

**MBL Infrastructures Ltd.**

(CIN-L27109DL1995PLC338407)

Registered & Corporate Office: Baani Corporate One, Suite No. 308, 3rd Floor,  
Plot No. 5, Commercial Centre, Jasola, New Delhi - 110025

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**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020**  
(Rs. in Lakhs except earnings per share data)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Income</b>						
a. Revenue from Operation	3,893	3,072	2,988	8,090	9,073	16,621
b. Other Income	2,189	2,376	2,262	7,264	6,592	8,582
<b>Total Income</b>	<b>6,082</b>	<b>5,448</b>	<b>5,250</b>	<b>15,354</b>	<b>15,665</b>	<b>25,203</b>
<b>2 Expenses</b>						
a. Cost of Materials Consumed	933	1,084	281	2,211	1,654	2,212
b. Direct Labour, Sub-Contracts etc	703	406	664	1,230	1,560	2,054
c. Employee Benefits Expense	150	146	232	405	644	714
d. Finance Costs	180	180	2,784	541	600	769
e. Depreciation and Amortisation Expense	355	352	360	1,058	1,080	1,430
f. Other Expenses	3,659	3,182	442	9,631	8,833	16,387
<b>Total Expenses</b>	<b>5,980</b>	<b>5,350</b>	<b>4,763</b>	<b>15,076</b>	<b>14,371</b>	<b>23,566</b>
<b>3 Profit / (Loss) before Exceptional Item and Tax ( 1- 2)</b>	<b>102</b>	<b>98</b>	<b>487</b>	<b>278</b>	<b>1,294</b>	<b>1,637</b>
4 Exceptional Items	-	-	-	-	-	28,467
<b>5 Profit/(Loss) before Tax ( 3+4)</b>	<b>102</b>	<b>98</b>	<b>487</b>	<b>278</b>	<b>1,294</b>	<b>30,104</b>
<b>6 Tax Expense</b>						
a. Current Tax	-	-	-	-	-	-
b. Deferred Tax	(8,856)	(596)	(207)	(11,029)	(458)	(5,328)
c. Income Tax for Earlier years	-	(3,497)	-	(3,497)	-	-
<b>7 Profit / (Loss) for the period (5-6)</b>	<b>8,958</b>	<b>4,191</b>	<b>694</b>	<b>14,804</b>	<b>1,752</b>	<b>35,432</b>
<b>8 Other Comprehensive Income</b>						
a. Items that will not be reclassified to profit & Loss	-	2	3	3	9	6
b. Income Tax relating to items that will not be reclassified to profit & Loss	-	-	(1)	(1)	(3)	(2)
<b>Total Other Comprehensive Income for the period (8)</b>	<b>-</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>6</b>	<b>4</b>
<b>9 Total Comprehensive Income for the period (7+8)</b>	<b>8,958</b>	<b>4,193</b>	<b>696</b>	<b>14,806</b>	<b>1,758</b>	<b>35,436</b>
<b>10 Paid up Equity Share Capital (Face value of 10 each)</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>
<b>11 Other Equity</b>	-	-	-	-	-	96,978
<b>12 Earnings per Equity (EPS) (in Rs.)</b>						
a. EPS before Exceptional Items (Basic and Diluted) (in Rs.)	8.55	4.00	0.66	14.13	1.68	6.65
b. EPS after Exceptional Items (Basic and Diluted) (in Rs.)	8.55	4.00	0.66	14.13	1.68	33.83



## Notes

- 1 The above standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The standalone financial results of the Company have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company in their meeting held on February 13, 2021. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 The Resolution Plan of the Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending. The financial results have been prepared on going concern basis. In an unlikely event of ultimate rejection of the Resolution Plan, the Company may go under liquidation and not remain a going concern. Consequently the financial results may have to be restated.
- 3 The Company has as at December 31, 2020 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (December 31, 2019; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (December 31, 2019; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non-Current Investment amounting to Rs.5,110.00 lakhs (December 31, 2019; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred losses due to cancellation/termination of the projects and net worth of above entities as at December 31, 2020 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in above subsidiaries as good and recoverable.
- 4 The Company has as at December 31, 2020 Non-Current Investment amounting to Rs.2,984 lakhs (December 31, 2019; Rs.2,984 lakhs) in its wholly owned subsidiary company MBL Projects Ltd. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. The subsidiary holds shares in downstream SPVs in which projects were cancelled/ terminated. Claims have been filed against cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, has considered the investment in above subsidiary as good and recoverable.
- 5 The Company has as at December 31, 2020 Non-Current Investment amounting to Rs.18,505 lakhs (December 31, 2019; Rs.18,505 lakhs) in its wholly owned subsidiary company Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective February 17, 2019. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. Based on TEV study report; certain estimates like future business plan; growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, considering the investment in above subsidiary as good and recoverable.
- 6 The Company has recognised deferred tax asset amounting to Rs.8856 lakhs and Rs.11,029 lakhs (December 31, 2019; Rs.458 lakhs and Rs.207 lakhs) for the quarter and nine months ended December 31, 2020 corresponding to carry forward unused tax losses pursuant to the provisions of Indian Accounting Standard 12 "Income Taxes". The management is confident that there are convincing evidences viz. opportunities available in the areas of its core competence; bidding/pre-qualification limit; conducive government policies and market conditions; TEV Study, approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which carried forward unused tax losses can be utilised by the Company.
- 7 The Government of India inserted section 115BAA in the Income Tax Act, 1961 vide the Taxation Law (Amendment) Ordinance, 2019 on September 20, 2019 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective from April 01, 2019 subject to certain conditions. The Company has not exercised the option permitted under section 115BAA in the financial statement for the year ended March 31, 2020 and six months ended September 30, 2020. However, the Company has opted the above option w.e.f April 01, 2019 at the time of filing of Income tax return for the Assessment Year 2020-21. This has resulted in recognition of excess deferred tax assets for the year ended March 31, 2020 and six months period ended September 30, 2020 amounting to Rs.3,481 lakhs and Rs.443 lakhs respectively. The same has been reversed during the quarter ended December 31, 2020. There is no impact on current tax due to exercise of above option.
- 8 The Company has claims in respect of cost over-runs arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Company is reasonably certain of their realisation.
- 9 The Company is engaged in Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 10 The Company's operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 11 The outbreak of COVID 19 had impacted the operations of the Company. Execution of contracts undertaken by the Company were temporarily suspended during the lock down. The operations of the Company were affected by way of interruption in construction activities, supply chain disruption, unavailability of personnel, closure/lockdown of various other activities, etc. As per directions of Ministry of Home Affairs ("MHA"), collection of toll of two SPVs of the Company was suspended w.e.f March 25/26, 2020 till April 19, 2020 mid-night and commenced w.e.f April 20, 2020. The construction activities has commenced in a phased manner after implementation of the standard protocols in line with the directives of the authorities.  
The Company has considered various external and internal information upto the date of approval of these financial results for assessing, inter-alia, the recoverability of investments, trade receivables, other assets, project work in progress and inventories. The management expects to recover the carrying amount of these assets based on the current indication of future economic conditions.  
The results for the quarter are, to that extent, not objectively comparable with those of the corresponding previous period. The future impact of the COVID-19 is uncertain and unpredictable including its spread and duration, the management of the Company will continue to monitor the socio-economic situation as it unfolds and any material fallouts it could have on the business operations going forward. The Company has exercised protections available to it as per the various contractual provisions to reduce the impact of COVID 19. Revenue in respect of claims pertaining to COVID-19 will be recognised when the Company would be reasonably certain of their quantification and realisation.
- 12 As part of the approved Resolution Plan there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the resolution plan by financial creditors. As the Financial creditors are yet to implement the approved Resolution Plan, interest etc. have not accrued to them. Accordingly, no provision for interest amounting to Rs.514 lakhs and Rs.1,543 lakhs (December 31, 2019; Rs.876 lakhs and Rs.1,972 lakhs) has been made for the quarter and nine months ended December 31, 2020.
- 13 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 14 All figures are in lakhs except earnings per share. Figures in ( ) denote negative/decrease.



SARC/VK/036

**Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of MBL Infrastructures Limited**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **MBL Infrastructures Limited** ("the Company") for the quarter and nine months ended December 31, 2020 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (as amended).
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") 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.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder 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.



## Emphasis of Matters

We draw attention to:

- a. Note No.2 regarding the Resolution Plan of the Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) approved by Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending.

The financial results have been prepared on going concern basis. In an unlikely event of ultimate rejection of the Resolution Plan, the Company may go under liquidation and not remain a going concern. Consequently, the financial results may have to be restated.

- b. Note No.3 regarding the Company has as at December 31, 2020 (i) Non-Current Investment amounting to Rs.1,000.00 lakhs (December 31, 2019; Rs.1,000.00 lakhs) in MBL (MP) Road Nirman Company Limited; (ii) Non-Current Investment amounting to Rs.1,200.00 lakhs (December 31, 2019; Rs.1,200.00 lakhs) in AAP Infrastructure Limited; (iii) Non-Current Investment amounting to Rs.5,110.00 lakhs (December 31, 2019; Rs.5,110.00 lakhs) in MBL Highway Development Company Limited. All the above entities are wholly owned by the Company along with its wholly owned subsidiary Company, MBL Projects Ltd and have incurred losses due to cancellation/termination of the projects and net worth of above entities as at December 31, 2020 have been fully eroded. The net worth of these subsidiaries does not represent true market value of the underlying investment/assets. Claims have been filed against the cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of the cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investments and, therefore, has considered the investment in above subsidiaries as good and recoverable.
- c. Note No.4 regarding the Company has as at December 31, 2020 Non-Current Investment amounting to Rs.2,984 lakhs (December 31, 2019; Rs.2,984 lakhs) in its wholly owned subsidiary company MBL Projects Ltd. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. The subsidiary holds shares in downstream SPVs in which projects were cancelled/ terminated. Claims have been filed against cancellation/termination of the projects. These claims are based on the terms & conditions implicit in the contract in respect of cancelled/terminated projects. Considering the contractual tenability; legal advice obtained and progress of arbitration/ litigation, the management is confident of recovery of these claims. In view of this, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, has considered the investment in above subsidiary as good and recoverable.



- d. Note No.5 regarding the Company has as at December 31, 2020 Non-Current Investment amounting to Rs.18,505 lakhs (December 31, 2019; Rs.18,505 lakhs) in its wholly owned subsidiary company Suratgarh Bikaner Toll Road Company Private Limited which has started toll operations effective February 17, 2019. The net worth of the subsidiary does not represent true market value of the underlying investment/assets. Based on TEV study report; certain estimates like future business plan; growth prospects and other factors, the management is confident that the realisable amount is higher than the carrying value of the investment and, therefore, considering the investment in above subsidiary as good and recoverable.
- e. Note No.6 regarding the Company has recognised deferred tax asset amounting to Rs.8,855 lakhs and Rs.11,028 lakhs (December 31, 2019; Rs.207 lakhs and Rs.458 lakhs) for the quarter and nine months ended December 31, 2020 corresponding to carry forward unused tax losses pursuant to the provisions of Indian Accounting Standard 12 "Income Taxes". The management is confident that there are convincing evidences viz. opportunities available in the areas of its core competence; bidding/pre-qualification limit; conducive government policies and market conditions; TEV Study, approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which carried forward unused tax losses can be utilised by the Company.
- f. Note No.11 regarding the Company's management assessment of the financial impact of the outbreak of Coronavirus (COVID-19) pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon the circumstances as they evolve.

Our conclusion is not modified in respect of above matters.

**For SARC & Associates**

Chartered Accountants

ICAI Firm Registration No.006085N



**Kamal Aggarwal**

Partner

Membership No.: 090129

UDIN No.: 21090129AAAAAC7652



Place: New Delhi

Dated: February 13, 2021

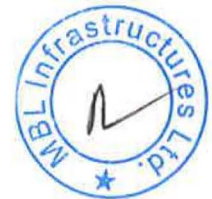
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**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED AND NINE MONTHS ENDED DECEMBER 31, 2020**

(Rs. in Lakhs except earnings per share data)

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	( Unaudited)	( Unaudited)	( Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Income</b>						
a. Revenue from Operation	5,693	4,647	4,612	12,586	12,748	21,276
b. Other Income	2,448	2,778	2,204	8,007	7,641	10,281
<b>Total Income</b>	<b>8,141</b>	<b>7,425</b>	<b>6,816</b>	<b>20,593</b>	<b>20,389</b>	<b>31,557</b>
<b>2 Expenses</b>						
a. Cost of Materials Consumed	933	1,084	280	2,211	1,653	2,212
b. Direct Labour, Sub-Contracts etc	704	409	664	1,234	1,560	2,096
c. Employee Benefits Expense	324	321	445	898	1,109	1,359
d. Finance Costs	1,621	1,607	1,778	4,819	5,578	6,614
e. Depreciation and Amortisation Expense	1,605	1,481	1,549	4,291	3,749	5,461
f. Other Expenses	4,018	3,353	3,222	10,453	9,631	21,075
<b>Total Expenses</b>	<b>9,205</b>	<b>8,255</b>	<b>7,938</b>	<b>23,906</b>	<b>23,280</b>	<b>38,817</b>
<b>3 Profit / (Loss) before Exceptional Item and tax ( 1- 2)</b>	<b>(1,064)</b>	<b>(830)</b>	<b>(1,122)</b>	<b>(3,313)</b>	<b>(2,891)</b>	<b>(7,260)</b>
4 Exceptional Items	-	945	-	945	-	28,467
<b>5 Profit/(Loss) before Tax ( 3+4)</b>	<b>(1,064)</b>	<b>115</b>	<b>(1,122)</b>	<b>(2,368)</b>	<b>(2,891)</b>	<b>21,207</b>
<b>6 Tax Expense</b>						
a. Current Tax	-	-	-	-	-	-
b. Deferred Tax	(8,846)	(614)	(199)	(11,016)	(439)	(5,314)
c. Income tax for earlier years	-	(3,497)	-	(3,497)	-	-
<b>7 Profit / (Loss) for the period (5-6)</b>	<b>7,782</b>	<b>4,226</b>	<b>(923)</b>	<b>12,145</b>	<b>(2,452)</b>	<b>26,521</b>
<b>8 Other Comprehensive Income</b>						
a. Items that will not be reclassified to profit & Loss	1	4	3	4	9	6
b. Income Tax relating to items that will not be reclassified to profit & Loss	(1)	(2)	(1)	(2)	(3)	(2)
<b>Total Other Comprehensive Income for the period (8)</b>	<b>-</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>6</b>	<b>4</b>
<b>9 Total Comprehensive Income for the period (7+8)</b>	<b>7,782</b>	<b>4,228</b>	<b>(921)</b>	<b>12,147</b>	<b>(2,446)</b>	<b>26,525</b>
<b>10 Paid up Equity Share Capital (Face value of 10 each)</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>	<b>10,475</b>
<b>11 Other Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>65,185</b>
<b>12 Earnings per Equity (EPS) (in Rs.)</b>						
a. EPS before Exceptional Items (Basic and Diluted) (In Rs.)	7.43	3.13	(0.88)	10.69	(2.33)	(1.85)
b. EPS after Exceptional Items (Basic and Diluted) (In Rs.)	7.43	4.04	(0.88)	11.60	(2.33)	25.32



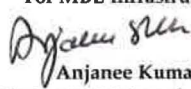
## Notes


- 1 MBL Infrastructures Ltd. ('the Holding Company') and its subsidiaries are together referred to as 'the Group' in the following notes. These above consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Companies (Indian Accounting Standards) Rules, 2015 as amended. The consolidated financial results of the Group have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Holding Company in their meeting held on February 13, 2021. The same have also been subjected to Limited Review by the Statutory Auditors.
- 2 The Resolution Plan of the Holding Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) was approved by Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending. The financial results have been prepared on going concern basis. In an unlikely event of ultimate rejection of the Resolution Plan, the Holding Company may go under liquidation and not remain a going concern. Consequently the financial results may have to be restated.
- 3 The Group has recognised deferred tax asset amounting to Rs.8,846 lakhs and Rs.11,016 lakhs (December 31, 2019; Rs.199 lakhs and Rs.439 lakhs) for the quarter and nine months ended December 31, 2020 corresponding to carry forward unused tax losses pursuant to the provisions of Indian Accounting Standard 12 "Income Taxes". The management is confident that there are convincing evidences viz. opportunities available in the areas of its core competence; bidding/pre-qualification limit; conducive government policies and market conditions; TEV Study, approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which carried forward unused tax losses can be utilised by the Company.
- 4 The Government of India inserted section 115BAA in the Income Tax Act, 1961 vide the Taxation Law (Amendment) Ordinance, 2019 on September 20, 2019 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective from April 01, 2019 subject to certain conditions. The Company has not exercised the option permitted under section 115BAA in the financial statement for the year ended March 31, 2020 and six months ended September 30, 2020. However, the Company has opted the above option w.e.f April 01, 2019 at the time of filing of Income tax return for the Assessment Year 2020-21. This has resulted in recognition of excess deferred tax assets for the year ended March 31, 2020 and six months period ended September 30, 2020 amounting to Rs.3,481 lakhs and Rs.443 lakhs respectively. The same has been reversed during the quarter ended December 31, 2020. There is no impact on current tax due to exercise of above option.
- 5 The Group has claims in respect of cost over-run arising due to client responsibility delays, client's suspension of projects, deviation in design, change in scope of work etc., which are at various stages of negotiation/ discussion with the clients/ arbitration/litigation. The realisability of these claims are estimated based on contractual terms, historical experience with similar claims as well as legal opinion obtained from internal and external experts, wherever necessary. Revenue in respect of claim is recognised to the extent the Group is reasonably certain of their realisation.
- 6 Exceptional item is due to One Time Settlement of Term Loan by a wholly owned subsidiary company with a Bank.
- 7 The Group is engaged in Construction/Project activities which are seasonal in nature and the margins vary based on the accrual of cost and recognition of income in different quarters due to nature of business or events which lead to revision in cost to complete.
- 8 The Group operations consist of construction/project activities and there are no other reportable segments under Indian Accounting Standard 108 - Operating Segments.
- 9 The outbreak of COVID 19 had impacted the operations of the Group. Execution of contracts undertaken by the Group were temporarily suspended during the lock down. The operations of the Group were affected by way of interruption in construction activities, supply chain disruption, unavailability of personnel, closure/lockdown of various other activities, etc. As per directions of Ministry of Home Affairs ("MHA"), collection of toll of two SPVs of the Group was suspended w.e.f. March, 25/26, 2020 till April 19, 2020 mid-night and commenced w.e.f. April 20, 2020. The construction activities has commenced in a phased manner after implementation of the standard protocols in line with the directives of the authorities.  
The Group has considered various external and internal information upto the date of approval of these financial results for assessing, inter-alia, the recoverability of investments, trade receivables, other assets, project work in progress and inventories. The management expects to recover the carrying amount of these assets based on the current indication of future economic conditions.  
The results for the quarter are, to that extent, not objectively comparable with those of the corresponding previous period. The future impact of the COVID-19 is uncertain and unpredictable including its spread and duration, the management of the Company will continue to monitor the socio-economic situation as it unfolds and any material fallouts it could have on the business operations going forward. The Group has exercised protections available to it as per the various contractual provisions to reduce the impact of COVID 19. Revenue in respect of claims pertaining to COVID-19 will be recognised when the the Group would be reasonably certain of their quantification and realisation.
- 10 The Group reports consolidated financial results on quarterly basis as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The standalone financial results are available on Company's website viz www.mblinfra.com and on website of BSE (www.bseindia.com) and NSE (www.nseindia.com). The specified items of the standalone financial results of the Company for the quarter and nine months ended December 31, 2020 are given below:

Particulars	Rs in lakhs					
	Quarter Ended			Nine Months Ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue	6,082	5,448	5,250	15,354	15,665	25,203
Profit/ (Loss) Before Exceptional Items & Tax	102	98	487	278	1,294	1,637
Profit/ (Loss) Before Tax	102	98	487	278	1,294	30,104
Profit/ (Loss) for the Period/ Year	8,958	4,191	694	14,804	1,752	35,432

- 11 As part of the approved Resolution Plan of the Holding Company there is waiver of interest/penal interest/interest on interest/other penal charges on the delayed payments from the date of NPA till the implementation of the resolution plan by financial creditors. As the lenders are yet to implement the package, interest etc. have not accrued to them. Accordingly, no provision for interest amounting to Rs.514 lakhs and Rs.1,543 lakhs (December 31, 2019; Rs.876 lakhs and Rs.1,972 lakhs) has been made for the quarter and nine months ended December 31, 2020.
- 12 Figures for the previous period/quarter have been reworked/regrouped/recasted, wherever considered necessary.
- 13 All figures are in lakhs except earnings per share. Figures in ( ) denote negative/decrease.

Date: February 13, 2021  
Place: New Delhi

For MBL Infrastructures Ltd.  
  
Anjanee Kumar Lakhotia  
Chairman & Managing Director  
DIN 00357695



SARC/VK/037

**Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of MBL Infrastructures Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **MBL Infrastructures Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and nine months ended December 31, 2020 ("the Statement"), being submitted by the Holding Company 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 Holding Company's Management and approved by the Holding Company's Board of Directors has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") 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.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This Standard requires that we plan to perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act 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.

We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. The Statement includes the financial results of the entities listed in Annexure A.
5. Based on our review conducted as above, and based on the consideration of the review reports of the other auditors referred in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in



accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under section 133 of the Act read with relevant rules issued thereunder 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.

## 6. Emphasis of Matters

We draw attention to:

- a. Note No.2 regarding the Resolution Plan of the Holding Company under the Insolvency & Bankruptcy Code, 2016 (IBC, 2016) approved by Hon'ble National Company Law Tribunal ("NCLT"), Kolkata by its order dated April 18, 2018. The appeals filed by some of the banks were dismissed by Hon'ble National Company Law Appellate Tribunal ("NCLAT") by its order dated August 16, 2019 and the Resolution Plan was upheld. One of the dissenting financial creditors with 4.01% of voting share has filed a civil appeal with Hon'ble Supreme Court against the order of Hon'ble NCLAT, which is pending.

The financial results have been prepared on going concern basis. In an unlikely event of ultimate rejection of the Resolution Plan, the Holding Company may go under liquidation and not remain a going concern. Consequently, the financial results may have to be restated.

- b. Note No.3 regarding the Group has recognised deferred tax asset amounting to Rs.8,845 lakhs and Rs.11,015 lakhs (December 31, 2019; Rs.199 lakhs and Rs.439 lakhs) for the quarter and nine months ended December 31, 2020 corresponding to carry forward unused tax losses pursuant to the provisions of Indian Accounting Standard 12 "Income Taxes". The Group is confident that there are convincing evidences viz. opportunities available in the areas of its core competence; bidding/pre-qualification limit; conducive government policies and market conditions; TEV Study, approved Resolution Plan etc., based on which it is inferred that sufficient taxable profit will be available against which carried forward unused tax losses can be utilised by the Group.
- c. Note No.9 regarding the Company's management assessment of the financial impact of the outbreak of Coronavirus (COVID-19) pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon the circumstances as they evolve.

Our conclusion is not modified in respect of above matters.

Auditors of one of the subsidiary company i.e. Suratgarh Bikaner Toll Road Company Private Limited in his report on financial results for the quarter and nine months ended



December 31, 2020 have drawn emphasis of matter paragraphs and incorporated by us as under:

- a) Reconciliations and confirmation of loan liabilities being account classified as Non-Performing Assets (NPA) by the Banks, however in Ind-AS Financial Statements, the same is shown both under Short-term & Long-term borrowings on the basis of original Sanction letter.
- b) Reliance has been placed on resolution plan which has been submitted by the Company to its lenders which is prepared on the basis of TEV study conducted by external agency and accordingly in the opinion of the management, there is no impairment of assets and there is no doubt on Company's ability to continue as a going concern.

Our conclusion is not modified in respect of above matters.

7. We did not review the interim financial results of 8 subsidiaries included in the consolidated unaudited financial results, whose interim financial results (before eliminating intra-group transactions) reflects total revenue of Rs.2,319 lakhs and Rs.5,809 lakhs, total net loss after tax of Rs.1,173 lakhs and Rs.2,660 lakhs and total comprehensive income (net) of Rs.Nil and Rs.Nil for the quarter and nine months ended December 31, 2020 respectively, as considered in the unaudited consolidated financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the unaudited consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of other auditors and the procedures performed by us as stated in paragraph 3 above.

**For SARC & Associates**  
Chartered Accountants  
ICAI Firm Registration No.006085N

  
**Kamal Aggarwal**

Partner  
Membership No.: 090129  
UDIN No.: 21090129AAAA CD8306



Place: New Delhi  
Dated: February 13, 2021

## Annexure A

### List of entities included in the Statement

Name of the Entity	Relationship
Suratgarh Bikaner Toll Road Company Private Limited	Wholly Owned Subsidiary
MBL (MP) Toll Road Company Limited	Wholly Owned Subsidiary
MBL Projects Limited	Wholly Owned Subsidiary
AAP Infrastructures Limited	Wholly Owned Subsidiary
MBL Highway Development Company Limited	Wholly Owned Subsidiary
MBL (MP) Road Nirman Company Limited	Wholly Owned Subsidiary
MBL (Udaipur Bypass) Road Limited	Wholly Owned Subsidiary
MBL (Haldia) Toll Road Company Limited	Wholly Owned Subsidiary

