	(17,787)	(43,525)	(50,108)	24,703
Finance costs	20,921	23,249	21,268	44,170	42,807	85,954
Loss from ordinary activities before exceptional items	(27,911)	(59,784)	(39,055)	(87,695)	(92,915)	(61,251)
Exceptional items	-	-	-	-	-	-
Loss from ordinary activities before tax	(27,911)	(59,784)	(39,055)	(87,695)	(92,915)	(61,251)
Tax expense	409	-	(12,704)	409	(30,172)	(10,585)
Loss for the period	(28,320)	(59,784)	(26,351)	(88,104)	(62,743)	(50,666)
Paid-up equity share capital (face value of Rs. 2 each)	6,642	6,642	6,642	6,642	6,642	6,642
Reserves excluding revaluation reserves						313,613
Paid-up debt capital				211,552	162,085	115,953
Debenture redemption reserve				11,287	11,287	11,287
Earnings per share						
Basic (in Rs.)	(8.53)	(18.00)	(7.93)	(26.53)	(18.89)	(15.26)
Diluted (in Rs.)	(8.53)	(18.00)	(7.93)	(26.53)	(18.89)	(15.26)
	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)
Debt Equity Ratio				0.90	0.52	0.36
Debt Service Coverage Ratio				(1.79)	(1.33)	0.50
Interest Service Coverage Ratio				(1.08)	(1.12)	0.59

PART II

A. Particulars of Shareholding						
Particulars	Three months ended			Six months ended		Year ended
	September 30, 2015	June 30, 2015	September 30, 2014	September 30, 2015	September 30, 2014	March 31, 2015
1. Public shareholding						
Number of shares	209,460,185	209,460,185	208,738,697	209,460,185	208,738,697	209,460,185
Percentage of shareholding	63.07	63.07	62.86	63.07	62.86	63.07
2. Promoters and promoter group shareholding						
a) Pledged / Encumbered -Number of shares	74,667,260	74,669,260	82,367,260	74,667,260	82,367,260	79,867,260
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	60.89	60.89	66.77	60.89	66.77	65.13
-Percentage of shares (as a % of the total share capital of the Company)	22.49	22.49	24.80	22.49	24.80	24.05
b) Non-encumbered -Number of shares	47,968,300	47,966,300	40,989,788	47,968,300	40,989,788	42,768,300
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	39.11	39.11	33.23	39.11	33.23	34.87
-Percentage of shares (as a % of the total share capital of the Company)	14.44	14.44	12.34	14.44	12.34	12.88
B. Status of investor complaints						
Particulars	Pending as on July 01, 2015	Received during the quarter	Disposed off during the quarter	Pending as on September 30, 2015		
No. of complaints	Nil	6	6	Nil		

TABLE I

Particulars	Three months ended			Six months ended		Year ended
	September 30, 2015	June 30, 2015	September 30, 2014	September 30, 2015	September 30, 2014	March 31, 2015
Segment revenue						
Engineering, procurement and construction services	76,244	50,451	97,667	126,695	181,552	388,480
Traded goods	20,214	14,004	27,080	34,218	52,110	93,389
Unallocated	3,925	822	1,431	4,747	3,263	6,282
Net sales / income from operations	100,383	65,277	126,178	165,660	236,925	488,151
Segment results						
Loss before interest and tax for each segment						
Engineering, procurement and construction services	(13,660)	(37,542)	(19,488)	(51,202)	(53,711)	(39,664)
Traded goods	56	76	48	132	128	234
Unallocated	3,508	408	990	3,916	2,385	4,565
Total	(10,096)	(37,058)	(18,450)	(47,154)	(51,198)	(34,865)
Less: (i) Finance costs	20,921	23,249	21,268	44,170	42,807	85,954
(ii) Other unallocable expenditure net of unallocable income	(3,106)	(523)	(663)	(3,629)	(1,090)	(59,568)
Total loss before tax	(27,911)	(59,784)	(39,055)	(87,695)	(92,915)	(61,251)
Capital employed (segment assets - segment liabilities)						
Engineering, procurement and construction services	472,018	560,940	556,952	472,018	556,952	586,745
Traded goods	36,090	22,630	2,138	36,090	2,138	13,565
Unallocated	(273,488)	(320,816)	(250,034)	(273,488)	(250,034)	(279,845)
Total	234,620	262,754	309,056	234,620	309,056	320,465

NOTES

- The above unaudited financial results for the quarter ended September 30, 2015 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 06, 2015.
- The auditors of the Company in their report on financial results for the quarter ended September 30, 2015 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. Due to the said reasons, certain differences and dispute arose between the parties and several rounds of discussions were held to explore the possibility of amicable resolution of the dispute mutually. The Company, with the view to resolve the matter in finality, expeditiously and with legal enforceability, during the previous year, re-commenced the arbitration proceedings, which were kept in abeyance earlier owing to the proceedings by Outside Expert Committee. 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 emphasised on this matter in their report on financial results for the quarter ended June 30, 2015 and year ended March 31, 2015.
- The auditors of the Company, based on the report of independent auditors of the Company's branch in Thailand, have invited attention in their report on financial results for the quarter ended September 30, 2015 on recoverability of claims aggregating toRs. 39,109 lacs and encashment of the performance bond amounting to Rs. 17,108 lacs by the customer of a project of the said branch. The management is taking appropriate steps for the

2. Statement of Assets and Liabilities:

Particulars	As at	
	September 30, 2015	March 31, 2015
	(unaudited)	(audited)
EQUITY AND LIABILITIES		
Shareholders' funds		
Share capital	6,642	6,642
Reserves and surplus	227,978	313,823
Sub-total - Shareholders' funds	234,620	320,465
Non-current liabilities		
Long-term borrowings	151,957	58,699
Other non-current liabilities	-	637
Provisions	152	58
Sub-total - Non-current liabilities	152,109	59,394
Current liabilities		
Short-term borrowings	353,689	396,753
Trade payables	220,035	225,067
Other current liabilities	287,319	286,687
Provisions	7,604	7,784
Sub-total - Current liabilities	868,647	916,291
TOTAL - EQUITY AND LIABILITIES	1,255,376	1,296,150
ASSETS		
Non-current assets		
Fixed assets	95,745	111,527
Non-current investments	112,640	118,056
Loans and advances	32,064	39,440
Other assets	241	3,939
Sub-total - Non-current assets	240,690	272,962
Current assets		
Investments	377	-
Inventories	10,947	9,911
Unbilled revenue (work-in-progress)	610,969	595,861
Trade receivables	164,412	226,720
Cash and bank balances	53,686	24,663
Loans and advances	169,521	157,880
Other assets	4,774	8,153
Sub-total - Current assets	1,014,686	1,023,188
TOTAL - ASSETS	1,255,376	1,296,150

recovery of the said amounts and is confident of recovery of the amounts exceeding the recognised claims and performance bonds. Accordingly, 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 quarter ended June 30, 2015 and year ended March 31, 2015.

- The auditors of the Company in their report on financial results for the quarter ended June 30, 2015 and year ended March 31, 2015 had invited attention to deductions made / amount withheld by some customers aggregating to Rs. 4,935 lacs. Based on the developments during the current quarter, the auditors have removed the emphasis of matter during the quarter ended September 30, 2015.
- During the current quarter ended September 30, 2015, Punj Lloyd Pte Limited and Sembawang Engineers and Constructors Pte Limited, subsidiaries of the Company had filed separate applications seeking approval of the Singapore High Court to enter into a Scheme of Arrangement with their respective creditors pursuant to the applicable provisions of the Singapore Companies Act. The Singapore High Court vide its orders dated September 18, 2015 has granted a moratorium period of four months to the respective companies to get the Scheme of Arrangement agreed with their creditors. Anticipating successful outcome, no adjustments have been considered necessary in these financial results.
- Segment wise revenue, results and capital employed (**TABLE I**)
- (a). Tax expenses are net of deferred tax effects and minimum alternative tax credit.
(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 recognised at the reporting date, for which it is virtually certain that future taxable income would be generated by reversal of such deferred tax liability.
- Ratios have been computed as follows:
- Interest Service Coverage Ratio = Profit before Interest, Depreciation and Tax / Interest
- Debt Service Coverage Ratio = Profit before Interest, Depreciation and Tax / (Interest on 'Debt' + Principal repayment of Debt during the period)
- Debt = Long term borrowings, including their current maturities and excluding working capital loans
- Equity = Issued, Subscribed and Paid-Up Share Capital plus Reserves and Surplus (mentioned below)
- Reserves and Surplus = General Reserve, Capital Reserve, Debenture Redemption Reserve, Securities Premium Account, Foreign Currency Translation Reserve and Surplus Closing Balance in the Statement of Profit and Loss.
- Other expenses include exchange differences (net).
- Previous quarters' / six months / year's amounts have been regrouped / re-arranged wherever necessary to conform to the current quarter's presentation.

Place: Gurgaon
Date: November 06, 2015

J. P. Chalasani
Managing Director and Group CEO