



## *R V Luharuka & Co LLP*

### **Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the PBA Infrastructure Ltd. Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To the Board of Directors of M/s PBA Infrastructure Limited

#### **Opinion**

1. We have audited the quarterly and yearly financial results of M/s PBA Infrastructure Ltd. ("The Company") for the Quarter and the year ended 31<sup>st</sup> March 2021 ("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, as amended (the Listing Regulations).
2. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effect of the matter described in Emphasis of Matter below, the aforesaid financial statements for the year ended 31<sup>st</sup> March 2021
  - i. Is presented in accordance with the requirements of regulation 33 of the SEBI (listing obligations and Disclosure requirements) Regulations, 2015, as amended; and
  - ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believed that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

#### **Management's Responsibilities for the Standalone Financial Results**

4. The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.





5. In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors is also responsible for overseeing the Company's financial reporting Process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain Professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.





9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Others Matters**

11. The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the nine months period ended December 31, 2020, which were subjected to a limited review by us, as required under the Listing Regulations.
12. We draw attention to Note No. 5 to the Statement, which states the management's evaluation of COVID-19 impact on the operations of the Company.

#### **Emphasis of Matters**

13. PBA has made defaults in repayment of its obligations towards its lenders and an amount of Rs.315.15 Crores is overdue as per the SARFASEI Notice issued by the consortium bankers. This indicates the existence of a material uncertainty that may cast apprehension about the Company's ability to function as a going concern. However, the financial statements of the Company have been prepared on a going concern basis & do not include any adjustments that might result from the outcome of this uncertainty. We would also like to draw attention to the fact that in absolute terms, Total outside liabilities of the company exceeds underlying current assets.
14. Loan Statements pertaining to certain current/cash credit/term loan accounts loans from banks & financial institutions have not been reconciled as the company has not provided for interest since 1<sup>st</sup> January 2018 on the said loans on account of being an NPA account with the bank. The same policy of not providing interest has been continued in the current FY 2020-21. Hence, to that effect, in any, of such pending reconciliation, of financial statements remain unascertained. Lead Bank under consortium has approached CMM Court to take physical possession of the various secured assets against total consortium overdue of Rs.315.15 crores under SARFASEI Act 2002. The Company has also received notice of physical possession of various secured assets from the lenders in response to which the company has filed a counter case and received stay on proceedings from DRT court. Company has time and again proposed One Time Settlement with the consortium Banks out of which Settlement offer from one of its lender i.e. State Bank of India was received and has been duly accepted by the company.
15. There were defaults in repayment of its Public Deposits and Inter Corporate Deposits on maturity and payment of interest thereon for the past few years with repayment being delayed.
16. There are arbitration proceedings / legal cases against by / the Company which may result in Compensation / interest / penalties.
17. Fixed Asset register is still under compilation to have proper records showing full particulars, including quantitative details and situation of property, plant and equipment. Company to have a regular program of physical verification of its fixed assets, periodically.



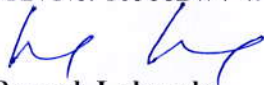
18. Company follows accounting practice of recognizing revenue on the basis percentage completion method. Company being an EPC contractor raises claims / arbitration money with its principals / Customers for the delay on obtaining approvals, cost escalation, etc. as per Company policy, though the claims are raised for the actual loss incurred by the Company (SOC), the same is recognized in the books at realizable value determined by the internal team of the Company. Though, these claims are not acknowledged by the principles / customer, the same being intangible / uncertified in nature is being classified as work in progress. The said claims though classified under WIP (Current Asset) are subject to uncertainty as to recoverability. Unbilled work in progress of Rs.143.78 crores and trade receivables amounting to Rs.113.91 crores as on 31<sup>st</sup> March 2021 which represents various claims raised on the Clients based on the terms and conditions implicit in the Engineering & Construction Contracts in respect of closed / suspended/under construction projects and which are overdue for a substantial period of time. These claims are mainly in respect of cost over run arising due to suspension of works, client caused delays, changes in the scope of work, deviation in design and other factors for which Company is at various stages of negotiation/ discussion with the clients or under Arbitration/ litigation. Based on discussions with principles/arbitrations (which are at various stages), litigations and on legal opinion / past experience with respect to such claims, management is of the view that the aforementioned balances are fully recoverable.

Our opinion is not modified in respect of these matters.

**For R V Luharuka & Co LLP**

**Chartered Accountants**

FRN No. 105662W / W100174



**Ramesh Luharuka**

**Partner**

Membership No: 031765



Place: Mumbai

Dated: 25<sup>th</sup> June 2021

UDIN: 21031765AAAAAW5055



**PBA INFRASTRUCTURE LIMITED**

Regd. Office : Prakash 611/3, V.N. Purav Marg, Chembur, Mumbai-400071, Tel No. : (022) 61277200 Fax No. : (022) 61277203, Email : pbamumbai@gmail.com , info@pbainfra.com Website : www.pbainfra.com, CIN NO. L45200MH1974PLC017653

**STATEMENT OF AUDITED (STANDALONE) FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST, MARCH, 2021**


Amount in Lakhs

	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Income from Operations</b>					
	(a) Revenue from operations	560.21	697.23	982.67	1,881.74	4,440.22
	(b) Other Income	51.04	15.45	49.31	124.57	443.35
	<b>Total Income</b>	<b>611.25</b>	<b>712.68</b>	<b>1,031.98</b>	<b>2,006.31</b>	<b>4,883.57</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	604.19	728.93	1,037.73	1,707.46	4,955.49
	(b) Purchases of stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(375.12)	(393.28)	(147.31)	(791.82)	(1,237.77)
	(d) Employees benefit expense	137.19	91.93	120.57	365.04	453.79
	(e) Finance costs	11.18	9.95	9.02	40.73	71.83
	(f) Depreciation, and amortisation expense	120.39	120.39	120.39	481.57	481.57
	(g) Other Expenses	127.61	39.14	11.59	255.95	262.00
	<b>Total expenses</b>	<b>625.45</b>	<b>597.06</b>	<b>1,151.99</b>	<b>2,058.92</b>	<b>4,986.91</b>
<b>3</b>	<b>Total Profit / Loss before exceptional items and tax ( 1-2)</b>	<b>(14.20)</b>	<b>115.62</b>	<b>(120.02)</b>	<b>(52.60)</b>	<b>(103.34)</b>
<b>4</b>	<b>Exceptional Items</b>	<b>(153.23)</b>	<b>-</b>	<b>(195.63)</b>	<b>(153.23)</b>	<b>(195.63)</b>
<b>5</b>	<b>Total Profit / Loss before tax (3-4)</b>	<b>139.03</b>	<b>115.62</b>	<b>75.61</b>	<b>100.63</b>	<b>92.29</b>
<b>6</b>	<b>Tax expense</b>					
	(a) Current tax	28.00	-	22.00	28.00	26.80
	(b) Deferred tax	(76.97)	-	(277.37)	(76.97)	(277.37)
	<b>Total tax expenses</b>	<b>(48.97)</b>	<b>-</b>	<b>(255.37)</b>	<b>(48.97)</b>	<b>(250.57)</b>
<b>7</b>	Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement					
<b>8</b>	<b>Profit / Loss for the period from continuing operations (5-6)</b>	<b>187.99</b>	<b>115.62</b>	<b>330.98</b>	<b>149.59</b>	<b>342.86</b>
<b>9</b>	Profit / Loss from discontinued operations before tax					
<b>10</b>	Tax expense of discontinued operations					
<b>11</b>	Profit / Loss from discontinued operation after tax (8-9)					
<b>12</b>	<b>Total Profit / Loss for period</b>	<b>187.99</b>	<b>115.62</b>	<b>330.98</b>	<b>149.59</b>	<b>342.86</b>
<b>13</b>	Other comprehensive income	(21.53)	-	(14.67)	(21.53)	(14.67)
<b>14</b>	Total comprehensive Income net of taxes					
<b>15</b>	<b>Total Comprehensive income for the period attributable to</b>	<b>166.46</b>	<b>115.62</b>	<b>316.31</b>	<b>128.06</b>	<b>328.19</b>
	Owners of the Company	91.56	63.60	173.97	70.44	180.51
	Non-Controlling Interest	74.91	52.02	142.34	57.63	147.69
<b>16</b>	<b>Details of Equity Share Capital</b>					
	(a) No of Equity Share	135.01	135.01	135.01	135.01	135.01
	(b) Face Value of Equity Share ( In Rupees)	10.00	10.00	10.00	10.00	10.00
<b>17</b>	<b>Reserves excluding revaluation reserve</b>				<b>170.83</b>	<b>21.24</b>
<b>18</b>	<b>Earnings per share</b>					
	<b>i. Earnings per equity share for continuing operations</b>					
	(a) Basic	1.39	0.86	2.45	1.11	2.54
	(b) Diluted	1.39	0.86	2.45	1.11	2.54
	<b>ii. Earnings per equity share for discontinued operations</b>					
	(a) Basic					
	(b) Diluted					
	<b>iii. Earnings per equity share</b>					
	(a) Basic	1.39	0.86	2.45	1.11	2.54
	(b) Diluted	1.39	0.86	2.45	1.11	2.54


**NOTES :**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 25th June 2021
- Figures for the previous periods have been recasted, rearranged & reclassified, wherever necessary to make them comparable with current period.
- The Company is engaged primarily in business of Civil Construction & Infrastructure and accordingly there are no separate reportable segments as per Accounting Standard 17 dealing with Segment Reporting.
- The above results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 [Ind AS] prescribed under section 133 of the Companies Act, 2013.
- The outbreak of Corona Virus (Covid-19) pandemic is causing significant disturbance and slow down in economic activity during FY 20-21 and also in subsequent period. The Company's operations and revenue during the period were impacted due to Covid19, There is uncertainty about the time required for things to get normal. The Management is closely monitoring the current situation and working to minimize the impact of this unprecedented situation. As per current assessment, there is no significant impact on carrying amount of inventories, trade receivables, investments and other financial assets. The eventual outcome of the impact of the global health pandemic may be different from those estimated as on date of the approval of the financial results.

Date : 25-06-2021  
Place : Mumbai

**SIGNED FOR IDENTIFICATION**  
BY  
  
**R V LUHARUKA & CO LLP**  
**MUMBAI**

For PBA Infrastructure Limited

  
Narain P. Belani  
Managing Director  
DIN : 02395693



**PBA INFRASTRUCTURE LIMITED**  
Balance Sheet As at 31st March, 2021

(Amount in lakh)

<b>PARTICULARS</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>ASSETS</b>		
<b>Non-Currrent Assets</b>		
Property,Plant and Equipment	3,944	4,426
<b>Financial Assets</b>		
Investment	2,868	2,868
Trade Receivable	11,391	10,883
Loan & Advances	7,835	9,075
Other Financial Assets	1,784	1,666
<b>Non Current Tax Assets (net)</b>	1,398	1,443
Other Non Current Assets	-	
<b>Total Non Current Assets</b>	<b>29,221</b>	<b>30,361</b>
<b>Current Assets</b>		
Inventories	16,823	16,031
<b>Financial Assets</b>		
Trade Receivable	152	1,475
Cash and Cash Equivalents	740	768
Other Financial Assets	14	17
Other Current Assets	880	737
<b>Total Current Assets</b>	<b>18,609</b>	<b>19,029</b>
<b>TOTAL ASSETS</b>	<b>47,830</b>	<b>49,390</b>
<b>EQUITY AND LIBAILITIES</b>		
<b>Equity</b>		
Equity Share Capital	1,350	1,350
Other Equity	171	21
<b>Total Equity</b>	<b>1,521</b>	<b>1,371</b>
<b>Liabilities</b>		
<b>Non -Current Liabilities</b>		
Borrowings	4,972	5,151
Deferred tax liabilities (Net)	(225)	(148)
Long term Provision	167	128
Other Non Current Liabilites	1,342	1,612
	<b>6,256</b>	<b>6,743</b>
<b>Current Liabilites</b>		
Financial liabilities		-
Borrowing	38,083	38,667
Trade Payable	1,050	1,957
Other Current Liabilities	840	574
Short Term Provisions	81	78
	<b>40,053</b>	<b>41,276</b>
<b>Total Liabilites</b>	<b>46,309</b>	<b>48,019</b>
<b>Total Equity and liabilities</b>	<b>47,830</b>	<b>49,390</b>

Date : 25/06/2021  
Place: Mumbai



For and on behalf of the Board of Directors  
PBA Infrastructure Limited

  
 Narain P. Belani  
 Managing Director  
 DIN : 02395693



**PBA Infrastructure Limited**  
**Cash Flow Statement for the Year Ended 31st March, 2021**

Amount in Rs.

Particulars	31-03-2021		31-03-2020	
			Rs	Rs
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax	79,08,991	79,08,991	77,63,287	77,63,287
<i>Adjustments for:</i>				
Depreciation and amortisation	4,81,56,880		4,81,56,880	
Finance costs	40,72,760		71,82,853	
Interest income	(18,84,489)		(16,45,491)	
Dividend income	(1,624)		(400)	
Difference in opening/closing			-	
Net (gain) / loss on sale of fixed assets		5,03,43,527	-	5,36,93,842
Operating profit / (loss) before working capital changes		5,82,52,518		6,14,57,129
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	(7,91,82,394)		(12,37,76,987)	
Trade receivables	8,15,48,261		17,27,28,547	
Short-term loans and advances	2,86,696		(5,12,988)	
Long-term loans and advances	12,40,03,398		(10,48,84,174)	
Other non-current assets	(1,18,64,955)		(2,64,12,430)	
Other current assets	(1,42,83,004)		3,84,79,879	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	(9,07,43,715)		(1,76,35,755)	
Other current liabilities	2,65,72,977		3,93,78,273	
Other long term liabilities	(2,69,97,067)		(3,07,58,772)	
Short-term provisions	3,03,530		8,87,001	
Long-term provisions	38,42,084	1,34,85,811	25,72,733	(4,99,34,673)
Cash generated from operations	-	7,17,38,329		1,15,22,456
Net income tax (paid) / refunds		28,00,000		(26,80,000)
<b>Net cash flow from / (used in) operating activities (A)</b>		7,45,38,329		88,42,456
<b>B. Cash flow from investing activities</b>				
Proceeds from sale of fixed assets, including capital advances	-		-	
Bank balances not considered as Cash and cash equivalents	33,22,304		(1,94,22,023)	
Interest received	18,84,489		16,45,491	
Dividend received	1,624		400	
Proceeds from sale of Investments	-	52,08,417	-	(1,77,76,132)
<b>Net cash flow from / (used in) investing activities (B)</b>		52,08,417		-
<b>C. Cash flow from financing activities</b>				
Proceeds from long-term borrowings	(1,79,01,575)		(83,83,138)	
Proceeds from other short-term borrowings	(5,83,61,360)		2,36,47,031	
Finance cost	(40,72,760)		(71,82,853)	
		(8,03,35,695)		80,81,040
<b>Net cash flow from / (used in) financing activities (C)</b>		(8,03,35,695)		-
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(5,88,949)		(8,52,636)
Cash and cash equivalents at the beginning of the year		2,25,79,067		2,34,31,703
Cash and cash equivalents at the end of the year		2,19,90,118		2,25,79,067
Cash and cash equivalents at the end of the year Comprises:				
(a) Cash on hand		5,36,242		8,56,433
(b) Balances with banks				
(i) In current accounts		2,25,30,456		2,17,22,634
(ii) In earmarked accounts (unpaid dividend)		2,30,66,698		-
<b>Total</b>		2,19,90,118		2,25,79,067

For and on behalf of the Board of Directors

Place : Mumbai  
Date : 25.06.2021

Narain Belani  
Managing Director  
DIN: 02395693

