

Ramky Infrastructure Ltd.

Ramky Grandiose, 15th Floor
Sy.No. 136/2 & 4, Gachibowli

Hyderabad - 500 032

T: +91 40 2301 5000

F: +91 40 2301 5100

E: info@ramky.com

www.ramkyinfrastructure.com

CIN: L74210TG1994PLC017356

Place: Hyderabad

Date: 13th December, 2016

To

The Manager, Listing Department, National Stock Exchange of India Ltd, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400051	The Manager Bombay Stock Exchange Limited Regd. Office: 25, P J Towers Dalal Street Mumbai - 400 001.
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Dear Sir/Ma'am,

Sub: Outcome of Board Meeting

Ref: Regulation 33: Un-audited Financial Results for the quarter and Half Year Ended
30th September, 2016

Dear Sir,

With reference to the above cited subject, it is hereby informed that the Board of Directors of the Company at its meeting held today at 4:30 P.M, interalia considered and approved the following:

1. Pursuant to Regulation 33 of the Listing Agreement- Un-Audited Financial Results of the Company, prepared under Ind AS for the Quarter and Half Year ended 30-09-2016.
2. Limited Review Report as submitted by the Statutory Auditor's of the company.

Please take the same on record and acknowledge receipt of the same.

Yours faithfully,

for **RAMKY INFRASTRUCTURE LIMITED**




Y.R. NAGARAJA
MANAGING DIRECTOR
DIN: 00009810

Encl: 1) Unaudited Financial Results of the Company prepared under Ind AS for the quarter and Half Year ended 30th September, 2016
2) Limited review report of the Statutory Auditors on the Unaudited Financial Results of the Company for the quarter and Half Year ended 30th September, 2016.

CHATURVEDI & PARTNERS

Chartered Accountants

212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019

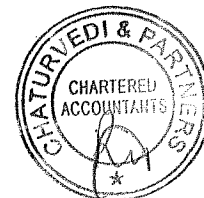
Phone : 011-46654665 Fax : 011-46654655

Email : delhi@chaturvedica.com

LIMITED REVIEW REPORT ON THE UN-AUDITED FINANCIAL RESULTS OF RAMKY INFRASTRUCTURE LIMITED, PURSUANT TO THE REQUIREMENTS OF REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To the Board of Directors,
RAMKY INFRASTRUCTURE LIMITED

1. We have reviewed the accompanying unaudited standalone financial results for the quarter and half year ended September 30, 2016 ("the statement") of **RAMKY INFRASTRUCTURE LIMITED** ("the Company"), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended September 30, 2015 including the reconciliation of net loss for the corresponding quarter and half year ended September 30, 2015 under IND AS vis-a-vis under previous GAAP, as reported in these financial results have been presented solely based on the information compiled by the management and have not been subjected to review.
2. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors, at their meeting held on December 13, 2016. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We refer to Note 5 of the statement with regard to recognition of deferred tax assets on account of unused tax losses and other temporary differences amounting to ₹ 34,302.06 Lacs incurred by the Company. Based on unexecuted orders on hand, the Management is confident that sufficient future taxable income will be available against which such deferred tax assets will be realised. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which the deferred tax assets can be realized, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (IAS 12). Had the aforesaid deferred tax assets not been recognised, loss after tax for the year ended would have been higher by ₹ 34,302.06 Lacs.
5. Based on our review conducted as above, except for the effect of the matter described in para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. Attention is invited to

- a. Note 7 to the accompanying statement in respect of existence of material uncertainties over the realisability of certain construction work in progress, trade receivables and loans and advances aggregating to ₹ 48,846.13 Lacs, which are subject matters of arbitration proceedings/negotiations with the customers and contractors due to foreclosure of contracts and other disputes. The management of the Company, keeping in view the status of negotiations and the outcome of arbitration proceedings and the basis of which steps to recover these amounts are currently in process, is confident of recovering the aforesaid dues. In view of pending billing of project WIP/slow progress/termination of these projects, and lack of other alternate audit evidence to corroborate management's assessment of recoverability of these balances, we are unable to comment on the extent to which these balances are recoverable.
- b. Note 8 to the accompanying statement in respect of recognition of a claim of ₹ 22,504 Lacs during the earlier year and related trade receivable and other current assets aggregating to ₹ 22,504 Lacs are outstanding as at September 30, 2016, for the reasons stated therein.

Our opinion is not qualified in respect of these matters



Hyderabad
December 13, 2016

For CHATURVEDI & PARTNERS
Chartered Accountants
Firm Registration No. 307068E

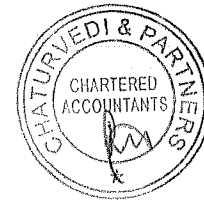
A handwritten signature in black ink, appearing to read "Ravindra Nath Chaturvedi".

RAVINDRA NATH CHATURVEDI
Partner
Membership No. 092087

Statement of unaudited Standalone Financial Results for the Quarter and Half year ended 30 September 2016

	Particulars	Quarter ended			For the half year ended 30 September 2016	For the half year ended 30 September 2015
		30 September 2016	30 June 2016	30 September 2015		
1	INCOME FROM OPERATIONS					
	Contract Revenue	22,220.01	31,139.93	31,841.14	53,359.94	58,401.35
	Total revenue	22,220.01	31,139.93	31,841.14	53,359.94	58,401.35
2	EXPENSES					
	Materials consumed	6,679.27	11,159.31	11,414.81	17,838.58	21,165.25
	Sub-contract expenses	8,685.75	9,944.80	11,914.19	18,630.55	24,424.12
	Other contract expenses	4,434.78	6,209.24	5,904.18	10,644.02	11,812.40
	Decrease/(Increase) in contract work-in-progress	449.17	281.67	1,853.23	730.84	3,661.57
	Employee benefit expense	862.41	973.29	1,048.10	1,835.70	1,896.38
	Depreciation and amortisation	1,275.97	1,185.07	1,316.09	2,461.04	2,637.77
	Other expenses	2,024.85	1,922.82	4,735.22	3,947.67	7,776.35
	Total expenses	24,412.20	31,676.20	38,185.82	56,088.40	73,373.84
3	(Loss)/Profit from operations before other income, finance costs and exceptional items (1-2)	(2,192.19)	(536.27)	(6,344.68)	(2,728.46)	(14,972.49)
4	Other income	1,544.11	3,521.34	1,162.70	5,065.45	3,443.13
5	(Loss)/Profit from ordinary activities before finance costs and exceptional items (3 + 4)	(648.08)	2,985.07	(5,181.98)	2,336.99	(11,529.36)
6	Finance costs	4,870.82	5,142.04	6,924.91	10,012.86	12,588.12
7	(Loss)/Profit from ordinary activities after finance costs but before exceptional items (5 - 6)	(5,518.90)	(2,156.97)	(12,106.89)	(7,675.87)	(24,117.48)
8	Exceptional items	-	-	-	-	(2,769.75)
9	(Loss)/Profit from ordinary activities before tax (7 - 8)	(5,518.90)	(2,156.97)	(12,106.89)	(7,675.87)	(21,347.73)
10	Tax Expense	(1,368.23)	(655.11)	(3,741.60)	(2,023.34)	(6,681.03)
11	Net (Loss)/Profit from ordinary activities after tax (9 - 10)	(4,150.67)	(1,501.86)	(8,365.29)	(5,652.53)	(14,666.70)
12	Other comprehensive income	(5.81)	42.90	32.61	37.09	7.79
13	Total comprehensive income (comprising loss for the period after tax and other comprehensive income)(11+12)	(4,156.48)	(1,458.96)	(8,332.68)	(5,615.44)	(14,658.91)
14	Paid - up equity share capital (face value ₹10/- each)	5,719.78	5,719.78	5,719.78	5,719.78	5,719.78
15	Reserves (excluding revaluation reserve)					
16	Earnings per share (of ₹10 each)(not annualized)					
	Basic	(7.26)	(2.63)	(14.63)	(9.88)	(25.64)
	Diluted	(7.26)	(2.63)	(14.63)	(9.88)	(25.64)
	See accompanying notes (1-11)					

(Handwritten signature)



Statement of Standalone Assets and Liabilities at at 30 September 2016

(Rs. in Lakhs)

Particulars	As on 30 September 2016
ASSETS	
Non-current assets	
Property, plant and equipment	18,771.02
Financial assets	
- Investments	33,536.75
- Trade receivables	149.84
- Loans and advances	15,877.56
- Others	119.55
Deferred tax assets (net)	45,405.66
Other non-current assets	15,063.72
	1,28,924.10
Current assets	
Inventories	45,289.96
Financial assets	
- Investments	1,500.00
- Trade receivables	86,299.97
- Cash and cash equivalents	1,363.54
- Other bank balances	2,389.34
- Loans and advances	1,227.56
- Others	3,900.84
Other current assets	58,920.44
	2,00,891.65
Total assets	3,29,815.75
EQUITY AND LIABILITIES	
Equity	
Equity share capital	5,719.78
Other equity	2,358.35
	8,078.13
Liabilities	
Non-current liabilities	
Financial liabilities	
- Borrowings	1,00,687.79
- Trade payables	542.50
Provisions	506.77
Other non-current liabilities	1,931.27
	1,03,668.33
Current liabilities	
Financial liabilities	
- Borrowings	45,153.25
- Trade payables	84,875.20
- Others	33,350.81
Other current liabilities	53,166.07
Provisions	1,523.96
	2,18,069.29
Total equity and liabilities	3,29,815.75

Notes

- The above unaudited financial results for the quarter & half year ended September 30, 2016 were reviewed and approved by the Audit Committee and Board of Directors of the Company at their respective meeting held on December 13, 2016.
- The Company has adopted Indian Accounting Standards (Ind AS) prescribed under Section 133 Companies Act, 2013, read with relevant rules issued thereunder. The date of transition of the Ind AS is April 01, 2015 and accordingly, the impact of transition has been accounted for in the opening reserves and the comparative period have been reinstated accordingly. The published figures for the quarter & Half year ended September 30, 2015 have been recast to Ind AS to the extent applicable to the company and have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 and have not been audited or reviewed by the statutory auditors of the company. However the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the company's affairs.
- There is a possibility that these quarterly and half yearly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.




- 4 The reconciliation of net profit as previously reported under Indian GAAP and Ind AS is as under:
(₹ in Lakhs)

Particulars	For the Quarter ended 30 September 2015	For the six months ended 30 September 2015
Net loss after tax as per previously reported Indian GAAP	(8,567.34)	(14,881.84)
Actuarial gains and losses recognized in OCI	(48.28)	(10.67)
Impact of Measurement of Financial Instruments at Fair Value	326.55	291.70
Others	15.30	30.66
Tax impact of Ind AS adjustments	(91.52)	(96.55)
Net loss after tax as per Ind AS	(8,365.29)	(14,666.70)
Total other comprehensive income (net of taxes)	32.61	7.79
Total comprehensive income (comprising loss for the period after tax and other comprehensive income) as per Ind AS	(8,332.68)	(14,658.91)

- 5 The Statutory Auditors of the Company have included a qualification in their Audit Report for the year ended March 31, 2016 and Review report on the unaudited financial results for the quarter & half Year ended September 30, 2016 in respect of deferred tax assets aggregating to ₹ 34,302.06 Lakhs as at September 30, 2016 including an amount of ₹ 1,755.07 Lakhs and ₹ 2,327.49 Lakhs recognised during the quarter and half year ended September 30, 2016 respectively on account of unused tax losses and other temporary differences. On the basis of existing unexecuted orders on hand management is confident that sufficient future taxable income will be available against which the deferred tax assets can be realized.
- 6 Other Income during the previous quarter ended June 30, 2016 and six months period ended September 30, 2016 include Insurance Claim amounting to ₹ 2,197.28 Lakhs received in respect of claim towards damage by flood on Company's road project, at Srinagar in Jammu & Kashmir.
- 7 As at September 30, 2016 certain Trade receivable, retention money, withheld money, security deposit, non-moving inventory/ work in progress and various loans & advances aggregating to ₹ 48,846.13 lakhs are outstanding. The management of the Company is in continuous engagement /negotiation with the respective contractee/clients to recover such amounts and keeping in view the status of negotiations and the outcome of arbitration proceedings and the basis on which steps to recover these amounts are currently in process, is confident of recovering the aforesaid dues.
- 8 During the earlier year the Company has recognized of a claim of ₹ 22,504.00 Lakhs on account of cost overrun and additional quantities executed in respect of a contract and related trade receivable and other current assets aggregating ₹ 22,504.00 lakhs are outstanding as at September 30, 2016. The Company has revised EPC contract entered into with the concessionaire in respect of such cost overrun and additional quantities and the concessionaire is in the process of availing additional funding/refinance from the lenders and to comply with such other conditions precedent to no objection given by the employer.
- 9 During the half year ended September 30, 2016 the company has a Net Loss of ₹ 5,652.54 lakhs and has accumulated losses as at September 30, 2016. To meet out its cashflow requirement and reduce its finance and other cost, the company has plans to sale/divest its stake in certain subsidiaries and confident of achieving profitable operations in future.
- 10 Exceptional item for the half year ended September 30, 2015 is on account of reduction in interest on restructured debt that has been recomputed at the effective interest rate as per restructuring scheme.
- 11 The operations of the Company consists of construction / project activities and there are no other reportable segments under Ind As 108, "Operating Segments".

Place: Hyderabad
Date: December 13, 2016

For and on behalf of the Board of Director
RAMKY INFRASTRUCTURE LIMITED

Y R-NAGARAJA
Managing Director
Director Identification No 00009810

