



Modern Engineering and Projects Limited

Shaping the Road Ahead

Date: May 24, 2024

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

BSE SCRIP CODE: 539762

Sub: Audited financial results for the quarter and financial year ended March 31, 2024

Dear Sir/Madam,

Please note that the Board of Directors of the Company, at its meeting held on today, has inter alia considered and approved the audited financial results of the Company for the quarter and financial year ended March 31, 2024, as reviewed and recommended by the Audit Committee.

Pursuant to Regulation 33 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- i. Audited financial Results of the company for the quarter and financial year ended March 31, 2024; and
- ii. Auditor Report with unmodified opinions on the aforesaid Audited Financial Result.

The meeting of the Board of Directors commenced at 4:45 p.m. and concluded at 6:20 p.m.

Kindly take the same on records.

Thanking you.

Yours faithfully,
For Modern Engineering and Projects Limited,

Sanjay Jha
Company Secretary



Encl.: As above



Modern Engineering and Projects Limited
 (Formerly known as Modern Converters Limited)
 CIN: L01132MH1946PLC381640
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 E-mail: cs@mep.ltd; Website: www.mep.ltd; Telephone No.: 022-6666007

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

₹ in Lakhs (Except earnings per share data)

Sr.No	Particulars	Quarter Ended			Year Ended	Year Ended
		March 31, 2024	December 31, 2023	March 31, 2023	March 31, 2024	March 31, 2023
		Audited	Unaudited	Audited	Audited	Audited
1	Income :					
	a) Revenue from operations	4,074.15	1,985.87	6,761.81	9,321.93	6,779.89
	b) Other Income	0.00	0.00	13.25	62.45	163.45
	Total Revenue	4,074.15	1,985.87	6,775.06	9,384.38	6,943.34
2	Expenses :					
	a) Operating Costs	3,358.68	1,685.79	6,196.21	7,456.74	6,197.68
	b) Employee benefits expense	141.63	130.19	305.43	524.36	402.24
	c) Finance Costs	34.82	9.70	7.93	96.43	31.71
	d) Depreciation & Amortization expense	73.48	64.90	54.32	283.73	137.73
	e) Other expenses	105.90	84.45	304.69	354.12	455.19
	Total Expenses	3,714.51	1,975.03	6,868.58	8,715.37	7,224.56
3	Profit/(Loss) Before Tax (1-2)	359.64	10.83	(93.52)	669.01	(281.22)
4	Exceptional items income / (Expenses) :	-	-	-	-	-
5	Profit/(Loss) Before Tax (3-4)	359.64	10.83	(93.52)	669.01	(281.22)
6	Tax Expense	196.71	9.64	(5.73)	304.50	(16.34)
	a) Current Tax	202.51	-	-	285.57	3.87
	b) Deferred Tax	(5.81)	9.64	(5.73)	18.92	(20.21)
7	Profit/(Loss) for the period (5-6)	162.93	1.19	(87.79)	364.52	(264.88)
8	Other Comprehensive Income:					
	a) Items that will not be reclassified to profit or loss	(1.14)	-	-	(1.14)	-
	b) Tax impact relating to items that will not be reclassified to profit or loss	0.28	-	-	0.28	-
9	Total Comprehensive Income for the period (7+8)	162.08	1.19	(87.79)	363.67	(264.88)
10	Paid-up Equity Share Capital (Face Value of ₹ 10 per share)	309.00	309.00	309.00	309.00	309.00
11	Other Equity (excluding revaluation reserve)				(382.69)	(746.36)
12	Earnings per Share (EPS)*					
	a) Basic EPS (₹)	5.25	0.04	(2.84)	11.77	(8.57)
	b) Diluted EPS (₹)	5.25	0.04	(2.84)	11.77	(8.57)

* Not annualised

Notes to the Audited Financial Results for the quarter and year ended March 31, 2024

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on May 24, 2024. The statutory auditors of the Company have reviewed the financial results for the quarter and year ended March 31, 2024 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- This statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company is engaged in one type of business, i.e., the execution of contracts of various infrastructure projects including transportation engineering, civil construction etc. Therefore, no separate segment disclosure is required in terms of Ind AS 108 - Operating Segments.
- The Company has entered into a Joint Venture agreement, MEPIDL-MCL JV (the joint venture), for construction of roads. This is classified as joint operations under the accounting standards applicable to the company, which require the company to follow equity method. The financial information includes total revenue of ₹ 9,026.50 lakhs (without intercompany elimination) and total profit before tax (net) of ₹ 1,230.43 lakhs (without intercompany elimination) for the year ended March 31, 2024, of the Joint Venture.
- The figures of MEPIDL-MCL JV has been accounted at 74% upto December 31, 2023. Since the company is carrying out all the execution and operation of MEPIDL-MCL JV, and other party has not contributed anything in execution and operation, the company has accounted for the figures of MEPIDL-MCL JV at 100% for the full year ended March 31, 2024.
- The Company has entered into Joint Venture agreement, Aquatech-MEPL JV (the joint venture), for "Khopoli Underground Sewerage Scheme". This is classified as joint operations under the accounting standards applicable to the company, which require the company to follow equity method. The financial information includes total revenue of ₹ 141.59 lakhs (without intercompany elimination) and total profit before tax (net) of ₹ 3.43 lakhs (without intercompany elimination) for the year ended March 31, 2024, of the Joint Venture.
- On February 13, 2024, the Company has entered into Joint Venture agreement, Aquatech-MEPL Nashik JV (the joint venture), for "Design, Construction, Supply, Erection, Testing and Commissioning of 11.5 MLD STP, 29.5 MLD TTP & allied works, followed by O&M of 60 months, for NMC, Nashik". This is classified as joint operations under the accounting standards applicable to the company, which require the company to follow equity method. The above financial information does not include the same due to said joint operations being in the preliminary stages of operation, and the amounts involved being immaterial.
- During the previous quarter, the Chief Financial Officer resigned from the company on December 8, 2023. As per the provisions of Section 203(4) of Companies Act, 2013 if any casual vacancy is caused in the office of the Chief Financial Officer same need to be filled up within 6 months from the date of such vacancy. The company is taking necessary steps to fill the vacancy and ensure compliance with all legal requirements.
- The above results are available on the Company's website www.mep.ltd and also on www.bseindia.com.
- Previous year/ period figures have been regrouped/ reclassified/ rearranged/ recast wherever necessary.

For and on the behalf of the Board of Directors



[Signature]
 Sitaram Dhulipala
 DIN: 03408989
 Managing Director



Place : Mumbai
 Date : May 24, 2024

Modern Engineering and Projects Limited (Formerly known as Modern Converters Limited) CIN: L01132MH1946PLC381640 Statement of Assets and Liabilities as at March 31, 2024 (All amounts are in ₹ Lakhs, unless stated otherwise)			
	Particulars	As at	As at
		March 31, 2024	March 31, 2023
		(Audited)	(Audited)
I	ASSETS		
1	Non-current Assets		
	(a) Property, Plant and Equipment	1,296.70	1,177.71
	(b) Intangible assets	0.33	0.56
	(c) Right-of-use assets	490.94	226.23
	(d) <u>Financial Assets :</u>	-	-
	(i) Investments	-	-
	(ii) Other financial assets	164.31	48.00
	(e) Deferred tax assets (net)	10.70	29.34
	(f) Other non - current assets	127.82	6.96
	Total Non-Current Assets	2,090.81	1,488.80
2	Current assets		
	(a) <u>Financial Assets :</u>		
	(i) Trade and other receivables	2,246.65	360.89
	(ii) Cash and cash equivalents	260.43	169.04
	(b) Current Tax Assets (Net)	-	16.66
	(c) Other current assets	197.24	1,626.76
	Total Current Assets	2,704.31	2,173.35
	TOTAL ASSETS	4,795.12	3,662.15
II	EQUITY AND LIABILITIES		
1	Equity		
	a) Equity share capital	309.00	309.00
	b) Other Equity	(382.69)	(746.36)
	Total Equity	(73.69)	(437.36)
2	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	610.33	611.78
	(ii) Lease Liabilities	407.03	186.99
	(iii) Other Financial Liabilities	-	-
	(b) Provisions	7.80	-
	Total Non Current Liabilities	1,025.16	798.77
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Lease Liabilities	176.32	68.17
	(ii) Trade Payables	-	-
	Micro, Small and Medium Enterprises	7.18	-
	Others	2,353.83	2,063.44
	(b) Other current liabilities	1,226.55	1,169.13
	(c) Current Tax Liabilities(net)	79.77	-
	Total Current Liabilities	3,843.65	3,300.74
	Total Liabilities	4,868.82	4,099.51
	TOTAL EQUITY AND LIABILITIES	4,795.12	3,662.15



<p align="center">Modern Engineering and Projects Limited <i>(Formerly known as Modern Converters Limited)</i> CIN: L01132MH1946PLC381640 Cash flow Statement for the year ended March 31, 2024 (All amounts are in ₹ Lakhs, unless stated otherwise)</p>		
Particulars	For the year ended March 31, 2024	For the Year ended March 31, 2023
(A) Cashflow from operating activities		
Profit/(Loss) before tax	669.01	(281.22)
Adjustment for:		
Depreciation and amortization	283.73	137.73
Interest on unwinding of Security deposits	(6.59)	4.62
Interest on lease liabilities	96.43	31.72
Operating cash flow before working capital changes	1,042.58	(107.15)
Changes in working capital:		
(Increase)/decrease Other financial assets	(109.72)	4.00
(Increase)/decrease Trade Receivables	(1,885.76)	(210.92)
(Increase)/decrease Short Term Loans & Advances	1,429.52	(1,386.26)
(Increase)/decrease Other non - current assets	(120.86)	34.94
Increase/(decrease) Trade Payables	297.57	2,017.21
Increase/(decrease) Other Current Liabilities	57.42	1,153.87
Increase/(decrease) Other Provisions	6.67	-
Cash generated from operations	717.42	1,505.69
Tax paid (net of refunds)	(189.15)	7.42
Net cashflow from operating activities	528.27	1,513.11
(B) Cashflow from investing activities		
Purchase of Property, plant and equipment	(667.20)	(1,217.64)
Purchase of Investments	-	(74.00)
Net cashflow from investing activities	(667.20)	(1,291.64)
(C) Cashflow from financing activities		
Proceeds from Borrowing	(1.45)	(9.86)
Payment of Lease Liabilities	328.19	(93.69)
Interest on Lease Liabilities	(96.43)	36.34
Net cashflow from financing activities	230.32	(67.21)
Net increase /(decrease) in cash and cash equivalents (A+B+C)	91.39	154.26
Cash and cash equivalents at the beginning of the year	169.04	14.81
Cash and cash equivalents at the end of the year	260.43	169.04
Cash and cash equivalents comprise of:		
Cash in hand	2.92	2.85
Balance with banks:		
In current accounts	257.51	166.19



S K Patodia & Associates LLP

CHARTERED ACCOUNTANTS

Independent Auditor's Report on Audit of Quarterly and Annual Financial Results of Modern Engineering and Projects Limited (formerly known as Modern Converters Limited) and its joint operations pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors of
Modern Engineering and Projects Limited
(formerly known as Modern Converters Limited)**

Opinion

We have audited the accompanying Statement of financial results of Modern Engineering and Projects Limited (formerly known as Modern Converters Limited) and its joint operations ("the Company") for the quarter and year ended March 31, 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulation").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of Regulation in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information for the quarter and year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SA"s) 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 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 for the quarter and year ended March 31, 2024 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Results

The Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income 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 the Regulation. 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 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.



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(LLP Identification No : ACE - 4113)

(S K Patodia & Associates (a partnership firm) converted into S K Patodia & Associates LLP with effect from December 15, 2023)

Independent Auditor's Report on Financial Results of Modern Engineering and Projects Limited (*formerly known as Modern Converters Limited*) pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

In preparing the Statement, the management and 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are 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.

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 management.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Director's 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 represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.



Independent Auditor's Report on Financial Results of Modern Engineering and Projects Limited (*formerly known as Modern Converters Limited*) pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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.

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.

Emphasis of Matter

(a) We draw attention to Note 7 of the Statement, with respect to one joint venture of the company which has not been considered in the Statement.

(b) We draw attention to Note 8 of the Statement, which describes the resignation of the Chief Financial Officer during the quarter ended December 31, 2023, and the provisions of Section 203 of Companies Act, 2013 read with rule 8 of Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

Our conclusion is not modified with regards to these matters.

Other Matters

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended on March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Regulation.

Our opinion is not qualified in respect of these matters.

For S K Patodia & Associates LLP
Chartered Accountants
Firm Registration Number: 112723W / W100962


Dhiraj Lalpuria
Partner
Membership Number : 146268
UDIN : 24146268BKCSMX9145



Date : May 24, 2024
Place : Mumbai