

The National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor
Bandra-Kurla Complex
MUMBAI-400 051
NSE Symbol SHRIRAMEPC

07th June, 2019

Dear Sir,

SUB: Clarification sought on Financial Result as per Regulation 33 of the SEBI (LODR) Regulations, 2015

REF: Your Letter Ref. - NSE/LIST/FR/13978 Dated 30th May 2019

Please note that due to some internal server error, we could see your aforesaid Email only yesterday – the 6th of June, 2019 and we submit the following clarifications as required, for your consideration.

- 1) Kindly note that Annexure-1 giving statement of Audit Qualification (Report of Modified Opinion) got missed out due to internal server issue. For your information, on 27-05-2019 the web address (Connect2nse.com/listing) for NEAPS Portal was not working and we had to get the alternate link <https://www.enit.co.in/LISTING/> and submitted the same.

We are attaching herewith the entire report once again along with the Annexure-1 as required and request you to take the same on record and confirm compliance. We shall ensure that this does not repeat in future which was purely out of our control.

- 2) As regards Segment Reporting kindly note that the Company is operating only under one reportable segment, which has been clearly mentioned under point no.6 of the results approved and intimated to the Stock exchanges: (Reproduced below for ready reference)

The Company is engaged in the sole activity of carrying on the business of "Engineering and Procurement Contracts" (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments".

Hence no separate segment reporting is applicable to the Company.

You are requested to acknowledge receipt of this clarification and confirm compliance.

Thanking you,

Yours faithfully
For Shriram EPC Limited


K. SURESH

Vice President &
Company Secretary.

Encl.:a.a.

CC : BSE Limited,
14th Floor, P.J. Towers
Dalal Street, MUMBAI-400 001

Shriram EPC Limited

1st Floor, 'Rajah Annamalai Building', No.18/3, Rukmani Lakshmi pathi Road,
Egmore, Chennai - 600 008. India. Ph : +91 44 4900 5555, Fax : +91 44 4900 5599 / 4269 2155
Regd. Office : 4th Floor, 'Sigapi Achi Building', No.18/3, Rukmani Lakshmi pathi Road,
Egmore, Chennai - 600 008. Ph : +91 44 4901 5678 Fax : +91 44 4901 5655
E-mail : info@shriramepc.com, website : www.shriramepc.com
CIN : L74210TN2000PLC045167



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MUMBAI-400 051

BSE Limited
14th Floor, P.J. Towers
Dalal Street
MUMBAI-400 001

NSE Symbol SHRIRAMEPC

Scrip Code : 532945

27TH May, 2019

Dear Sir,

SUB : Outcome of the Board Meeting held today (27-05-2019) for consideration and approval of the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March 2019 – Reg.

Meeting Commenced at 12.00 Noon and concluded at 05.00 p.m.

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the following are the outcome of the Board Meeting: -

1. Audited Financial Results for the Quarter and Year ended 31-03-2019

The Board had approved the audited financial results (Standalone and Consolidated) for the Quarter and year ended 31st March 2019 that has been recommended by the Audit Committee held today and the Extract of the detailed format of the Financial Results for the Quarter and Year ended on 31st March 2019, to be filed with the Stock Exchanges pursuant to Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015 (Quick Results) for Publication along with the audited Financial Results for the Quarter and Year ended on 31st March 2019 are being forwarded for your information and records.

We would also be sending you the copy of the advertisement as soon as it is published in the newspapers, for your records

Kindly take the same on record.

Thanking you,

Yours faithfully
For Shriram EPC Limited


K. SURESH
Vice President &

Company Secretary.

Encl.:a.a.

Shriram EPC Limited

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Shriram EPC Limited Engineering the future
Registered Office: 4th Floor, Sigappi Achi Building,
Door No. 18/3, Rukmani Lakshmipathi Salai (Marshall's Road), Egmore, Chennai - 600008.
www.shriramepc.com
CIN: L74210TN2000PLC045167

Extract of Consolidated audited Financial Results for the Quarter and Year Ended 31 March 2019

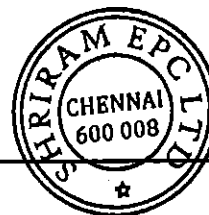
	Particulars	Rs lakhs				
		Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Un Audited	Audited	Audited	Audited
1	Total Income from Operations (Net)	51,620.75	32,448.39	17,656.10	1,27,629.56	93,422.49
2	Profit for the period (before Tax, Exceptional and/or Extraordinary items)	429.45	1,150.03	(2,645.08)	3,604.79	1,141.21
3	Profit/(Loss) for the period after tax (after Exceptional and/or Extraordinary items)	429.45	138.84	(3,472.35)	3,144.82	(209.50)
4	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	312.29	115.03	(3,446.26)	3,072.55	(153.16)
5	Equity Share Capital (Face value of Rs 10/- each)	97,152.90	97,152.90	97,152.90	97,152.90	97,152.90
6	Earnings Per Share (of Rs. 10/- each)					
	(a) Basic	0.03	0.01	(0.36)	0.32	(0.02)
	(b) Diluted	0.03	0.01	(0.36)	0.32	(0.02)

Note:

- The above is an extract of the detailed format of the audited Consolidated Financial Results for the Quarter and year ended 31st March 2019, filed with the Stock Exchanges pursuant to Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the unaudited Consolidated Results are available on the Stock Exchange websites (www.bseindia.com and www.nseindia.com) and on Company's website at www.shriramepc.com.
- The above results for the Quarter and Year ended March 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 27, 2019.
- The Standalone Results as on March 31, 2019 are hereunder :

	Rs lakhs				
	Quarter Ended			Year Ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
Total Income from Operations	34,599.54	19,768.76	15,690.67	81,493.07	72,037.43
Profit for the period (before Tax, Exceptional and/or Extraordinary items)	264.55	1,154.54	913.50	3,321.93	2,425.90
Profit for the period after tax (after Exceptional and/or Extraordinary items)	264.55	147.19	87.13	2,861.96	1,076.09
Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	226.11	123.38	113.22	2,875.91	1,132.43

Place : Chennai
Date : 27.05.2019



For Shriram EPC Limited


T. Shivaraman
Managing Director & CEO

Shriram EPC Limited

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Auditors' Report On Quarterly Financial Results and Year to Date Financial Results of Shriram EPC Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Shriram EPC Limited

1. We have audited the accompanying Statement of Standalone Financial Results of Shriram EPC Limited ('the Company') for the quarter and year ended March 31, 2019 (the 'Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The statement, as it relates to the quarter ended March 31, 2019, are the balancing figures between audited standalone figures in respect of the full financial year and the published standalone year to date figures up to the end of the third quarter of the financial year, prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'). The Statements also relates to the year ended March 31, 2019, has been prepared on the basis of the related standalone financial statements for the year ended March 31, 2019, prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of standalone financial statements for the year ended March 31, 2019 and our review of standalone financial results for the nine months period ended December 31, 2018.
3. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the Statement that give a fair presentation view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.

4. Basis for Qualified Opinion:

Our audit report on the Statement for the quarter ended March 31, 2019 and the year to date results for the period April 01, 2018 to March 31, 2019 is qualified in respect of the matter stated below:

Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from related party. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts and as these are outstanding for more than four years, we are unable to comment on the recoverability of the same. No provision with respect to the same is made in the books of accounts. Refer Note 02 of Notes to results.



MSKA

& Associates

Chartered Accountants

Qualified Opinion

5. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the Statement:
 - i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - ii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Company for the year ended March 31 2019.
6. We draw attention to the following matters in the Notes to the accompanying statement:
 - a) Note no 03 to the accompanying Statement with regards to the dues amounting to Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs) in respect of project which is stalled due to statutory delays faced by the customer. Considering the customer's continued efforts to identify alternate options to complete the project, management is of the view that it will be able to realize such dues.
 - b) Note no 05 to the accompanying Statement regarding the carrying value of Deferred Tax Asset (DTA) of Rs. 41,013.89 lakhs recognised over unabsorbed business losses (March 31, 2018: Rs. 21,864.19 Lakhs). As explained in the note, based on the future business plan and related projections, the management is confident that taxable profits will be available in the future which can be set off against the carry forward losses.

Our opinion is not modified in respect of these matters.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W



Geetha Jeyakumar
Partner
Membership No.: 29409



Place: Chennai
Date: May 27, 2019

Shriram EPC Limited

Registered Office: 4th Floor, Sigappi Achi Building,

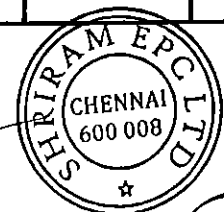
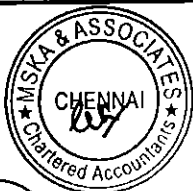
Door No. 18/3, Rukhmini Lakshmiipathi Salai (Marshalls Road), Egmore, Chennai - 600008

Website: www.shriramepc.com

Statement of Standalone Audited Financial Results for the Quarter and Year Ended March 31, 2019

(in ₹ lakhs, except per equity share data)

S No	Particulars	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	(a) Revenue from operations	31,855.62	18,853.60	12,139.20	74,065.70	61,504.33
	(b) Other Income	2,743.92	915.16	3,551.47	7,427.37	10,533.10
	Total Income	34,599.54	19,768.76	15,690.67	81,493.07	72,037.43
2	Expenses					
	(a) Cost of Materials ,Erection, Construction & Operation Expenses	29,807.35	13,284.61	7,398.32	58,597.62	47,916.68
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(434.93)	462.62	912.41	(83.67)	48.39
	(c) Employee benefits expense	1,393.75	1,442.59	1,450.35	5,229.68	4,577.23
	(d) Finance Costs	2,067.68	2,127.30	3,426.88	9,544.54	10,350.66
	(e) Depreciation and amortisation expense	141.07	140.27	162.34	559.53	584.14
	(f) Other expenses	1,360.07	1,156.83	1,426.87	4,323.44	6,134.43
	Total expenses	34,334.99	18,614.22	14,777.17	78,171.14	69,611.53
3	Profit before exceptional items and tax (1-2)	264.55	1,154.54	913.50	3,321.93	2,425.90
4	Exceptional Items - (Refer Note no 4)	-	(806.35)	-	(459.97)	-
5	Profit before tax (3 + 4)	264.55	348.19	913.50	2,861.96	2,425.90
6	Tax Expense	35.50	201.00	826.37	-	1,349.81
7	Profit for the period / year (5 - 6)	229.05	147.19	87.13	2,861.96	1,076.09
8	Other comprehensive income / (loss) (OCI)	(2.96)	(23.81)	26.09	13.95	56.34
	Total Other comprehensive income / (Loss)	(2.96)	(23.81)	26.09	13.95	56.34
9	Total comprehensive income for the period / year (7+8)	226.11	123.38	113.22	2,875.91	1,132.43
10	Paid-up equity share capital (Face value ₹ 10 each)	97,152.90	97,152.90	97,152.90	97,152.90	97,152.90
11	Other Equity	-	-	-	28,655.15	25,779.23
12	Earnings per share (of Rs 10/- each):					
	(a) Basic	0.02	0.05	0.01	0.30	0.12
	(b) Diluted	0.02	0.05	0.01	0.30	0.12
	See accompanying notes to the financial results					



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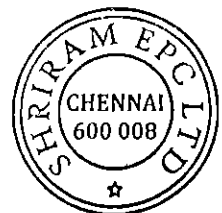
E-mail : info@shriramepc.com, website : www.shriramepc.com

CIN : L74210TN2000PLC045167



Shriram EPC Limited
Standalone Statement of Assets and Liabilities as at March 31, 2019
(Amount in INR lakhs, unless otherwise stated)

	As at 31-03-2019	As at 31-03-2018
ASSETS		
Non-current assets		
Property, plant and equipment	5,330.39	5,515.95
Capital work-in-progress	14.84	14.84
Intangible assets	48.03	63.18
Financial assets		
Investments	112.21	130.75
Loans	17,675.67	40,625.03
Trade Receivables	25,256.19	17,879.05
Other Financial Assets	1,729.92	4,740.27
Deferred tax asset (net)	47,623.70	47,623.70
Income tax assets (net)	2,394.76	3,018.29
Other non-current assets	3,956.02	9,320.42
Total Non-Current Assets	1,04,141.71	1,28,931.48
Current assets		
Inventories	3,849.24	3,765.57
Financial assets		
Trade receivables	34,421.44	37,978.29
Cash and cash equivalents	944.26	2,125.64
Other bank balances	8,116.89	3,697.92
Other financial assets	4,285.20	8,024.93
Other current assets	97,975.53	81,652.70
Total Current Assets	1,49,592.56	1,37,245.05
Total Assets	2,53,734.27	2,66,176.53
EQUITY AND LIABILITIES		
Equity		
Equity share capital	97,152.90	97,152.90
Other equity	28,655.15	25,779.23
Total Equity	1,25,808.05	1,22,932.13
Liabilities		
Non-Current Liabilities		
Financial liabilities		
Borrowings	20,645.33	28,164.58
Other financial liabilities	5,690.66	5,955.85
Provisions	660.69	532.27
Other non-current liabilities	18,889.16	13,117.80
Total Non-Current Liabilities	45,885.84	47,770.50
Current liabilities		
Financial liabilities		
Borrowings	42,614.59	51,163.89
Trade payables	31,707.95	31,462.42
Other financial liabilities	2,465.70	3,532.92
Other current liabilities	4,719.06	8,899.01
Provisions	533.06	415.66
Total Current Liabilities	82,040.36	95,473.90
Total Liabilities	1,27,926.20	1,43,244.40
Total Equity and Liabilities	2,53,734.27	2,66,176.53



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E-mail : info@shriramepc.com, website : www.shriramepc.com

CIN : L74210TN2000PLC045167

Notes:

1. The Standalone results for the quarter and year ended March 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 27, 2019 and have been subjected to audit by the Statutory Auditor of the Company. The audited standalone financial results are prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013.

2. Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31 2018: Rs. 3,984.49 Lakhs), due from Leitwind Shriram Manufacturing Pvt Limited (LSML) (a related party). LSML is in the process of restructuring their operations and the dues are expected to be recovered earlier than the original repayment plan. Considering the developments the management is confident of realising the dues. The auditors have qualified this matter in their report for the quarter and year ended March 31, 2019.

3. The Company entered into a contract to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCL) (related party). The project is stalled due to delay in statutory approvals. The total exposure in this project recorded under Unbilled Revenue and Contract Work In Progress is Rs. 7,383.61 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs). Considering BCCL's continued efforts in identifying alternate options to complete the project, the management is of the view that BCCL will be in a position to complete the Ammonia Plant project and thereby the Company will be able to realize the dues.

4. Exceptional Items

4(a) During the year, advances receivable from an associate company and its subsidiary amounting to Rs. 29,702.65 Lakhs has been sold to the Company's Investing party for a total consideration of Rs. 25,000 Lakhs along with rights attached to it. Pursuant to this transaction the Company has recorded an amount of Rs. 4,702.65 Lakhs as loss which has been disclosed as exceptional item. Consequently, the unexpired provision for expected credit loss on the above, as at March 31, 2019 amounting to Rs 48,311.30 lakhs is charged off and disclosed as an exceptional item in the Statement of Profit and Loss.

4(b) During the year, the Company had entered into settlement agreement with M/s ACRE (an Asset Reconstruction Company) who had bought company's exposure to DBS bank aggregating to Rs 17,374.11 lakhs as on May 31, 2018, at Rs 18,000 Lakhs. The dues are to be settled over a period of seven years ending 2025 on deferred payment basis without interest. The Present value of the amount payable to ACRE as on the date of agreement is Rs. 10,725.08 Lakhs and the resultant gain of Rs. 6,649.03 Lakhs has been disclosed as an exceptional item in the Statement of Profit and Loss.

4(c) During the year, the company has settled the vendor claim of Rs.3,836 lakhs by way of deferred settlement agreement over a period of three years ending 2021 without interest for a sum of Rs. 2,765 Lakh. This sum has been charged off net of discounting for Rs. 2,406 Lakhs which is been disclosed as exceptional item.

5. Against the carried forward loss of 1,71,133 lakhs, the company has recognised deferred tax asset on a carry forward loss of Rs.1,21,133 lakhs which results in DTA of Rs 41,013 lakhs. Based on the business plan and estimated future taxable profits of the company, in the opinion of the Management the Deferred tax asset is realisable.

6. Revenue for the quarter ended March 31, 2019 includes Rs.19,549.70 lakhs being share of revenue relating to the Basra project billed from Mokul Shriram EPC JV (MSJV).

7. There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years available for set off while computing income both under the provisions of 115 JB and those other than Sections 115 JB of the Income Tax Act 1961.

8. The Government of India introduced the Goods & Service Tax (GST) with effect from July 01, 2017. Accordingly in compliance with Indian Accounting Standard (Ind AS) 18 - 'Revenue', Revenue from operations for the quarter ended March 31, 2018 is presented Net of GST. Revenue from Operations for the year ended March 31, 2018 includes Excise Duty.

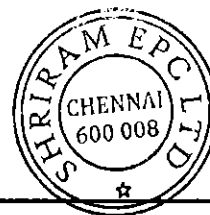
9. The Company is engaged in the sole activity of carrying on the business of "Engineering and Procurement Contracts" (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company.

10. Ind AS - 115 Revenue from Contracts with Customers, has been recently introduced effective April 01, 2018 and its application did not have any significant impact on recognition and measurement of revenue and related items in the financial results including the retained earnings as at April 01, 2018.

11. Figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2019 and March 31, 2018 respectively and the published year to date figures for nine months ended December 31, 2018 and December 31, 2017 respectively, as regrouped.

12. Previous period figures have been regrouped / reclassified to be in conformity with current period's classification/disclosure, wherever necessary.

Place : Chennai
Date: May 27, 2019



For Shriram EPC Limited

Managing Director & CEO

Shriram EPC Limited

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**Auditors' Report On Quarterly Consolidated Financial Results and Consolidated Year to Date
Financial Results of Shriram EPC Limited Pursuant to the Regulation 33 of the SEBI (Listing
Obligations and Disclosure Requirements) Regulations, 2015**

To the Board of Directors of Shriram EPC Limited

1. We have audited the accompanying Statement of Consolidated Financial Results of Shriram EPC Limited (the 'Company') and its subsidiary (the Company and its subsidiary together referred to as "the Group"), its associate for the quarter and year ended March 31, 2019 (the 'Statement') , being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The statement, as it relates to the quarter ended March 31, 2019, are the balancing figures between audited consolidated figures in respect of the full financial year and the published consolidated year to date figures up to the end of the third quarter of the financial year, prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'). The Statements also relates to the year ended March 31, 2019, has been prepared on the basis of the related consolidated financial statements for the year ended March 31, 2019, prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of consolidated financial statements for the year ended March 31, 2019 and our review of consolidated financial results for the nine months period ended December 31, 2018.
3. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the Statement that give a fair presentation view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.



We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.

4. We did not audit financial statements of subsidiary company (including step down subsidiary), whose financial statements reflect total assets of Rs.53,198.05 Lakhs as at March 31,2019, total revenues of Rs. 50,341.17 Lakhs as at March 31,2019, as considered in the Statement. The financial statements of these subsidiaries have been audited by the other auditors whose reports have been furnished to us by the management, and our opinion on this Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the report of other auditors.

5. Basis for Qualified Opinion:

Our audit report on the Statement for the quarter ended March 31,2019 and year to date results for the period April 01,2018 to March 31, 2019 is qualified in respect of the matters stated below:

Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from related party. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts and as these are outstanding for more than four years, we are unable to comment on the recoverability of the same. No provision with respect to the same is made in the books of accounts. Refer Note 02 of Notes to results.

6. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the Statement:
- i. includes the financial results of the entities considered for consolidation for the year ended March 31, 2019:

Name of the Company	Nature of Relationship
Shriram EPC (FZE) - Sharjah	Subsidiary
Haldia Coke and Chemicals Private Limited *	Associate

*As the group's share of losses in the associate has exceeded the cost of investment in an earlier year, loss for the year has not been considered in these consolidated financial statements.

- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and



MSKA

& Associates

Chartered Accountants

- iii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit, total comprehensive income and other financial information of the Group for the year ended March 31,2019.

7. We draw attention to the following matters in the Notes to the accompanying statement:

- a) Note no 03 to the accompanying Statement with regards to the dues amounting to Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs) in respect of project which is stalled due to statutory delays faced by the customer. Considering the customer's continued efforts to identify alternate options to complete the project, management is of the view that it will be able to realize such dues.
- b) Note no 05 in to the accompanying Statement regarding the carrying value of Deferred Tax Asset (DTA) of Rs. 41,013.89 lakhs recognized over unabsorbed business losses (March 31, 2018: Rs. 21,864.19 Lakhs). As explained in the note, based on the future business plan and related projections, the management is confident that the taxable profits will be available in the future which can be set off against the carry forward losses.

Our opinion is not modified in respect of these matters.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W

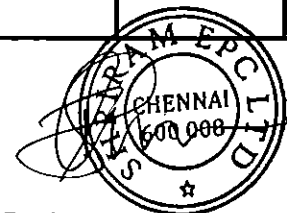
Geetha R

Geetha Jeyakumar
Partner
Membership No.: 029409



Place: Chennai
Date: May 27,2019

S No	Particulars	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	(a) Revenue from operations	48,873.32	31,531.20	14,103.60	1,20,195.88	82,886.63
	(b) Other Income	2,747.43	917.19	3,552.50	7,433.68	10,535.86
	Total Income	51,620.75	32,448.39	17,656.11	1,27,629.56	93,422.49
2	Expenses					
	(a) Cost of Materials ,Erection, Construction & Operation Expenses	46,643.87	24,844.47	9,487.39	1,00,156.02	66,641.97
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(434.90)	462.62	911.84	(83.67)	48.39
	(c) Employee benefits expense	1,598.01	1,565.55	1,522.82	5,751.52	4,838.49
	(d) Finance Costs	2,091.50	2,103.47	3,446.94	9,544.54	10,373.24
	(e) Depreciation and amortisation expense	143.46	142.08	163.25	566.50	585.76
	(f) Other expenses	1,149.38	2,180.18	4,768.94	8,089.88	9,793.43
	Total expenses	51,191.32	31,298.37	20,301.18	1,24,024.79	92,281.28
3	Profit before exceptional items and tax (1-2)	429.43	1,150.02	(2,645.08)	3,604.77	1,141.21
4	Exceptional Items - (Refer Note no 4)	-	(806.35)	-	(459.97)	-
5	Profit/(Loss) before tax (3 + 4)	429.43	343.67	(2,645.08)	3,144.80	1,141.21
6	Tax Expense	114.21	204.83	827.27	86.22	1,350.71
7	Profit/(Loss) for the period (5 - 6)	315.22	138.84	(3,472.35)	3,058.58	(209.50)
8	Other comprehensive income/(loss) (OCI)	(2.95)	(23.81)	26.09	13.95	56.34
	Total Other comprehensive income /(loss)	-2.95	(23.81)	26.09	13.95	56.34
9	Total comprehensive income /(loss) for the period /year (7+8)	312.27	115.03	(3,446.26)	3,072.53	(153.16)
10	Paid-up equity share capital (Face value ₹ 10 each)	97,152.90	97,152.90	97,152.90	97,152.90	97,152.90
11	Other Equity	-	-	-	28,894.18	25,812.11
12	Earnings per share (of Rs 10/- each) :					
	(a) Basic	0.03	0.01	(0.36)	0.32	(0.02)
	(b) Diluted	0.03	0.01	(0.36)	0.32	(0.02)
	See accompanying notes to the financial results					



Shriram EPC Limited

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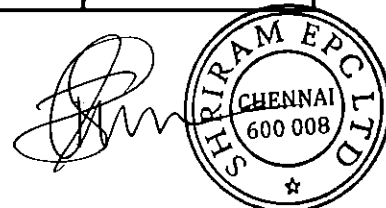
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CIN : L74210TN2000PLC045167



Shriram EPC Limited Consolidated Statement of Assets and Liabilities as at March 31, 2019 (Amount in INR lakhs, unless otherwise stated)		
	As at 31-03-2019	As at 31-03-2018
ASSETS		
Non-current assets		
Property, plant and equipment	5,424.48	5,561.24
Capital work-in-progress	14.84	14.84
Intangible assets	48.03	63.18
Financial assets		
Investments	87.95	106.49
Loans	17,675.67	40,635.69
Trade Receivables	25,256.19	17,879.05
Other Financial Assets	1,729.92	4,740.27
Deferred tax asset (net)	47,623.70	47,623.70
Income tax assets (net)	2,394.76	3,018.29
Other non-current assets	3,968.43	46,175.41
Total Non-Current Assets	1,04,223.95	1,65,818.16
Current assets		
Inventories	3,849.24	3,765.58
Financial assets		
Trade receivables	48,482.69	36,353.46
Cash and cash equivalents	3,060.04	2,373.38
Other bank balances	8,116.89	3,697.92
Other financial assets	4,285.20	21,426.55
Other current assets	1,25,103.25	81,669.42
Total Current Assets	1,92,897.31	1,49,286.31
Total Assets	2,97,121.26	3,15,104.47
EQUITY AND LIABILITIES		
Equity		
Equity share capital	97,152.90	97,152.90
Other equity	28,894.18	25,812.11
Total Equity	1,26,047.08	1,22,965.01
Liabilities		
Non-Current Liabilities		
Financial liabilities		
Borrowings	20,645.33	28,164.58
Other financial liabilities	5,690.66	7,762.17
Provisions	660.69	532.27
Other non-current liabilities	20,683.41	13,117.79
Total Non-Current Liabilities	47,680.09	49,576.81
Current liabilities		
Financial liabilities		
Borrowings	42,614.59	51,163.89
Trade payables	53,876.32	44,444.77
Other financial liabilities	2,465.70	3,532.92
Other current liabilities	23,817.72	43,005.41
Provisions	619.76	415.66
Total Current Liabilities	1,23,394.09	1,42,562.65
Total Liabilities	1,71,074.18	1,92,139.46
Total Equity and Liabilities	2,97,121.26	3,15,104.47



Shriram EPC Limited

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Notes:

1. The Consolidated results for the quarter and year ended March 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 27, 2019 and have been subjected to audit by the Statutory Auditor of the Company. The audited consolidated financial results are prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013.

2. Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from Leitwind Shriram Manufacturing Pvt Limited (LSML) (a related party). LSML is in the process of restructuring their operations and the dues are expected to be recovered earlier than the original repayment plan. Considering the developments the management is confident of realising the dues. The auditors have qualified this matter in their report for the quarter and year ended March 31, 2019.

3. The Company entered into a contract to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCL) (related party). The project is stalled due to delay in statutory approvals. The total exposure in this project recorded under Unbilled Revenue and Contract Work In Progress is Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs). Considering BCCL's continued efforts in identifying alternate options to complete the project, the management is of the view that BCCL will be in a position to complete the Ammonia Plant project and thereby the Company will be able to realize the dues.

4. Exceptional Items

4(a) During the year, advances receivable from an associate company and its subsidiary amounting to Rs. 29,702.65 Lakhs has been sold to the Company's Investing party for a total consideration of Rs. 25,000 Lakhs along with rights attached to it. Pursuant to this transaction the Company has recorded an amount of Rs. 4,702.65 Lakhs as loss which has been disclosed as exceptional item. Consequently, the unexpired provision for expected credit loss on the above, as at March 31, 2019 amounting to Rs 48,311.30 lakhs is charged off and disclosed as an exceptional item in the Statement of Profit and Loss.

4(b) During the year, the Company had entered into settlement agreement with M/s ACRE (an Asset Reconstruction Company) who had bought company's exposure to DBS bank aggregating to Rs 17,374.11 lakhs as on May 31, 2018, at Rs 18,000 Lakhs. The dues are to be settled over a period of seven years ending 2025 on deferred payment basis without interest. The Present value of the amount payable to ACRE as on the date of agreement is Rs. 10,725.08 Lakhs and the resultant gain of Rs. 6,649.03 Lakhs has been disclosed as an exceptional item in the Statement of Profit and Loss.

4(c) During the year, the company has settled the vendor claim of Rs.3,836 lakhs by way of deferred settlement agreement over a period of three years ending 2021 without interest for a sum of Rs. 2,765 Lakh. This sum has been charged off net of discounting for Rs. 2,406 Lakhs which is been disclosed as exceptional item.

5. Against the carried forward loss of 1,71,133 lakhs, the company has recognised deferred tax asset on a carry forward loss of Rs.1,21,133 lakhs which results in DTA of Rs 41,013 lakhs. Based on the business plan and estimated future taxable profits of the company, in the opinion of the Management the Deferred tax asset is realisable.

6. Revenue for the quarter ended March 31, 2019 includes Rs.19,549.70 lakhs being share of revenue relating to the Basra project billed from Mokul Shriram EPC JV (MSJV).

7. There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years available for set off while computing income both under the provisions of 115 JB and those other than Sections 115 JB of the Income Tax Act 1961.

8. The Government of India introduced the Goods & Service Tax (GST) with effect from July 01, 2017. Accordingly in compliance with Indian Accounting Standard (Ind AS) 18 - 'Revenue', Revenue from operations for the quarter ended March 31, 2018 is presented Net of GST. Revenue from Operations for the year ended March 31, 2018 includes Excise Duty.

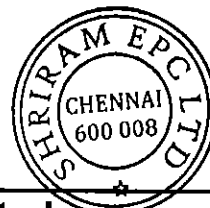
9. The Company is engaged in the sole activity of carrying on the business of "Engineering and Procurement Contracts" (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company.

10. Ind AS - 115 Revenue from Contracts with Customers, has been recently introduced effective April 01, 2018 and its application did not have any significant impact on recognition and measurement of revenue and related items in the financial results including the retained earnings as at April 01, 2018.

11. Figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2019 and March 31, 2018 respectively and the published year to date figures for nine months ended December 31, 2018 and December 31, 2017 respectively, as regrouped.

12. Previous period figures have been regrouped / reclassified to be in conformity with current period's classification/disclosure, wherever necessary.

Place : Chennai
Date: May 27, 2019



For Shriram EPC Limited

Managing Director & CEO

Shriram EPC Limited



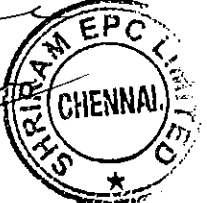

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ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019, (See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
Rs lakhs			
1	Turnover / Total Income	81,493.07	81,493.07
2	Total Expenditure	78,171.12	78,171.12
3	Net Profit/(Loss)	3,321.95	3,321.95
4	Earnings Per Share	0.30	0.30
5	Total Assets	2,53,734.28	2,53,734.28
6	Total Liabilities	1,27,926.21	1,27,926.21
7	Net Worth	1,25,808.07	1,25,808.07
8	Any other financial item(s) (as felt appropriate by the management)	-	-
ii. Audit Qualification (each audit qualification separately):			
a. Details of Audit Qualification:			
1(a)	Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from related party. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts and as these are outstanding for more than four years, we are unable to comment on the recoverability of the same. No provision with respect to the same is made in the books of accounts. Refer Note 02 of Notes to results. Note No 2 as appearing in the Standalone Financial Results for the quarter and year ended March 31, 2019		
1(b)	2. Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from Leitwind Shriram Manufacturing Pvt Limited (LSML) (a related party). LSML is in the process of restructuring their operations and the dues are expected to be recovered earlier than the original repayment plan. Considering the developments the management is confident of realising the dues. The auditors have qualified this matter in their report for the quarter and year ended March 31, 2019.		
1(c)	Emphasis of Matter i) We draw attention to Note no 03 to the accompanying Statement with regards to the dues amounting to Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs) in respect of project which is stalled due to statutory delays faced by the customer. Considering the customer's continued efforts to identify alternate options to complete the project, management is of the view that it will be able to realize such dues. Note No 3 as appearing in the Standalone Financial Results for the quarter and year ended March 31, 2019 3. The Company entered into a contract to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCL) (related party). The project is stalled due to delay in statutory approvals. The total exposure in this project recorded under Unbilled Revenue and Contract Work In Progress is Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs). Considering BCCL's continued efforts in identifying alternate options to complete the project, the management is of the view that BCCL will be in a position to complete the Ammonia Plant project and thereby the Company will be able to realize the dues. Emphasis of Matter ii) We draw attention to Note no 05 to the accompanying Statement regarding the carrying value of Deferred Tax Asset (DTA) of Rs. 41,013.89 lakhs recognised over unabsorbed business losses (March 31, 2018: Rs. 21,864.19 Lakhs). As explained in the note, based on the future business plan and related projections, the management is confident that taxable profits will be available in the future which can be set off against the carry forward losses. Note No 5 as appearing in the Standalone Financial Results for the quarter and year ended March 31, 2019 Against the carried forward business loss of 1,71,133 Lakhs, the company has recognised Deferred Tax Asset (DTA) on a carry forward business loss of Rs. 1,21,133 Lakhs which results in DTA of Rs 41,013.89 Lakhs. Based on the business plan and estimated future taxable profits of the company, in the opinion of the Management the Deferred tax asset is realisable.		
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Qualification 1(a)- Repetitive (Fourth Year) Emphasis of Matter -1(c) (i) - Repetitive (Fourth Year) Emphasis of Matter -1(c) (ii) - First year	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	Nil	
1	Turnover / Total income		
2	Total Expenditure		
3	Net Profit/(Loss)		
4	Earnings Per Share		
5	Total Assets		
6	Total Liabilities		
7	Net Worth		
	(ii) If management is unable to estimate the impact, reasons for the same :	Management is of the view of the entire amount is recoverable	
	(iii) Auditors' Comments on (i) or (ii) above:	Refer Audit Report dated 27 May 2019 on the standalone financial statements of the Company.	
iii.	Signatories: T. Shivarman Managing Director, CEO P R Karandikar Audit Committee Chairman	 R. S Chandrasekharan Chief Financial Officer  For MSKA & Associates Chartered Accountants Geetha Jayakumar Partner	
Place:	Chennai	 	
Date:	27-May-19		

Shriram EPC Limited



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ANNEXURE I			
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Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019, (See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)			
Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
Ru lakhs			
1	Turnover / Total Income	1,27,629.56	1,27,629.56
2	Total Expenditure	1,24,024.76	1,24,024.76
3	Net Profit/(Loss)	3,604.80	3,604.80
4	Earnings Per Share	0.32	0.32
5	Total Assets	2,97,121.26	2,97,121.26
6	Total Liabilities	1,71,074.18	1,71,074.18
7	Net Worth	1,26,047.08	1,26,047.08
8	Any other financial item(s) (as felt appropriate by the management)		
<p>II. Audit Qualification (each audit qualification separately):</p> <p>a. Details of Audit Qualification:</p> <p>1(a) Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from related party. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts and as these are outstanding for more than four years, we are unable to comment on the recoverability of the same. No provision with respect to the same is made in the books of accounts. Refer Note 02 of Notes to results.</p> <p>Note No 7 as appearing in the Consolidated Financial Results for the quarter and year ended March 31, 2019</p> <p>1(b) Financial Assets Loans (Non Current) and Other Trade Receivables under "Other Non Current Financial Assets" include Rs. 4,134.15 Lakhs (March 31, 2018: Rs. 3,984.49 Lakhs), due from Leitwind Shriram Manufacturing Pvt Limited (LSMI) (a related party). LSMI is in the process of restructuring their operations and the dues are expected to be recovered earlier than the original repayment plan. Considering the developments the management is confident of realising the dues. The auditors have qualified this matter in their report for the quarter and year ended March 31, 2019.</p> <p>1(c) Emphasis of Matter</p> <p>i) We draw attention to Note no 03 to the accompanying Statement with regards to the dues amounting to Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs) in respect of project which is stalled due to statutory delays faced by the customer. Considering the customer's continued efforts to identify alternate options to complete the project, management is of the view that it will be able to realize such dues.</p> <p>Note No 3 as appearing in the Consolidated Financial Results for the quarter and year ended March 31, 2019</p> <p>3. The Company entered into a contract to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCI) (related party). The project is stalled due to delay in statutory approvals. The total exposure in this project recorded under Unbilled Revenue and Contract Work In Progress is Rs. 7,383.60 Lakhs (March 31, 2018: Rs. 7,106.46 Lakhs). Considering BCCI's continued efforts in identifying alternate options to complete the project, the management is of the view that BCCI will be in a position to complete the Ammonia Plant project and thereby the Company will be able to realize the dues.</p> <p>Emphasis of Matter</p> <p>ii) We draw attention to Note no 05 to the accompanying Statement regarding the carrying value of Deferred Tax Asset (DTA) of Rs. 41,013.89 lakhs recognised over unabsorbed business losses (March 31, 2018: Rs. 21,864.19 Lakhs). As explained in the note, based on the future business plan and related projections, the management is confident that taxable profits will be available in the future which can be set off against the carry forward losses.</p> <p>Note No 5 as appearing in the Consolidated Financial Results for the quarter and year ended March 31, 2019</p> <p>Against the carried forward business loss of 1,71,133 Lakhs, the company has recognised Deferred Tax Asset (DTA) on a carry forward business loss of Rs. 1,21,133 Lakhs which results in DTA of Rs. 41,013.89 Lakhs. Based on the business plan and estimated future taxable profits of the company, in the opinion of the Management the Deferred tax asset is realisable.</p> <p>c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing</p> <p>Qualification 1(a) - Repetitive (Fourth Year)</p> <p>Emphasis of Matter -1(c) (i) - Repetitive (Fourth Year)</p> <p>Emphasis of Matter -1(c) (ii) - First year</p> <p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views</p> <p>Not Applicable</p> <p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>(i) Management's estimation on the Impact of audit qualification:</p> <p>1 Turnover / Total income</p> <p>2 Total Expenditure</p> <p>3 Net Profit/(Loss)</p> <p>4 Earnings Per Share</p> <p>5 Total Assets</p> <p>6 Total Liabilities</p> <p>7 Net Worth</p> <p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>Management is of the view of the entire amount is recoverable</p> <p>(iii) Auditors' Comments on (i) or (ii) above:</p> <p>Refer Audit Report dated 27 May 2019 on the Consolidated financial statements of the Company.</p>			
<p>III. Signatories:</p> <p>T. Shriraman Managing Director, CEO</p> <p>P.R. Karandikar Audit Committee Chairman</p>		<p>R. S Chandrasekharan Chief Financial Officer</p> <p>For MSKA & Associates Chartered Accountants Geetha Jayakumar Partner</p>	
<p>Place: Chennai Date: 27-May-19</p>		 	

Shriram EPC Limited

1st Floor, 'Rajah Annamalai Building', No.18/3, Rukmani Lakshmi pathi Road,
Egmore, Chennai - 600 008. India. Ph : +91 44 4900 5555, Fax : +91 44 4900 5599 / 4269 2155
Regd. Office : 4th Floor, 'Sigapi Achi Building', No.18/3, Rukmani Lakshmi pathi Road,
Egmore, Chennai - 600 008. Ph : +91 44 4901 5678 Fax : +91 44 4901 5655
E-mail : info@shriramepc.com, website : www.shriramepc.com
CIN : L74210TN2000PLC045167

