



N. K. MITTAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No. 620, 6th Floor, Pearl Plaza, Opp. Andheri Railway Station, Andheri (West), Mumbai – 400 058.

Tel : (+91-22) 2620 0030 ▪ Off : (+91) 72080 11789 ▪ Cell : (+91) 98926 40589

Email : nkmittalandassociates@gmail.com ▪ www.nkmittal.com

N. K. Mittal M.Com., FCA, L.L.B., e-M.B.A.

Ankush Mittal B.Com., ACA, ACS, Grad CWA, L.L.B.

Independent Limited Review Report on Unaudited Quarterly Financial Results of PBA Infrastructure Limited Pursuant to Regulation 33 of the Securities 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 December 31, 2022, and the year-to-date results for the period April 1, 2022, to December 31, 2022 ("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 the Basis of Qualified Opinion Paragraph, nothing has come to the 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.

We have not reviewed the accompanying unaudited financial results and other financial information for the comparative period for the Quarter ended 30th September 2022, 30th June 2022 & 31st December 2021 & Nine-month year ended 31st December 2021 which have been presented solely based on the information compiled by the management.

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 SARFAESI 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 default 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, the 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 1st 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 2022-23. Hence, to that effect, in any, of such pending reconciliations, financial statements remain unascertained. Lead Bank under consortium had approached CMM Court to take physical possession of the various secured assets against a total consortium overdue of Rs.315.15 crores under the SARFAESI 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 a stay on proceedings from DRT court. Company has time and again proposed One Time Settlement with the consortium Banks out of which a 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 in FY 2021-22.





3. Fixed Asset register is still under compilation to have proper records showing full particulars, including quantitative details and the situation of property, plant, and equipment. Company to have a regular program of physical verification of its fixed assets, periodically.
4. Company follows accounting the practice of recognizing revenue on the basis percentage completion method. The Company being an EPC contractor raises claims/arbitration money with its principals/Customers for the delay in obtaining approvals, cost escalation, etc. as per Company policy, though the claims are raised for the actual cost/ loss incurred by the Company (SOC), the same is recognized in the books at a 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 a 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. 174.16 crores as of 30.09.2022 is due to the 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 work, client delay, changes in 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 discussion with principal/ arbitrations (which are at various stages) , litigations and on legal opinion / past experience with respect to such claims, management is of the view to that the aforementioned amount out of which Rs.81.93 crores have been written off during the quarter ended 31.12.2022 due to not-tenable and therefore this amount is not recoverable.
5. There are arbitration proceedings/legal cases against/the Company which may result in either way in Compensation/interest/penalties.

Our opinion is not modified in respect of these matters.

For N K Mittal & Associates

Chartered Accountants

Firm Registration Number: 113281W


N K Mittal

(Partner)

Membership Number: 046785

UDIN: 23046785BGWLVL1882



Place: Mumbai

Date: 10/02/2023

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 : L45200MH1974PLC017653

STATEMENT OF UNAUDITED (STANDALONE) FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2022

	PARTICULARS	Quarter Ended			Nine Months Ended		Amount in Lakhs
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from Operations						
	(a) Revenue from operations	80.23	46.04	78.30	350.70	118.05	118.05
	(b) Other Income	9.55	39.84	(65.60)	117.41	2,837.87	774.41
	Total Income	89.77	85.88	12.70	468.11	2,955.92	892.46
2	Expenses						
	(a) Cost of materials consumed	135.62	24.85	104.60	339.43	848.98	1,028.04
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	8,092.48	(52.00)	(65.58)	8,048.46	(455.46)	(549.29)
	(d) Employees benefit expense	67.03	57.90	52.54	171.39	233.66	310.61
	(e) Finance costs	-	3.26	9.16	3.26	46.50	72.59
	(f) Depreciation, and amortisation expense	108.54	108.54	120.39	325.63	361.18	434.17
	(g) Other Expenses	54.56	26.29	36.91	100.50	143.55	2,067.13
	Total expenses	8,458.24	168.85	258.02	8,988.67	1,178.41	3,363.26
3	Total Profit / Loss before exceptional items and tax (1-2)	(8,368.47)	(82.97)	(245.32)	(8,520.56)	1,777.51	(2,470.81)
4	Exceptional Items	3,743.93	-	-	3,743.93	1,993.19	2,453.85
5	Total Profit / Loss before tax (3-4)	(12,112.39)	(82.97)	(245.32)	(12,264.49)	(215.68)	(16.95)
6	Tax expense						
	(a) Current tax	-	-	-	-	-	-
	(b) Deferred tax	-	-	-	-	-	-
	Total tax expenses	-	-	-	-	-	-
7	Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement						
8	Profit / Loss for the period from continuing operations (5-6)	(12,112.39)	(82.97)	(245.32)	(12,264.49)	(215.68)	(16.95)
9	Profit / Loss from discontinued operations before tax						
10	Tax expense of discontinued operations						
11	Profit / Loss from discontinued operation after tax (8-9)						
12	Total Profit / Loss for period	(12,112.39)	(82.97)	(245.32)	(12,264.49)	(215.68)	(16.95)
13	Other comprehensive income						
14	Total comprehensive Income net of taxes	-	-	-	-	-	-
15	Total Comprehensive income for the period attributable to Owner of the Company	(12,112.39)	(82.97)	(245.32)	(12,264.49)	(215.68)	(16.95)
	Owner of the Company	(6,661.82)	(45.63)	(134.93)	(6,745.47)	(118.62)	(9.32)
	Non Controlling Interest	(5,450.58)	(37.34)	(110.39)	(5,519.02)	(97.06)	(7.63)
16	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
17	Reserves excluding revaluation reserve						
18	Earnings per share						
	i. Earnings per equity share for continuing operations						
	(a) Basic	(89.71)	(0.61)	(1.82)	(90.84)	(1.60)	(0.13)
	(b) Diluted	(89.71)	(0.61)	(1.82)	(90.84)	(1.60)	(0.13)
	ii. Earnings per equity share for discontinued operations						
	(a) Basic						
	(b) Diluted						
	iii. Earnings per equity share						
	(a) Basic	(89.71)	(0.61)	(1.82)	(90.84)	(1.60)	(0.13)
	(b) Diluted	(89.71)	(0.61)	(1.82)	(90.84)	(1.60)	(0.13)

NOTES :

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 10/02/2023
- 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 the business of Civil Construction & Infrastructure and accordingly, there are no separate reportable segments as per India Accounting Standard (Ind AS) 108 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 31.12.2022, Exceptional Items, representing Financial Assets, Liability written off of old Trade Receivable as well as disputed Old trade payable and Retention, and deposit were adjusted against settlement of Mobilisation amount and defective Liability period.

Date : 10-02-2023
Place : Mumbai



For PBA Infrastructure Limited

Narain P. Belani
Managing Director
DIN : 02395693