

**Independent Limited Review Report on Unaudited Quarterly Financial Results of PBA Infrastructure Limited Pursuant to the Regulation 33 of the Security and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To

The Board of Directors

**M/s PBA Infrastructure Limited**

We have reviewed the accompanying statement of unaudited financial results of **M/s PBA Infrastructure Limited** ("The Company") for the quarter ended September 30, 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, including the relevant Circulars issued by SEBI from time to time.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The statement, is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We have conducted our review in accordance with the Standard on Review Engagements (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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standards on auditing and consequently does not enable us to obtain assurance that we would become



aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review conducted as above, except for the effects/possible effects of our observation stated in Basis of Qualified Opinion Paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies thereon, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

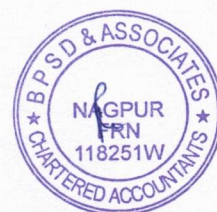
### **Basis of Qualified Opinion**

1. The company has made defaults in repayment of its obligations towards its lenders and an amount of Rs. 315.15 Crores was overdue as per the SARFASEI Notice issued by the consortium bankers out of which the amount of Rs. 26.50 Crores of State Bank of Patiala is settled under the OTS Scheme of State Bank of India. 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 results 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 exceed underlying current assets.
2. 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 2021-22. Hence, to that effect, in any, of such pending reconciliation, of financial statements remain unascertained. Lead Bank under consortium had 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 lenders i.e., State Bank of India was received and has been duly accepted and paid in full under the OTS Scheme of the State Bank of India by the company. The balance outstanding amount of Rs. 24.57 Crores has been written back as other income in the profit and loss account as reported in para no. 5 of the unaudited financial results.

3. 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.
4. 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. 96.04 crores as on 30<sup>th</sup> September, 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.
5. The company has written off old bad debts of Rs. 19.93 Crores during the quarter and reported the same as exceptional items in the financial results.



6. 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.
7. There are arbitration proceedings / legal cases against by / the Company which may result in Compensation / interest / penalties.

Our opinion is not modified in respect of these matters.



**CA Rohit Aherrao**

*Partner*

Mem. No. 131647

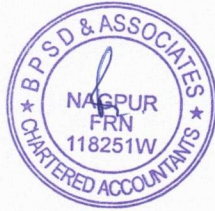
**UDIN: 21131647AAAHE2204**

For and on behalf of

**B P S D & Associates**

*Chartered Accountants*

FRN: 118251W



Mumbai, dated the  
12<sup>th</sup> November, 2021

**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 Website : www.pbainfra.in, CIN NO. L45200MH1974PLC017653

**STATEMENT OF UNAUDITED (STANDLONE) FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021**

Amount in Lakhs

	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2021	30.09.2020	30.06.2021	30.09.2021	30.09.2020	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Income from Operations</b>						
	(a) Revenue from operations	-	346.48	39.75	39.75	624.29	1,881.74
	(b) Other Income	2,587.49	37.77	315.91	2,903.40	46.86	124.57
	<b>Total Income</b>	<b>2,587.49</b>	<b>384.25</b>	<b>355.66</b>	<b>2,943.15</b>	<b>671.15</b>	<b>2,006.31</b>
<b>2</b>	<b>Expenses</b>						
	(a) Cost of materials consumed	293.53	212.97	450.84	744.37	374.33	1,707.46
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(115.00)	(53.09)	(274.88)	(389.88)	(23.42)	(791.82)
	(d) Employees benefit expense	98.71	81.97	82.42	181.13	135.92	343.50
	(e) Finance costs	27.69	9.75	9.65	37.34	19.60	40.73
	(f) Depreciation, and amortisation expense	120.39	120.39	120.39	240.78	240.78	481.57
	(g) Other Expenses	77.75	77.75	28.90	106.65	89.20	255.95
	<b>Total expenses</b>	<b>503.07</b>	<b>449.74</b>	<b>417.32</b>	<b>920.39</b>	<b>836.41</b>	<b>2,037.39</b>
	<b>Total Profit / Loss before exceptional items and tax (1-2)</b>	<b>2,084.41</b>	<b>(65.49)</b>	<b>(61.66)</b>	<b>2,022.76</b>	<b>(165.26)</b>	<b>(31.08)</b>
<b>3</b>	Exceptional Items	(1,993.19)	-	-	(1,993.19)	-	(153.23)
<b>5</b>	<b>Total Profit / Loss before tax (3-4)</b>	<b>91.23</b>	<b>(65.49)</b>	<b>(61.66)</b>	<b>29.57</b>	<b>(165.26)</b>	<b>122.15</b>
<b>6</b>	<b>Tax expense</b>						
	(a) Current tax	22.80	-	-	7.39	-	28.00
	(b) Deferred tax	-	-	-	-	-	(76.97)
	<b>Total tax expenses</b>	<b>22.80</b>	<b>-</b>	<b>-</b>	<b>7.39</b>	<b>-</b>	<b>(48.97)</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>68.43</b>	<b>(65.49)</b>	<b>(61.66)</b>	<b>22.18</b>	<b>(165.26)</b>	<b>171.12</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>68.43</b>	<b>(65.49)</b>	<b>(61.66)</b>	<b>22.18</b>	<b>(165.26)</b>	<b>171.12</b>
<b>13</b>	Other comprehensive income						(21.54)
<b>14</b>	Total comprehensive Income net of taxes						
<b>15</b>	Total Comprehensive income for the period attributable to						
	Owners of the Company	37.64	(36.01)	(33.91)	12.20	(90.89)	82.28
	Non Controlling Interest	30.79	(29.46)	(27.74)	9.98	(74.36)	67.32
<b>16</b>	Details of Equity Share Capital						
	(a) No of Equity Share	135.01	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	10.00
<b>17</b>	<b>Reserves excluding revaluation reserve</b>				<b>193.01</b>	<b>(144.01)</b>	<b>170.83</b>
<b>18</b>	<b>Earnings per share</b>						
	<b>i. Earnings per equity share for continuing operations</b>						
	(a) Basic	0.51	(0.48)	(0.46)	0.16	(1.22)	1.11
	(b) Diluted	0.51	(0.48)	(0.46)	0.16	(1.22)	1.11
	<b>ii. Earnings per equity share for discontinued operations</b>						
	(a) Basic	-	-	-	-	-	-
	(b) Diluted	-	-	-	-	-	-
	<b>iii. Earnings per equity share</b>						
	(a) Basic	0.51	(0.48)	(0.46)	0.16	(1.22)	1.11
	(b) Diluted	0.51	(0.48)	(0.46)	0.16	(1.22)	1.11

**NOTES :**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 12.11.2021
- 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.
- During the Quarter ended 30th Sept, 2021, Other Income mainly represent of SBI OTS (One Time Settlement) Profit and Other Income
- During the Quarter ended 30th Sept, 2021 Exception items represent of financial assets written off of old trade receivables, retention and withheld Balance.

Date : 12.11.2021

Place : Mumbai



For PBA Infrastructure Limited

Narain P. Belani  
Managing Director  
DIN : 02395693

**PBA INFRASTRUCTURE LIMITED**  
Statement of Assets and Liabilities

(Amount in Lakh )

PARTICULARS	As at 30.09.2021	As at 31.03.2021
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	3,704	3,944
<b>Financial Assets</b>		
Investment	2,868	2,868
Trade Receivable	9,604	11,391
Loan & Advances	7,907	7,835
Other Financial Assets	1,687	1,784
<b>Non Current Tax Assets (net)</b>	940	1,398
<b>Other Non Current Assets</b>		
<b>Total Non Current Assets</b>	<b>26,709</b>	<b>29,221</b>
<b>Current Assets</b>		
Inventories	17,213	16,823
<b>Financial Assets</b>		
Trade Receivable	97	152
Cash and Cash Equivalents	755	740
Other Financial Assets	14	14
<b>Other Current Assets</b>	758	880
<b>Total Current Assets</b>	<b>18,837</b>	<b>18,609</b>
<b>TOTAL ASSETS</b>	<b>45,546</b>	<b>47,830</b>
<b>EQUITY AND LIBAILITIES</b>		
<b>Equity</b>		
Equity Share Capital	1,350	1,350
Other Equity	193	171
<b>Total Equity</b>	<b>1,543</b>	<b>1,521</b>
<b>Liabilities</b>		
<b>Non -Current Liabilities</b>		
Borrowings	4,957	4,972
Deferred tax liabilities (Net)	(225)	(225)
Long term Provision	137	167
Other Non Current Liabilites	1,344	1,342
	<b>6,213</b>	<b>6,256</b>
<b>Current Liabilites</b>		
<b>Financial liabilities</b>		
Borrowing	35,423	38,083
Trade Payable	1,291	1,050
Other Current Liabilities	995	840
Short Term Provisions	81	81
	<b>37,790</b>	<b>40,053</b>
<b>Total Liabilites</b>	<b>44,003</b>	<b>46,309</b>
<b>Total Equity and liabilities</b>	<b>45,546</b>	<b>47,830</b>

Date : 12/11/2021

Place: Mumbai

For and on behalf of the Board of Directors



  
Narain P. Belani  
Managing Director  
DIN : 02395693

**PBA Infrastructure Limited**  
**Cash Flow Statement for the Period Ended 30st Sept, 2021**

		Amount in Rs.
Particulars	30-09-2021	
<b>A. Cash flow from operating activities</b>		
Net Profit / (Loss) before extraordinary items and tax		29,57,450.00
<u>Adjustments for:</u>		
Depreciation and amortisation	2,40,78,440.00	
Finance costs	37,33,970.00	
Interest income	(2,84,72,679.00)	
Dividend income	-	
Difference in opening/closing		
Net (gain) / loss on sale of fixed assets		(6,60,269.00)
Operating profit / (loss) before working capital changes		22,97,181.00
<u>Changes in working capital:</u>		
<u>Adjustments for (increase) / decrease in operating assets:</u>		
Inventories	(3,89,88,394.00)	
Trade receivables	18,41,98,510.00	
Short-term loans and advances	-	
Long-term loans and advances	(71,96,090.01)	
Other non-current assets	97,60,966.01	
Other current assets	1,22,69,740.26	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Trade payables	2,41,21,418.27	
Other current liabilities	1,55,08,949.03	
Other long term liabilities	2,00,000.00	
Short-term provisions	-	
Long-term provisions	(29,80,081.00)	19,68,95,018.56
Cash generated from operations		19,91,92,199.56
Net income tax (paid) / refunds		4,50,83,742.00
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>24,42,75,941.56</b>
<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	2,35,41,479.00	
Interest received	2,84,72,679.00	
Dividend received	-	
Proceeds from sale of Investments	-	5,20,14,158.00
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>5,20,14,158.00</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from long-term borrowings	(15,03,239.75)	
Proceeds from other short-term borrowings	(26,59,92,966.00)	
Finance cost	(37,33,970.00)	(27,12,30,175.75)
<b>Net cash flow from / (used in) financing activities (C)</b>		<b>(27,12,30,175.75)</b>
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		2,50,59,923.81
Cash and cash equivalents at the beginning of the year		2,30,66,698.00
Cash and cash equivalents at the end of the year		4,81,26,621.81
Cash and cash equivalents at the end of the year Comprises:		
(a) Cash on hand		3,46,775.73
(b) Balances with banks		
(i) In current accounts		4,77,79,846.08
(ii) In earmarked accounts (unpaid dividend)		4,81,26,621.81
<b>Total</b>		

Place : Mumbai  
Date : 12.11.2021



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

Managing Director & CFO