



**KNR Constructions Limited.**

Dated 18<sup>th</sup> August 2020

Ref: KNRCL/SD/2020/99 & 100

To  
BSE Limited  
P J Towers, Dalal Street,  
Fort, MUMBAI - 400001

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

BSE Code: 532942

NSE Symbol: KNRCON

Sir,

Sub: - Proceedings of the Board Meeting

With reference to the above, we wish to inform you that in the just concluded Meeting of the Board of Directors of the Company, inter-alia following items were resolved:-

1. Considered and approved the Un-audited Financial Results (Standalone & Consolidated) for the Quarter ended 30th June 2020.
2. Limited Review report on Standalone & Consolidated financials for the Quarter ended 30th June 2020 issued by the Statutory Auditors.
3. Decided to Call for 25<sup>th</sup> Annual General Meeting on Monday, the 28<sup>th</sup> September 2020.
4. Book Closure was decided from 22<sup>nd</sup> September 2020 to 28<sup>th</sup> September 2020 (both days inclusive) for the purpose of AGM.

We hereby declare that the Limited Review Report in respect of Standalone & Consolidated Financial Statements for Quarter Ended 30<sup>th</sup> June 2020 are unmodified

This is for your information and records.

Yours sincerely,

for KNR Constructions Limited

*M. V. Venkata Rao*  
M. V. VENKATA RAO  
Company Secretary



# KNR CONSTRUCTIONS LIMITED

CIN: L74210TG1995PLC130199

Regd. Office: KNR House, 3rd & 4th Floor, Plot No: 114, Phase-I, Kavuri Hills, Hyderabad - 500 033  
Ph: 040 -40268759 /61 /62 Fax: 040-40268760; website: knrcl.com; E-mail: investors@knrcl.com

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rupees In Lakhs, except share data)

Sl. No.	PARTICULARS	STANDALONE			
		Quarter ended		Year ended	
		June 30	March 31	June 30	March 31
		2020	2020	2019	2020
		Unaudited	Audited	Unaudited	Audited
1.	Revenue from Operations (Refer note : 6)	47,936.83	67,555.98	46,460.28	224,423.89
2.	Other Income (Refer note : 6)	610.17	727.90	1,677.57	5,658.86
3.	<b>Total income (1+2)</b>	<b>48,547.00</b>	<b>68,283.88</b>	<b>48,137.85</b>	<b>230,082.75</b>
4.	<b>Expenses</b>				
	a) Cost of materials consumed	18,985.40	22,000.90	18,598.63	75,328.14
	b) Sub contract Expenses	4,098.07	1,074.47	4,143.27	7,700.73
	c) Spreading & Assortment Expenses	8,417.70	17,728.40	7,790.16	52,470.79
	d) Employee benefits expense	2,776.21	3,149.66	2,714.02	12,521.92
	e) Finance Costs	1,021.41	1,445.71	903.82	4,741.07
	f) Depreciation and amortization expense	3,309.48	5,376.26	3,887.40	19,184.77
	g) Other expenses	4,226.05	8,914.46	4,212.08	27,695.32
	<b>Total Expenses (a to g)</b>	<b>42,834.32</b>	<b>59,689.86</b>	<b>42,249.38</b>	<b>199,642.74</b>
5.	<b>Profit / (loss) before exceptional items and tax (3 - 4)</b>	<b>5,712.68</b>	<b>8,594.02</b>	<b>5,888.47</b>	<b>30,440.01</b>
6.	Exceptional Items (Refer note: 4 & 5)	-	-	-	1,072.14
7.	<b>Profit / (loss) before tax (5 - 6)</b>	<b>5,712.68</b>	<b>8,594.02</b>	<b>5,888.47</b>	<b>29,367.87</b>
8.	<b>Tax Expense</b>				
	Current Tax	2,206.19	3,139.33	1,400.59	9,774.20
	Tax relating to earlier years	-	-	-	6.45
	MAT credit entitlement	-	-	-	-
	Deferred Tax	(472.46)	(1,265.84)	(283.87)	(2,935.09)
	<b>Total Tax Expense</b>	<b>1,733.73</b>	<b>1,873.49</b>	<b>1,116.72</b>	<b>6,845.56</b>
9.	<b>Net Profit/(Loss) after tax (7 - 8)</b>	<b>3,978.95</b>	<b>6,720.53</b>	<b>4,771.75</b>	<b>22,522.31</b>
10.	Other Comprehensive Income (OCI) [Net of tax]	(9.59)	(38.08)	(0.20)	(38.66)
11.	<b>Total Comprehensive Income (9+10)</b>	<b>3,969.36</b>	<b>6,682.45</b>	<b>4,771.55</b>	<b>22,483.65</b>
12.	Paid up equity share capital (Face Value Rs.2/- per share)	2,812.35	2,812.35	2,812.35	2,812.35
13.	Other Equity				159,576.49
14.	<b>Earnings Per Share (EPS)</b>				
	a. Basic EPS Rs.	2.83*	4.78*	3.39*	16.02
	b. Diluted EPS Rs.	2.83*	4.78*	3.39*	16.02

\* Not annualised

*K. N. Reddy*



# KNR CONSTRUCTIONS LIMITED

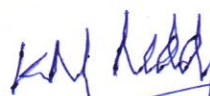
CIN: L74210TG1995PLG130199

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Ph: 040 -40268759 /61 /62 Fax: 040-40268760; website: knrcl.com; E-mail: investors@knrcl.com

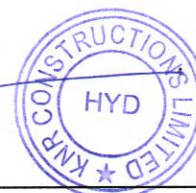
## Notes:

1. The above Standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on August 18, 2020.
2. The above results are in compliance with the Indian Accounting Standards (IND AS) specified under the section 133 of the Companies Act, 2013 read with SEBI circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016 & amendments thereto and have been subjected to limited review by the Statutory Auditor of the Company.
3. The Standalone figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and unaudited published year to date standalone figures up to Nine months ended December 31, 2019.
4. During the year ended March 31, 2020, One of the wholly owned subsidiary i.e. KNR Chidambaram Infra Pvt Ltd., (KCIPL), has been notified by NHAI that the Concession Agreement of the KCIPL is deemed terminated w.e.f., 11th April, 2019 "as per clause 4.5 of the Concession Agreement". The Company has written off its investments in KCIPL amounting to Rs. 835.00 lakhs and written back its liabilities to the tune of Rs. 434.39 lakhs, accordingly the net impact of Rs. 400.61 lakhs was shown as exceptional items in the Statement of Profit and Loss, accordingly the EPC Contract has also been deemed terminated.
5. For the year ended March 31, 2020, the Company has entered into a Share Purchase Agreement ("the SPA") with CUBE Highways and Infrastructure III pte.ltd for sale of its 100% share holding in one of its subsidiary i.e. KNR Walayar Tollways Pvt Ltd., (KWTP) on 09-01-2020 for an Enterprise value of Rs. 529.27 Crores and accordingly the company has Impaired its investment for an amount of Rs. 671.53 lakhs, which was shown as exceptional items in the Statement of Profit and Loss. The Proposed transaction is subject to certain conditions precedent including approvals from Lenders and NHAI.
6. During the year ended March 31, 2020 the Company has received an Arbitration claim in one of the project for an amount of Rs. 6,170.91 lakhs (includes Interest of Rs. 2,263.04 lakhs) respectively, with respect to the above claim an amount Rs. 1,216.36 lakhs has been adjusted against existing Company Receivables and an amount of Rs. 510.89 lakhs has been accounted towards expenditure.
7. The Company has entered into Share Purchase Agreements (the "SPAs") with Cube Highways and Infrastructure III Pte. Ltd. (the "Investor") for the following 3 wholly owned subsidiaries (the "SPVs") of HAM Projects - 1) KNR Srirangam Infra Private Limited on 28-01-2019, 2) KNR Tirumala Infra Private Limited on 11-02-2019, 3) KNR Shankarampet Projects Private Limited on 16-08-2019. Pursuant to SPAs, the Company will, in a phased manner, sell to the Investor its entire shareholding in the SPVs, subject to the shareholding transfer restrictions set out in the concession agreement (s) executed between National Highway Authority of India and the respective SPVs and subject to various regulatory and lenders' approvals.
8. The Company is primarily engaged in "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
9. The Covid-19 pandemic has impacted business operations due to lockdown and other emergency measures imposed by the State & Central Governments. The operations of the Company were impacted due to shutdown of projects and offices. The Company restarted and continue with its operations in a phased manner in line with directives from the respective authorities. Based on management's review of business operations, liquidity and financial position of the Company and current economic conditions, there is no material impact on its financial results and liquidity position as at June 30, 2020. The future assessment for Impact of Covid-19 is very uncertain due to nature and duration. The Management of the Company will continue to monitor any material changes to the Business & future economic conditions.
10. Figures for the previous year/period have been regrouped/re-classified to confirm to the figures of the current period.

For KNR Constructions Ltd.,



K.Narsimha Reddy  
Managing Director  
DIN: 00382412



Place : Hyderabad  
Date : 18-08-2020

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## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rupees In Lakhs, except share data)

Sl. No.	PARTICULARS	Quarter ended		Year ended	
		June 30	March 31	June 30	March 31
		2020	2020	2019	2020
		Unaudited	Audited	Unaudited	Audited
1.	Revenue from Operations (Refer note : 6)	52,252.59	73,014.35	53,071.57	245,168.17
2.	Other Income (Refer note : 6)	699.30	1,041.60	1,873.80	6,568.82
3.	<b>Total income (1+2)</b>	<b>52,951.89</b>	<b>74,055.95</b>	<b>54,945.37</b>	<b>251,736.99</b>
4.	<b>Expenses</b>				
	a) Cost of materials consumed	18,985.40	22,000.90	18,598.64	75,328.14
	b) Sub contract Expenses	4,098.07	1,074.47	4,143.27	7,700.73
	c) Construction cost	225.24	725.23	3,381.75	4,456.81
	d) Spreading & Assortment Expenses	8,424.47	17,745.54	7,811.20	52,555.64
	e) Employee benefits expense	2,814.44	3,189.77	2,754.11	12,692.15
	f) Finance Costs	2,917.83	3,515.43	2,367.80	11,023.08
	g) Depreciation and amortization expense	4,860.44	6,934.54	5,443.62	25,412.63
	h) Other expenses	4,697.10	9,534.73	4,800.27	30,190.84
	<b>Total Expenses (a to h)</b>	<b>47,022.99</b>	<b>64,720.61</b>	<b>49,300.66</b>	<b>219,360.02</b>
5.	<b>Profit / (loss) before exceptional items and tax (3 - 4)</b>	<b>5,928.90</b>	<b>9,335.34</b>	<b>5,644.71</b>	<b>32,376.97</b>
6.	Exceptional Items (Refer note : 4 & 5)	-	-	-	1,072.14
7.	<b>Profit / (loss) before tax (5 - 6)</b>	<b>5,928.90</b>	<b>9,335.34</b>	<b>5,644.71</b>	<b>31,304.83</b>
8.	Tax Expense				
	Current Tax	2,206.19	3,135.60	1,405.74	9,774.20
	Tax relating to earlier years	-	-	(3.39)	3.06
	Deferred Tax	(472.46)	(1,265.84)	(283.88)	(2,924.49)
	<b>Total Tax Expense</b>	<b>1,733.73</b>	<b>1,869.76</b>	<b>1,118.47</b>	<b>6,852.77</b>
9.	<b>Net Profit/(Loss) after tax (7 - 8)</b>	<b>4,195.17</b>	<b>7,465.58</b>	<b>4,526.24</b>	<b>24,452.06</b>
10.	Share of profit / (loss) of associates and joint Controlled Entity	(10.49)	567.72	(72.09)	1,142.14
11.	<b>Net Profit/(Loss) after tax and share of profit / (loss) of associates and joint controlled entity (9 + 10)</b>	<b>4,184.68</b>	<b>8,033.30</b>	<b>4,454.15</b>	<b>25,594.20</b>
	<b>Attributable to:</b>				
	Shareholders of the Company	4,668.43	8,482.14	4,289.42	26,550.58
	Non-Controlling Interest	(483.75)	(448.84)	164.73	(956.38)
12.	Other Comprehensive Income (OCI) [Net of tax]	(9.59)	(41.02)	0.03	(40.90)
13.	<b>Total Comprehensive Income (11+12)</b>	<b>4,175.09</b>	<b>7,992.28</b>	<b>4,454.18</b>	<b>25,553.30</b>
	<b>Attributable to:</b>				
	Shareholders of the Company	4,658.84	8,441.12	4,289.45	26,509.68
	Non-Controlling Interest	(483.75)	(448.84)	164.73	(956.38)
14.	Paid up equity share capital (Face Value Rs.2/- per share)	2,812.35	2,812.35	2,812.35	2,812.35
15.	Other Equity				152,404.24
16.	Earnings Per Share (EPS)				
	a. Basic EPS Rs.	3.32*	6.03*	3.05*	18.88
	b. Diluted EPS Rs.	3.32*	6.03*	3.05*	18.88

\* Not annualised


## KNR CONSTRUCTIONS LIMITED

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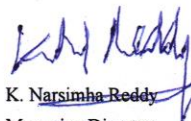
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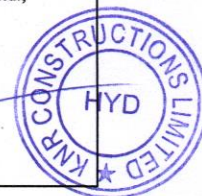
### STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

#### Notes:

1. The above consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on August 18, 2020.
2. The above consolidated financial results are in compliance with the Indian Accounting Standards (IND AS) specified under the section 133 of the Companies Act, 2013 read with SEBI circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016 & amendments thereto and have been subjected to limited review by the Statutory Auditor of the Company.
3. The consolidated figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and unaudited published year to date consolidated figures up to nine months ended December 31, 2019.
4. During the year ended March 31, 2020, One of the wholly owned subsidiary i.e. KNR Chidambaram Infra Pvt Ltd., (KCIPL), has been notified by NHAI that the Concession Agreement of the KCIPL is deemed terminated w.e.f., 11th April, 2019 "as per clause 4.5 of the Concession Agreement". The Company has written off its investments in KCIPL amounting to Rs. 835.00 lakhs and written back its liabilities to the tune of Rs. 434.39 lakhs, accordingly the net impact of Rs. 400.61 lakhs was shown as exceptional items in the Statement of Profit and Loss, accordingly the EPC Contract has also been deemed terminated.
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7. The Group is primarily engaged in "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
8. The Company has entered into Share Purchase Agreements (the "SPAs") with Cube Highways and Infrastructure III Pte. Ltd. (the "Investor") for the following 3 wholly owned subsidiaries (the "SPVs") of HAM Projects - 1) KNR Srirangam Infra Private Limited on 28-01-2019, 2) KNR Tirumala Infra Private Limited on 11-02-2019, 3) KNR Shankarampet Projects Private Limited on 16-08-2019. Pursuant to SPAs, the Company will, in a phased manner, sell to the Investor its entire shareholding in the SPVs, subject to the shareholding transfer restrictions set out in the concession agreement (s) executed between National Highway Authority of India and the respective SPVs and subject to various regulatory and lenders' approvals.
9. The Covid-19 pandemic has impacted business operations due to lockdown and other emergency measures imposed by the State & Central Governments. The operations of the Group were impacted due to shutdown of projects and offices. The Group restarted and continue with its operations in a phased manner in line with directives from the respective authorities. Based on management's review of business operations, liquidity and financial position of the Group and current economic conditions, there is no material impact on its consolidated financial results and consolidated liquidity position as at June 30, 2020. The future assessment for Impact of Covid-19 is very uncertain due to nature and duration. The Management of the Group will continue to monitor any material changes to the Business & future economic conditions.
10. Figures for the previous year/period have been regrouped/re-classified to confirm to the figures of the current period.

For KNR Constructions Ltd.,

  
K. Narsimha Reddy  
Managing Director  
DIN: 00382412



Place : Hyderabad

Date : 18-08-2020

K. P. RAO  
K. VISWANATH  
DESMOND J. REBELLO  
H. N. ANIL  
MOHAN R. LAVI  
K. P. SIDDHARTH  
V. NARAYANAN  
S. PRASHANTH  
P. RAVINDRANATH

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E-mail : info@kprao.co.in

**Independent Auditor's Limited review report on the Quarterly Unaudited Standalone Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to**

**The Board of Directors of  
KNR Constructions Limited  
Hyderabad.**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **KNR Constructions Limited** (the "Company"), which includes 14 joint operations consolidated on a proportionate basis for the quarter ended 30<sup>th</sup> June, 2020 ("the statement") being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure 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 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 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. 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 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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 Companies Act, 2013 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.



**Branches**

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Mysore : 74, 2nd Main, First Stage, Vijayanagar, Mysore - 570 017. Ph.: 0821-2517971  
Chennai : Flat 2-A, Second Floor, Shruthi 3/7, 8th Cross Street, Shastrinagar, Adayar, Chennai - 600 020. Ph.: 044- 24903137 / 45511564

4. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
5. The Statement includes the interim financial information of the joint operations listed in **Attachment A**.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors as referred in paragraph 7 below, 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.
7. **Emphasis of Matter**

We draw attention to Note No.9 to the Standalone Financial results, which describes the management's assessment of uncertainties related to COVID-19 and its consequential financial impact on operations of the Company. Our conclusion is not modified in respect of this matter.

8. We did not review the interim financial information of 8 joint operations included in the Statement whose financial information reflect total revenue (before consolidation adjustments) of Rs. 4,663.69 Lakhs and total profit after tax (before consolidation adjustments) of Rs 86.99 Lakhs for the quarter ended June 30, 2020, as considered in this Statement. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

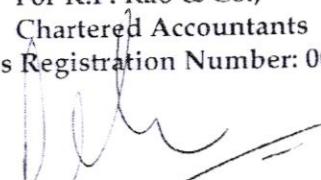
Our conclusion on the Statement is not modified in respect of this matter.



9. We did not review the interim financial information of 6 joint operations included in the Statement whose financial information reflect total revenue (before consolidation adjustments) of Rs. 0.06 Lakhs and total profit after tax (before consolidation adjustments) Nil for the quarter ended June 30, 2020, as considered in this Statement. The interim financial information of these joint operations have not been reviewed by their auditors whose financial information have been furnished to us by the Management of the Company, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on such interim financial information certified by the Management of the Company. According to the information and explanations given to us by the Management, these interim financial information are not material to the Company.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management

For K.P. Rao & Co.,  
Chartered Accountants  
Firm's Registration Number: 003135S

  
Mohan R Lavi  
Partner

Membership Number: 029340  
UDIN: 20029340AAAACW1377

Place: Bangalore  
Date: 18 August 2020





**ATTACHMENT A**

Sl No.	Name of the Entity
	<b>Joint Operations - Reviewed by other Auditors</b>
1	Patel KNR-JV
2	KNR BPL-JV
3	KNR Patel-JV
4	KNR JKM- JV
5	KNR PBEPL-JV
6	KNR SEW GVR-JV
7	BSCPL KNRCL-JV
8	KNR HES ACPL-JV
	<b>Joint Operations- not reviewed by other Auditors</b>
1	KNR SLEC-JV
2	KNR GVR-JV
3	KNR JKM Kamala-JV
4	KNR SLMI-JV
5	KNR TBPCL-JV
6	PSK KNR GVR-JV



K. P. RAO  
K. VISWANATH                      K.P. SIDDHARTH  
DESMOND J. REBELLO              V. NARAYANAN  
H.N. ANIL                              S. PRASHANTH  
MOHAN R. LAVI                      P. RAVINDRANATH

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**Independent Auditor's Limited review report on the Quarterly Unaudited Consolidated Financial Results of KNR Constructions Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to**

**The Board of Directors,  
KNR Constructions Limited,  
Hyderabad.**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of KNR Constructions Limited (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive profit of its associates and joint venture for the quarter ended June 30, 2020 (the "Statement") which includes 14 Joint Operations of the Group, 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's Management and approved by the Parent's Board of Directors, 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.
3. 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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 Companies Act, 2013 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. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



**Branches**

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5. The Statement includes the results of the entities as referred to in **Attachment A**
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, 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.
7. Emphasis of Matter

We draw attention to **Note No 9** of the Statement, which describes the management assessment of uncertainties related to COVID-19 and its consequential financial impact on operations of the Company. Our conclusion is not modified in respect of this matter.

8. We did not review the interim financial information of 8 joint operations included in the respective standalone unaudited interim financial information of the entities included in the Group, whose interim financial information reflect total revenues (before consolidation adjustments) of Rs.4,663.69 Lakhs and total net profit after tax (before consolidation adjustments) of Rs.86.99 Lakhs for the quarter ended June 30, 2020, as considered in the respective standalone unaudited interim financial information of the entities included in the Group. The interim financial information of these joint operations have been reviewed by the other auditors whose reports have been furnished to us by the Parent's Management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on the report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

We did not review the interim financial information of 10 subsidiaries included in the consolidated unaudited financial results, whose standalone unaudited interim financial information reflect total revenues (before consolidation adjustments) of Rs.22,013.98 lakhs, total net profit after tax (before consolidation adjustments) of Rs.454.94 lakhs and total comprehensive income (net) (before consolidation adjustments) of Rs.454.94 lakhs for the quarter ended June 30, 2020, as considered in the Statement. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs.4.77 lakhs for the quarter ended June 30, 2020 and total comprehensive loss (net) of Rs.10.50 lakhs for the quarter ended June 30, 2020, as considered in the Statement, in respect of 2 Associates, whose interim financial information have not been reviewed by us. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Parent's Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of these matters.



9. The consolidated unaudited financial results includes the interim financial information of 6 joint operations included in the respective standalone unaudited interim financial information of the entities included in the Group, whose interim financial information reflect total revenues (before consolidation adjustments) of Rs.0.06 Lakhs and total net profit after tax (before consolidation adjustments) Nil for the quarter ended June 30, 2020, as considered in the respective standalone unaudited interim financial information of the entities included in the Group. The interim financial information of these joint operations have not been reviewed by their auditors and whose interim financial information has been furnished to us by the Parent's Management. According to the information and explanations given to us by the Parent's Management, these interim financial information are not material to the Group.

The consolidated unaudited financial results also includes the Group's share of net profit after tax (before consolidation adjustments) is Nil and the total comprehensive income (net) (before consolidation adjustments) is Nil for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results, in respect of 1 joint venture, based on their interim financial information which have not been reviewed by their respective auditors and whose interim financial information has been furnished to us by the Parent's Management. According to the information and explanations given to us by the Parent's Management, these interim financial information are not material to the Group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Parent's Management.

For K.P. Rao & Co.,  
Chartered Accountants  
Firm's Registration Number: 0031355

Mohan R Lavi  
Partner

Membership Number: 029340  
UDIN: 20029340AAAACV1760

Place: Bangalore  
Date: 18<sup>th</sup> August, 2020



**ATTACHMENT A**

Sl No.	Name of the Entity
	<b>Subsidiaries- Reviewed by other Auditors</b>
1	KNR Agrotech and Beverages Pvt Ltd
2	KNR Infrastructure Projects Pvt Ltd
3	KNR Energy Ltd
4	KNR Walayar Tollways Private Ltd
5	KNRC Holdings and Investments Private Ltd
6	KNR Srirangam Infra Pvt Ltd
7	KNR Tirumala Infra Pvt Ltd
8	KNR Shankarampet Project Pvt Ltd
9	KNR Somwarpet Infraproject Pvt Ltd
10	KNR Palani Infra Pvt Ltd
	<b>Associates- Reviewed by other Auditors</b>
1	KNR Patel Heavy Infrastructures Ltd
2	Patel KNR Infrastructures Pvt Ltd
	<b>Joint Operations - Reviewed by other Auditors</b>
1	Patel KNR-JV
2	KNR BPL-JV
3	KNR Patel-JV
4	KNR JKM- JV
5	KNR PBEPL-JV
6	KNR SEW GVR-JV
7	BSCPL KNRCL-JV
8	KNR HES ACPL-JV
	<b>Joint Operations- not reviewed by other Auditors</b>
1	KNR SLEC-JV
2	KNR GVR-JV
3	KNR JKM Kamala-JV
4	KNR SLMI-JV
5	KNR TBPCL-JV
6	PSK KNR GVR-JV
	<b>Joint Venture- Not reviewed by other Auditor</b>
1	SEL KNR-JV

