



# POWER MECH®

Date: 15.09.2020

To  
Corporate Relations Department  
BSE Limited,  
P.J.Towers, Dalal Street,  
**MUMBAI-400001**

To  
National Stock exchange of India Limited  
Exchange Plaza, Bandra Kurla Complex,  
**Bandra (E), MUMBAI- 400051**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting**

**Ref: BSE Scrip Code: 539302, NSE Symbol: POWERMECH**

With reference to the above cited subject, please note that the Board of Directors in their meeting held today has inter-alia, transacted the following items of business:

1. Approved the un-audited standalone financial results for the quarter ended 30.06.2020- **Attached**
2. Approved the un-audited consolidated financial results for the quarter ended 30.06.2020- **Attached**
3. Took note of the Limited Review Report issued by the Statutory Auditors on the un-audited standalone and Un-audited Consolidated financial results for the quarter ended 30.06.2020- **Attached**
4. Approved the Directors' Report for the FY 2019-20 and all the annexures forming part of the Board's Report for the FY 2019-20.
5. Approved the notice for calling the 21<sup>st</sup> Annual General Meeting of the Company to be held on Tuesday, 20.10.2020 through video conference / Other Audio Visual Means (OAVM)

## POWER MECH PROJECTS LIMITED

AN ISO 9001, ISO 14001 & OHSAS 18001 CERTIFIED COMPANY



JAS-ANZ



M4570910IN

**Regd. & Corporate Office :**  
Plot No. 77, Jubilee Enclave, Opp. Hitex,  
Madhapur, Hyderabad-500081  
Telangana, India  
CIN : L74140TG1999PLC032156

Phone : 040-30444444  
Fax : 040-30444400  
E-mail : info@powermech.net  
Website : www.powermechprojects.com





# POWER MECH®

6. Fixed the dates for the closure of the register of members in connection with the ensuing annual general meeting and payment of final dividend for the FY 2019-20 from 14.10.2020 to 20.10.2020 (both days inclusive).
7. On the recommendation of the nomination and remuneration committee, appointed Mr.Mohith Kumar Khandelwal as the Company Secretary and Compliance officer w.e.f.15.09.2020. –**Brief Profile Enclosed**
8. Sri. S. Kishore Babu, Chairman and Managing Director of the Company has volunteered not to take Salary and Commission for the FY 2020 -2021 in view of the unprecedented year being faced by the Company due to Covid -19.
9. Sri. M Rajiv Kumar, Non-Executive Director of the Company has volunteered to take 50% cut in his Consultancy Fees for the FY 2020 -2021 in view of the unprecedented year being faced by the Company due to Covid -19.

The meeting commenced at 11.30 AM and concluded at 04:00PM

This is for your information and records.

For POWER MECH PROJECTS LIMITED

**S.KISHORE BABU**  
**CHAIRMAN & MANAGING DIRECTOR**  
**DIN: 00971313**



Encl: A/a.

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M4570910IN





**POWER MECH**®

Growth Unlimited

**Brief Profile of Mr.Mohith Kumar Khandelwal:**

He is a graduate in Business Management from Kakatiya University, an Associate Member of The Institute of Company Secretaries Of India and a Law Graduate from Osmania University.

Has a post qualification experience of 5 years in handling all the Secretarial Compliances.

He is not related to Promoter/Promoter Group and holds NIL Equity Shares.

  


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POWER MECH PROJECTS LIMITED

Registered & Corporate Office: Plot No.77, Jubilee Enclave, Madhapur, Hyderabad - 500 081, Telangana.  
CIN: L74140TG1999PLC032156, Email - info@powermech.net, Website: www.powermechprojects.com

Statement of Unaudited Standalone and Consolidated financial results for the quarter ended June 30, 2020

(Rs. in Mns)

Sl. No.	Particulars	Standalone				Consolidated			
		Quarter ended		Year ended		Quarter ended		Year ended	
		30.06.2020	31.03.2020	30.06.2019	31.03.2020	30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Refer Note. 4	Unaudited	Audited	Unaudited	Refer Note. 4	Unaudited	Audited
I	<b>Income</b>								
	(a) Revenue from operations	2,486.41	5,482.16	4,684.42	20,445.54	2,750.05	5,945.63	4,912.24	21,646.79
	(b) Other income	17.69	34.18	17.91	91.13	18.47	34.75	18.70	93.42
	<b>Total income</b>	<b>2,504.10</b>	<b>5,516.34</b>	<b>4,702.33</b>	<b>20,536.67</b>	<b>2,768.52</b>	<b>5,980.38</b>	<b>4,930.94</b>	<b>21,740.21</b>
II	<b>Expenses</b>								
	(a) Cost of materials consumed	352.66	867.56	735.74	2,974.22	374.37	964.25	778.87	3,239.06
	(b) (Increase)/Decrease in inventories of finished goods, stock-in-trade and work-in-progress	(35.31)	(74.23)	(16.14)	(120.62)	(29.66)	(77.43)	(12.80)	(119.68)
	(c) Contract execution expenses	1,655.38	3,255.07	2,606.37	11,829.52	1,780.03	3,467.14	2,721.43	12,301.81
	(d) Employee benefits expense	623.60	812.81	684.54	3,052.76	692.23	861.57	725.18	3,247.88
	(e) Finance costs	194.74	222.90	136.42	717.93	198.01	228.27	141.17	740.57
	(f) Depreciation and amortisation expense	85.85	87.84	93.12	361.47	92.00	94.34	103.14	394.19
	(g) Other expenses	69.10	71.94	52.70	240.51	71.65	79.17	56.54	270.27
	<b>Total expenses</b>	<b>2,946.02</b>	<b>5,243.89</b>	<b>4,290.75</b>	<b>19,055.79</b>	<b>3,178.63</b>	<b>5,617.31</b>	<b>4,513.53</b>	<b>20,074.10</b>
III	<b>Profit / (Loss) before exceptional items and tax (I-II)</b>	<b>(441.92)</b>	<b>272.45</b>	<b>411.58</b>	<b>1,480.88</b>	<b>(410.11)</b>	<b>363.07</b>	<b>417.41</b>	<b>1,666.11</b>
IV	<b>Share of Profit/(Loss) from Joint Venture/Associate</b>	-	-	-	-	<b>(26.90)</b>	<b>(0.05)</b>	<b>11.73</b>	<b>15.70</b>
V	<b>Profit / (Loss) before exceptional items and tax (III-IV)</b>	<b>(441.92)</b>	<b>272.45</b>	<b>411.58</b>	<b>1,480.88</b>	<b>(437.01)</b>	<b>363.02</b>	<b>429.14</b>	<b>1,681.81</b>
VI	<b>Exceptional items</b>	-	-	-	-	-	-	-	-
VII	<b>Profit / (Loss) before tax (V-VI)</b>	<b>(441.92)</b>	<b>272.45</b>	<b>411.58</b>	<b>1,480.88</b>	<b>(437.01)</b>	<b>363.02</b>	<b>429.14</b>	<b>1,681.81</b>
VIII	<b>Tax expense</b>								
	(a) Current tax	-	72.25	157.25	397.70	0.33	71.81	159.30	400.10
	(b) Deferred tax charge/(credit)	(111.27)	(22.10)	(10.28)	(23.46)	(110.43)	(24.21)	(10.54)	(25.30)
	<b>Total tax expense</b>	<b>(111.27)</b>	<b>50.15</b>	<b>146.97</b>	<b>374.24</b>	<b>(110.10)</b>	<b>47.60</b>	<b>148.76</b>	<b>374.80</b>
IX	<b>Profit / (Loss) for the period after tax (VII-VIII)</b>	<b>(330.65)</b>	<b>222.30</b>	<b>264.61</b>	<b>1,106.64</b>	<b>(326.91)</b>	<b>315.42</b>	<b>280.38</b>	<b>1,307.01</b>
X	<b>Other comprehensive income</b>								
	Items that will not be reclassified to profit or loss								
	(a) Remeasurements of the defined employee benefit plans	1.00	8.18	0.50	9.68	1.00	8.82	0.50	10.32
	(a) Changes in fair value of equity instruments	0.05	(0.09)	0.02	(0.08)	0.05	(0.09)	0.02	(0.08)
	Items that will be reclassified to profit or loss								
	(a) Exchange fluctuations on revaluation of foreign operations	-	-	-	-	1.94	14.22	(6.32)	18.18
	<b>Total Other comprehensive income/(loss)</b>	<b>1.05</b>	<b>8.09</b>	<b>0.52</b>	<b>9.60</b>	<b>2.99</b>	<b>22.95</b>	<b>(5.80)</b>	<b>28.42</b>
XI	<b>Total comprehensive income/(loss) (IX+X)</b>	<b>(329.60)</b>	<b>230.39</b>	<b>265.13</b>	<b>1,116.24</b>	<b>(323.92)</b>	<b>338.37</b>	<b>274.58</b>	<b>1,335.43</b>
	<b>Profit/(Loss) for the period before other comprehensive income</b>					<b>(326.91)</b>	<b>315.42</b>	<b>280.38</b>	<b>1,307.01</b>
	Attributable to								
	Equity share holders of the parent					<b>(325.92)</b>	<b>313.51</b>	<b>284.07</b>	<b>1,312.75</b>
	Non-controlling interest					<b>(0.99)</b>	<b>1.91</b>	<b>(3.69)</b>	<b>(5.74)</b>
	<b>Total comprehensive income/(loss) for the period</b>					<b>(323.92)</b>	<b>338.37</b>	<b>274.58</b>	<b>1,335.43</b>
	Attributable to								
	Equity share holders of the parent					<b>(323.06)</b>	<b>332.91</b>	<b>280.16</b>	<b>1,335.89</b>
	Non-controlling interest					<b>(0.86)</b>	<b>5.46</b>	<b>(5.58)</b>	<b>(0.46)</b>
XII	<b>Paid-up equity share capital (Face value Rs.10/- each)</b>	147.11	147.11	147.11	147.11	147.11	147.11	147.11	147.11
XIII	<b>Reserves (excluding revaluation reserves) as per Balance Sheet</b>				8,713.54				9,364.73
XIV	<b>Earnings per share (of Rs.10/- each) (for the period - not annualised)</b>								
	- Basic and Diluted	(22.48)	15.11	17.99	75.23	(22.16)	21.31	19.31	89.24

Notes:

- These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on September 15, 2020. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The statutory Auditors have carried out a limited review of these results for the quarter ended June 30, 2020 and have issued an unmodified report on these results.
- The Company predominantly operates only in construction and maintenance activities and there are no reportable segments under Indian Accounting Standard (Ind AS) -108.
- The Ministry of Home Affairs vide order no. 40-3/2020-DM-4(A) dated March 24, 2020 announced a nationwide lockdown as a measure to contain the spread of COVID 19 which was declared a global pandemic by the World Health Organisation. Owing to the lockdown, the operations of the Company were impacted due to shutting down of majority of sites. The lockdown was released in a graded manner in May,2020. The Company has since resumed operations as per directives issued by the Government and is closely monitoring the impact of the pandemic on all aspects of its business. The Company is taking appropriate measures to ensure the safety and well-being of all its employees and ensuring full compliance with the directives issued by the Government in this regard.  
  
The lockdown as imposed has impacted significantly the company's operations and financial results for the quarter under review. Hence, the results for the current quarter are therefore not comparable with those for the previous quarters.  
  
The Management has exercised due care, in concluding on significant accounting judgements and estimates, interalia, recoverability of assets, receivables and unbilled revenues based on the information available to date, both internal and external, to the extent relevant, while preparing these financial results for the Quarter ended June 30, 2020. Based on the assessment of current indicators of future economic conditions, the Management does not envisage any significant impact on its results as on June 30, 2020. The impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration, and accordingly, the eventual outcome may be different from those estimated as on the date of approval of these results.
- The figures for the quarter ended March 31, 2020 are balancing figures between the audited figures of the full financial year ended March 31, 2020 and the published year to date figures upto third quarter ended December 31, 2019.
- Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Hyderabad  
September 15, 2020



By order of the Board

S. Kishore Babu

Chairman and Managing Director



At Hyderabad, Vijayawada, Chennai and Bangalore

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF  
**POWER MECH PROJECTS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited financial results of **POWER MECH PROJECTS LIMITED** ("the Company"), for the Quarter ended 30<sup>th</sup> June, 2020 ("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 amended.

This Statement is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 15<sup>th</sup> September, 2020, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

2. We conducted our review of the Statement 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 is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The figures shown in the columns "Quarter ended 30.6.2019" have been traced from the respective results reviewed by the other auditors.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the 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.

For K.S. Rao & Co  
Chartered Accountants  
(Firm's Registration No. 0031095)



*(Signature)*  
Gopikrishna Chowdary Manchinnella  
Partner  
Membership No. 235528

Place: Hyderabad  
Date: 15.09.2020  
UDIN: 20235528AAAACG7410

At Hyderabad, Vijayawada, Chennai and Bangalore

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED UNAUDITED**  
**FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF  
**POWER MECH PROJECTS LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited financial results of **POWER MECH PROJECTS LIMITED** ("the Parent") and its Subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit/(loss) after tax and total comprehensive income/(loss) of its joint ventures for the Quarter ended 30<sup>th</sup> June, 2020 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement which is the responsibility of the Parent Company's Management and approved by the Parents Company's Board of Directors in their meeting held on 15<sup>th</sup> September, 2020, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. a) We conducted our review of the Statement 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. 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.  
  
b) We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. The figures shown in the columns "Quarter ended 30.6.2019" have been traced from the respective results reviewed by the other auditors.





**K.S. Rao & Co**  
**Chartered Accountants**

At Hyderabad, Vijayawada, Chennai and Bangalore

5. Apart from the Parent company, the consolidated unaudited financial results includes the following subsidiaries and Joint ventures.

<b>Name of the entity</b>	<b>Relationship</b>
Hydro Magus Private Limited	Subsidiary (Indian)
Power Mech Industri Private Limited	Subsidiary (Indian)
Power Mech BSCPL Consortium Private Limited	Subsidiary (Indian)
Power Mech – SSA Structures (P) Limited	Subsidiary (Indian)
Aasham Avenues (P) Limited	Subsidiary (Indian)
Power Mech Environmental Protection Private Limited	Subsidiary (Indian)
Power Mech Projects LLC	Subsidiary (Foreign)
Power Mech Projects (BR) FZE	Subsidiary (Foreign)
Power Mech – Khilari JV (AOP)	Joint Venture (India)
PMPL-STIS JV (AOP)	Joint Venture (India)
Power Mech – ACPL JV (AOP)	Joint Venture (India)
GTA Power Mech Nigeria Limited	Joint venture (Foreign)
GTA power Mech DMCC	Joint venture (Foreign)
GTA Power Mech FZE	Subsidiary of JV (foreign)
Mas Power Mech Arabia	Associate (Foreign)

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the 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.



**K.S. Rao & Co**  
**Chartered Accountants**

At Hyderabad, Vijayawada, Chennai and Bangalore

7. The consolidated unaudited financial results includes the financial results of 2 overseas subsidiary and 2 overseas Joint Venture whose financial statements have not been reviewed by their auditors. These unaudited results also includes financial results of 5 Indian subsidiary companies and 3 Indian Joint Ventures which have been reviewed by other auditors. Also, these Consolidated Unaudited financial results includes the financials results of 1 foreign associate whose financial statements have not been reviewed by their auditors.

The financial results includes total revenues of Rs. 286.64 mn, total net profit after tax Rs. 35.19 mn and total comprehensive income of Rs. 37.13 mn for the quarter ended 30<sup>th</sup> June, 2020 of 2 overseas subsidiaries which have not been reviewed by their auditors. The consolidated financial results also includes groups share of net profit of Rs. 1.96 mn and total comprehensive income of Rs. 1.96 mn for the quarter ended 30<sup>th</sup> June, 2020 as considered in consolidated financial results in respect of 2 overseas joint venture which have not been reviewed by their auditors.

The financial results also includes total revenues of Rs. 83.30 mn, total net loss after tax Rs. 4.49 mn and total comprehensive loss of Rs. 4.49 mn for the quarter ended 30<sup>th</sup> June, 2020 of 5 Indian subsidiary companies which have been reviewed by other auditors. The financial results also includes groups share of net profit after tax of Rs. 1.35 mn and total comprehensive income of Rs. 1.35 mn for the quarter ended 30<sup>th</sup> June, 2020 of 3 Indian Joint Ventures which have been reviewed by other auditors.

These financial results also includes groups share of net loss after tax Rs. 30.21 mn and total comprehensive loss of Rs. 30.21 mn for the quarter ended 30<sup>th</sup> June, 2020 of 1 foreign associate which has not been reviewed by other auditors.

These unaudited financial results and other unaudited financial information have been approved and furnished to us by the management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and joint venture is based solely on the accounts certified by the management and the procedures performed by us as stated in paragraph 3 (a) above. The Holding Company's Management has converted the financial statements of such companies located outside India from accounting policies generally accepted in their respective countries to accounting policies generally accepted in India. According to the information and explanations given to us by the Management, these financial results and other financial information as reflected in the consolidated unaudited financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For K.S. Rao & Co  
Chartered Accountants  
(Firm's Registration No. 0031095)



*[Handwritten Signature]*

Gopikrishna Chowdary Manchinella  
Partner

Membership No. 235528

Place: Hyderabad

Date: 15.09.2020

UDIN: 20235528AAAACH8691