

PATEL KNR HEAVY INFRASTRUCTURES LIMITED

Regd.off:KNR House,4th.Floor, Plot No.114, Phase-1, Kavuri Hills,Hyderabad-500 033

Phone:+91-40-40268761/ 62 Fax.:+91-40-40268760

Dated 27th October 2017

To
Dept. of Corporate Services,
BSE Limited
P J Towers, Dalal Street,
Fort, MUMBAI - 400001
Fax: +91 - 22- 2272 2037 / 39 / 41
+91 22 2272 3121 / 3719 / 1557

Dear Sir,

Sub: Intimation under clause 52 of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

With reference to the captioned subject, we wish to inform you that the Board of Directors of the Patel KNR Heavy Infrastructures Limited (the Company) at its Meeting held on 27th October, 2017 has approved the un-audited financial results for the half-year ended 30th September 2017. Accordingly, please find enclosed herewith the following-

1. Un-audited financial results along with Auditors' limited review report under clause 52(1)
2. Half Yearly Statement containing details for Non- Convertible Debentures (NCD's) under clause 52(4) and signed by Debenture Trustees under clause 52(5) stating that it has taken note of contents under clause 52(4)
3. Details of extent and nature of securities created with respect to NCD's as per Regulation 54(2)
4. Intimation U/Regulation 57 for confirmation of compliance of regulations

The above information is furnished to you in terms of the relevant provisions of the Listing Regulations entered into by the Company with the Exchanges.

Thanking you,

Yours faithfully,

for Patel KNR Heavy Infrastructures Limited


Authorised Signatory



Enclosed - As above

PATEL KNR HEAVY INFRASTRUCTURES LIMITED

CIN: U70102TG2006PLC049949

Regd Office: KNR House, 4th Floor, Plot No.114, Phase-1, Kavuri Hills, Hyderabad-500033

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UN - AUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2017

(Rs. In Lakhs)

Particulars	For the Half Year ended September 30, 2017	For the Half Year ended September 30, 2016	For the Year ended upto September 30, 2017	For the Year ended March 31, 2017
	Un-audited	Un-audited	Un-audited	Audited
1. INCOME FROM OPERATIONS				
(a) Income from Sales and Services	2,944.23	3,765.88	2,944.23	8,419.84
(b) Other Income	417.89	734.60	417.89	1,848.35
Total Income (a+b)	3,362.12	4,500.48	3,362.12	10,268.19
2. EXPENDITURE				
a. Operating Expenses	267.43	975.31	267.43	2,782.14
b. Employees Benefit Expenses	1.20	1.20	1.20	2.40
c. Depreciation	1.47	1.54	1.47	2.92
d. Finance Cost	2,926.88	2,901.97	2,926.88	6,268.19
e. Other Expenditure	75.48	77.35	75.48	182.21
Total Expenditure (a+b+c+d+e)	3,272.46	3,957.37	3,272.46	9,237.86
3. PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX(1-2)	89.66	543.11	89.66	1,030.33
4. Exceptional items	-	-	-	-
5. PROFIT/(LOSS) BEFORE TAX (3-4)	89.66	543.11	89.66	1,030.33
6. Tax expense	29.73	-	29.73	-
7. NET PROFIT/(LOSS) AFTER TAX (5-6)	59.93	543.11	59.93	1,030.33
8. Other Comprehensive Income(OCI) (Net of Tax)	-	-	-	-
9. TOTAL COMPREHENSIVE INCOME (7+8)	59.93	543.11	59.93	1,030.33
10. Paid up Equity Share Capital (Face Value of Rs 10 each)	2,382.38	2,382.38	2,382.38	2,382.38
11. Paid up Debt Capital	42,576.70	45,240.73	42,576.70	43,801.20
12. Reserves including Revaluation Reserves as per balance sheet of the previous accounting year including DRR	1,136.24	589.09	1,136.24	1,076.31
16. Debentures Redemption Reserve (DRR)	393.75	328.75	393.75	365.00
17. Earnings per Share (EPS)	0.25*	2.28*	0.25*	4.32
18. Debt Equity Ratio	6.98	8.14	6.98	7.25
19. Debt Service Coverage Ratio#	0.70	0.83	0.70	0.82
20. Interest Service Coverage Ratio	1.03	1.19	1.03	1.16

* Not Annualized

The Debt Service Coverage ratio has been below one due to IND-AS impacts.

For PATEL KNR HEAVY INFRASTRUCTURES LTD.

B. Suresh Chander

Director

KM Reddy

Director

Particulars	As At September 30, 2017	As At March 31, 2017
	Un - audited	Audited
I ASSETS		
1) NON-CURRENT ASSETS		
a) Property, plant and equipment	35.96	37.43
b) Financial Assets		
i) Trade Receivables	38,152.15	39,822.20
c) Other non-current assets	697.31	697.31
	38,885.42	40,556.94
2) CURRENT ASSETS		
a) Financial assets		
i) Investments	6,585.78	6,288.91
ii) Trade Receivables	3,261.69	3,084.41
iii) Cash and cash equivalents	113.18	192.75
v) Other Financial Asset	1,252.56	1,252.56
b) Current tax asset (net)	628.05	569.05
c) Other current assets	15.43	8.93
	11,856.69	11,396.61
TOTAL ASSETS(1+2)	50,742.11	51,953.55
II EQUITY AND LIABILITIES		
EQUITY		
a) Equity Share capital	2,382.38	2,382.38
b) Other equity	3,720.46	3,660.53
Total Equity	6,102.84	6,042.91
LIABILITIES		
1) NON - CURRENT LIABILITIES		
a) Financial liabilities		
i) Borrowings	39,712.42	41,108.65
ii) Other financial liabilities	1,749.22	1,771.91
b) Other non-current liabilities	164.05	172.69
	41,625.69	43,053.25
2) CURRENT LIABILITIES		
a) Financial liabilities		
i) Trade Payables	47.04	47.87
ii) Other financial liabilities	2,904.06	2,717.78
b) Other current liabilities	62.48	91.74
	3,013.58	2,857.39
Total Liabilities(1+2)	44,639.27	45,910.64
TOTAL EQUITY AND LIABILITIES	50,742.11	51,953.55

Notes:

- 1) The Company adopted Indian Accounting Standard ("Ind AS") from April 1, 2016 with transition date of April 1, 2015 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India, as applicable.
- 2) The above financial results were reviewed and approved and taken on record by the Board in their meeting held on 27th October, 2017. The statutory auditors have performed a limited review of the above financial statements.
- 3) The Company has only one reportable business segment namely "execution of BOT (Annuity) road projects", as per IND-AS-108 "Segment Reporting", issued by the Institute of Chartered Accountants of India. Hence, segmental reporting is not required.
- 4) The Company has recognised the Derivatives at its fair value as per the Ind-As 109, and the respective derivative liability and assets are recognised accordingly.
- 5) Previous financial year's figures have been regrouped / re-arranged wherever necessary to make them comparable.

For Patel KNR Heavy Infrastructures Ltd

Date : 27-10-2017
Place : Hyderabad

B.S.Reddy
Director
DIN : 01675600

K.N.Reddy
Director
DIN: 00382412



INDEPENDENT AUDITOR'S REVIEW REPORT

The Board of Directors
Patel KNR Heavy Infrastructures Limited

We have reviewed the accompanying financial statements of Patel KNR Heavy Infrastructures Limited for the half year ended 30th September 2016.

The Company's Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Indian Accounting Standards (Ind AS) referred to in section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'. SRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with SRE 2410 is a limited assurance engagement. The auditor performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly in all material respects, the financial position of Patel KNR Heavy Infrastructures Limited as at September 30, 2017, and of its financial performance for the six month period then ended, in accordance with the Indian Accounting Standards referred to in the Companies Act, 2013 and other accounting principles generally accepted in India.

Place : New Delhi
Date : 27-10-2017

For Gianender & Associates
Chartered Accountants
Firm Regn No: 04661N



G.K. Agrawal
27/10/17
G.K Agrawal
Partner
M.No:081603

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Web: www.knrcl.com, CIN: U70102TG2006PLC049949

Date: 27th October 2017

To,
The Manager,
Listing Department,
BSE Limited
Phiroze jeejeebhoy Tower,
Dalal Street, Mumbai-400 001

Dear Sir,

Sub: Patel KNR Heavy Infrastructures Limited – NCD's

Ref: Communication for the half year ended 30th September-2017

With Reference to the above, we submit herewith the information and documents as per the provision of the listing agreement thereunder.

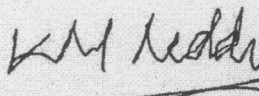
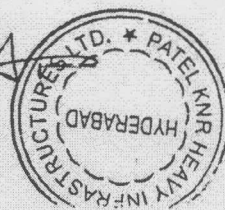
1. The Credit Rating assigned in respect of Non-Convertible debentures of the company is "CARE AAA(SO)".
2. The Asset Coverage Ratio works out to 1.14 times (Rs 486.79 Cr /Rs. 425.77 Cr) based on the net book value of the assets available for security including value of financial assets of Rs. 414.14 Crores as on 30th September 2017 and the same is considered for calculation of Assets coverage ratio.
3. The Debt Equity Ratio of the company as on 30th September 2017 is 6.98:1.
4. The Previous due date for the payment of interest and principal in respect of debentures was 30th September 2017 and the same was paid on due date.
5. The next due date of principal and interest in respect of debentures is 31st March 2018.

We confirm that the information submitted as above is true and correct and the undersigned has authority to submit the same to you.

Thanking You,
Yours Sincerely,

For Patel KNR Heavy Infrastructures Limited

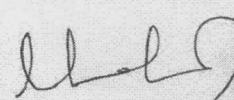

Authorized Signatory

Countersigned by:

For IDBI Trusteeship Limited

Authorized Signatory

PATEL KNR HEAVY INFRASTRUCTURES LIMITED

Extent and nature of security created with respect to the NCDs, as per Regulation 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

- i. first ranking pari passu charge by way of simple mortgage in favour of the Debenture Trustee (for the benefit of the Debenture Holders) over the Mortgaged Property, save and except the Project Assets;
- ii. first pari passu charge on all the Issuer's tangible moveable assets, including moveable plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, both present and future save and except the Project Assets;
- iii. first pari passu charge on all the intangible assets of the Issuer including but not limited to goodwill, rights, undertaking and uncalled capital present and future excluding the Project Assets (provided that all amounts received on account of any of these shall be deposited in the Escrow Account that the charges on the same shall be subject to the extent permissible as per the priority specified in the Clause 25.2.1 and 25.3 of the Concession Agreement and Clause 3.3.1 and Clause 3.3.2 of the Escrow Agreement. Further, a charge on uncalled capital, as set in above, shall be subject however to the provisions of Clause 11.1 (xiii) of the Concession Agreement;
and except the Project Assets;
- iv. first pari passu charge over all accounts of the Issuer, including the DSRA, Escrow Account and sub-Accounts (except for the PKHIL Debenture Redemption Reserve Account, PKHIL ECB Redemption Reserve Account and PKHIL ECB Finance Parties Holding Account) (or any account in substitution thereof) that may be opened and the Escrow Agreement, or any of the other Project Documents and all funds from time to time deposited therein, the receivables and all Authorised Investments or other securities, provided that:
 - a. the same being applied to the extent of waterfall of priority of payment as specified in Clause 25.2.1 and Clause 25.3 of the Concession Agreement and Clause 3.3.1 and Clause 3.3.2 of the Escrow Agreement and not beyond that;
 - b. the charge over the receivables shall be enforceable by the Senior Lenders or on their behalf only for the purpose of ensuring that the receivables are credited to the Escrow Account for the purpose of being applied to the extent of waterfall of priority of payment as specified in Clause 25.2.1 and Clause 25.3 of the Concession Agreement and Clause 3.3.1 and Clause 3.3.2 of the Escrow Agreement and not beyond that;

For PATEL KNR HEAVY INFRASTRUCTURES LTD.

KM Reddy

Director

Director

- v. pledge of 100% (One Hundred percent) of the issued, paid up and voting equity share capital of the Issuer held by the Promoters in the Issuer till the Final Redemption Date. Provided that any enforcement of the pledge over shall be subject to Clause 11.1 (xiii) of the Concession Agreement and the prior approval of NHAI provided therein
- vi. Assignment by way of security of the following:
- a. all the rights, title, interest, benefits, claims and demands whatsoever of the Issuer in the Project Documents;
 - b. the rights, title and interest of the Issuer in, to and under all the Government Approvals;
 - c. all the rights, title, interest, benefits, claims and demands whatsoever of the Issuer in any letter of credit, guarantee including Contractors' guarantees and Liquidated Damages and performance bond provided by any party to the Project Document;
 - d. all the rights, title, interest, benefits, claims and demands whatsoever of the Issuer under all Insurance Contracts;

provided that, the charge on assignment mentioned in paragraph (f) above shall be enforceable in (A) the manner specified in the New Substitution Agreement so as to enable the Nominated Company (as defined under the Concession Agreement) to substitute the Issuer in respect thereof as per the Substitution Agreement; and (B) only for the purpose of ensuring that the amounts received thereupon are credited to the Escrow Account for the purpose of being applied in the order of priority specified in Clause 25.2.1 and Clause 25.3 of the Concession Agreement and Clause 3.3.1 and Clause 3.3.2 of the Escrow Agreement and not beyond that.

For PATEL KNR HEAVY INFRASTRUCTURES LTD.

KM Reddy

Director

Director

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27th October 2017

BSE Limited
Phiroze Jeejeebhoy Tower,
Dalal Street,
Mumbai – 400001

Dear Sir/Madam,

Sub: Intimation under Regulation 57 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

In terms of Regulation 57 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we wish to intimate that all documents and intimations required to be submitted to Debenture Trustees in terms of Trust Deed and Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 have been complied with.

We request you to kindly take the above on record.

Thanking you,

For Patel KNR Heavy Infrastructures Limited


Director

