



POWER MECH®

Date: 13.11.2019

To,
Corporate Relations Department,
BSE Limited,
PJ Towers, Dalal Street,
Fort, Mumbai – 400001

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

Dear Sir,

Sub: Outcome of Board Meeting under Regulation 33 & 30 of SEBI (Listing Regulations), 2015
Ref: BSE Scrip Code: 539302 NSE Symbol: POWERMECH

With reference to the above mentioned subject, please note that the Board of Directors in their meeting commenced at 11.15 AM and concluded at 04.45 PM have inter-alia transacted the following items of business:

1. Approved the un-audited standalone financial results for the quarter and half year ended 30.09.2019 – **Attached**.
2. Approved the un-audited consolidated financial results for the quarter and half year ended 30.09.2019. **Attached**.
3. Taken note of the Limited Review Report issued by the Statutory Auditors on the un-audited standalone and consolidated financial results for the quarter and half year ended 30.09.2019. **Attached**.

This is for your information and records.

Thanking you
For Power Mech Projects Limited

Rohit Tibrewal
Company Secretary



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 PROJECTS LIMITED

Registered & Corporate Office: Plot No.77, Jubilee Enclave, Madhapur, Hyderabad - 500 081, Telangana.

Phone: 040-30444418 CIN: L74140TG1999PLC032156, Email - cs@powermech.net, Website: www.powermechprojects.com

Statement of Unaudited Standalone financial results for the Quarter and Half year ended September 30, 2019

(Rs. in Mns)

Sl. No.	Particulars	Quarter ended			Half year ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Income						
	(a) Revenue from operations	5,120.99	4,684.42	3,800.44	9,805.41	7,119.23	17,365.69
	(b) Other income	22.16	17.91	37.32	40.07	65.28	143.65
	Total income	5,143.15	4,702.33	3,837.76	9,845.48	7,184.51	17,509.34
II	Expenses						
	(a) Cost of materials consumed	751.04	733.74	497.86	1,484.78	890.10	2,897.43
	(b) (Increase)/Decrease in inventories of finished goods, stock-in-trade and work-in-progress	(22.76)	(16.14)	8.50	(38.90)	23.79	(3.30)
	(c) Contract execution expenses	2,935.48	2,606.17	2,108.48	5,541.65	3,984.54	9,479.53
	(d) Employee benefits expense	741.82	684.54	594.67	1,426.36	1,151.00	2,470.56
	(e) Finance costs	184.66	136.42	122.11	321.08	228.06	501.67
	(f) Depreciation and amortisation expense	90.95	93.12	98.62	184.07	190.45	385.61
	(g) Other expenses	69.06	52.90	68.01	121.96	114.87	267.98
	Total expenses	4,750.25	4,290.75	3,498.25	9,041.00	6,582.81	15,999.48
III	Profit before exceptional items and tax (I-II)	392.90	411.58	339.51	804.48	601.70	1,509.86
IV	Exceptional items	-	-	-	-	-	-
V	Profit before tax (III-IV)	392.90	411.58	339.51	804.48	601.70	1,509.86
VI	Tax expense						
	(a) Current tax	62.72	157.25	130.25	219.97	237.45	581.83
	(b) Deferred tax charge/(credit)	12.20	(10.28)	(15.36)	1.92	(32.54)	(29.29)
	Total tax expense	74.92	146.97	114.89	221.89	204.91	552.54
VII	Profit for the period after tax (V-VI)	317.98	264.61	224.62	582.59	396.79	957.32
VIII	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	(a) Remeasurements of the defined employee benefit plans	0.50	0.50	0.50	1.00	1.00	10.04
	(b) Equity instruments through other comprehensive income	(0.01)	0.02	(0.02)	0.01	(0.04)	(0.01)
	Total Other comprehensive income	0.49	0.52	0.48	1.01	0.96	10.03
IX	Total comprehensive income (VII+VIII)	318.49	265.13	225.10	583.60	397.75	967.35
X	Paid-up equity share capital (Face value Rs.10/- each)	147.11	147.11	147.11	147.11	147.11	147.11
XI	Reserves (excluding revaluation reserves) as per Balance Sheet						7,615.03
XII	Earnings per share (of Rs.10/- each) (for the period - not annualised)						
	- Basic and Diluted	21.62	17.99	15.27	39.60	26.97	65.08

Notes:


- These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 13, 2019. 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 the financial results for the quarter and Half year ended September 30, 2019 and have issued an unmodified opinion 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 company has elected to exercise the option permitted u/s 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the company has recognized provision for Income-tax for the quarter and six months ended 30th September, 2019 and re-measured its deferred tax assets based on the rate prescribed in the said section. The full impact of this change has been recognized in the statement of Profit and loss for the quarter and half year ended 30th September, 2019.



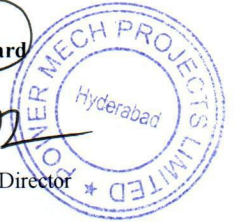
- 4 a) The company has adopted Ind AS 116 "Leases" with the date of initial application being 1st April, 2019 which replaces Ind AS 17 "Leases" and related interpretation and guidance. The company has applied Ind AS 116 using the modified retrospective approach. Right-of-use assets as at 1st April, 2019 for leases previously classified as operating leases were recognized and measured at an amount equal to the lease liability. As a result, the comparative information has not been restated. The company has discounted the lease payments using the incremental borrowing rate as at 1st April 2019 for measuring the lease liability.
- b) On transition to Ind AS 116 "Leases", the company has recognized Right-of-use asset amounting to Rs. 75.86 Mn and a lease liability of Rs. 78.26 Mns as on 30th September, 2019. The company has recognized interest expenses on leases amounting to Rs.1.92 Mns and Rs. 3.94 Mns for the current quarter and half year ended respectively and depreciation on Right-of-use of asset amounting to Rs.5.20 Mns and Rs.10.50 Mns for the current quarter and half year ended respectively in these financial statements. Consequent to the said recognition, the actual rent paid on leased assets was reduced by Rs.6.00 Mns and Rs.12.00 Mns for the current quarter and half year ended respectively.
- 5 The company is submitting the statement of cash flow for the half year ended 30th September, 2018 for the first time in accordance with SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended, and the same has been approved by the company's Board of directors but has not been subjected to review by the Statutory auditors.
- 6 Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Hyderabad
November 13, 2019

By order of the Board


S. Kishore Babu

Chairman and Managing Director



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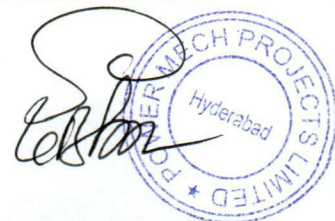
Statement of Unaudited Consolidated financial results for the Quarter and Half year ended September 30, 2019

(Rs. in Mns)

Sl. No.	Particulars	Quarter ended			Half year ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Income						
	(a) Revenue from operations	5,331.40	4,912.24	5,345.04	10,243.64	9,964.34	22,613.00
	(b) Other income	22.85	18.70	37.54	41.55	65.75	141.33
	Total income	5,354.25	4,930.94	5,382.58	10,285.19	10,030.09	22,754.33
II	Expenses						
	(a) Cost of materials consumed	821.60	778.87	569.92	1,600.47	1,032.55	3,263.82
	(b) (Increase)/Decrease in inventories of finished goods, stock-in-trade and work-in-progress	(23.63)	(12.80)	9.10	(36.43)	92.62	31.28
	(c) Contract execution expenses	2,977.97	2,721.43	2,948.33	5,699.40	5,331.87	12,151.03
	(d) Employee benefits expense	788.12	725.18	1,053.59	1,513.30	2,068.27	3,931.73
	(e) Finance costs	191.63	141.17	132.61	332.80	248.34	550.73
	(f) Depreciation and amortisation expense	99.08	103.14	123.59	202.22	228.96	458.01
	(g) Other expenses	78.81	56.54	79.39	135.35	146.69	327.40
	Total expenses	4,933.58	4,513.53	4,916.53	9,447.11	9,149.30	20,714.00
III	Profit before Share of Profit/(loss) from Joint venture, exceptional items and tax (I-II)	420.67	417.41	466.05	838.08	880.79	2,040.33
IV	Share of Profit/(Loss) from Joint Venture	2.31	11.73	0.20	14.04	(0.47)	15.31
V	Profit before exceptional items and tax (III-IV)	422.98	429.14	466.25	852.12	880.32	2,055.64
VI	Exceptional items	-	-	-	-	-	-
VII	Profit before tax (V-VI)	422.98	429.14	466.25	852.12	880.32	2,055.64
VIII	Tax expense						
	(a) Current tax	63.21	159.30	147.63	222.51	276.01	654.79
	(b) Deferred tax charge/(credit)	12.08	(10.54)	(16.82)	1.54	(36.19)	(31.14)
	Total tax expense	75.29	148.76	130.81	224.05	239.82	623.65
IX	Profit for the period after tax (VII-VIII)	347.69	280.38	335.44	628.07	640.50	1,431.99
X	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	(a) Remeasurements of the defined employee benefit plans	0.50	0.50	0.50	1.00	1.00	9.53
	(b) Equity instruments through other comprehensive income	(0.01)	0.02	(0.02)	0.01	(0.04)	(0.01)
	Items that will be reclassified to profit or loss						
	(a) Exchange fluctuations on translation of foreign operations	(4.62)	(6.32)	45.34	(10.94)	45.34	10.71
	Total Other comprehensive income/(loss)	(4.13)	(5.80)	45.82	(9.93)	46.30	20.23
XI	Total comprehensive income (IX+X)	343.56	274.58	381.26	618.14	686.80	1,452.22
	Profit for the period before other comprehensive income	347.69	280.38	335.44	628.07	640.50	1,431.99
	Attributable to:						
	- Equity share holders of the parent	351.01	284.07	284.07	635.08	527.92	1,216.41
	- Non-controlling interest	(3.32)	(3.69)	51.37	(7.01)	112.58	215.58
	Total comprehensive income for the period	343.56	274.58	381.26	618.14	686.80	1,452.22
	Attributable to						
	- Equity share holders of the parent	347.71	280.16	310.78	627.87	555.11	1,233.38
	- Non-controlling interest	(4.15)	(5.58)	70.48	(9.73)	131.69	218.84
XII	Paid-up equity share capital (Face value Rs.10/- each)	147.11	147.11	147.11	147.11	147.11	147.11
XIII	Reserves (excluding revaluation reserves) as per Balance Sheet						8,046.60
XIV	Earnings per share (of Rs.10/- each) (for the period - not annualised)						
	- Basic and Diluted	23.86	19.31	19.31	43.17	35.89	82.69

Notes:

- These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on November 13, 2019. 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 the financial results for the quarter and Half year ended September 30, 2019 and have issued an unmodified opinion on these results.
- The group predominantly operates only in construction and maintenance activities and there are no reportable segments under Indian Accounting Standard (Ind AS) - 108.
- The Indian companies in the group has elected to exercise the option permitted u/s 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the group has recognized provision for Income-tax for the quarter and six months ended 30th September, 2019 and re-measured its deferred tax assets based on the rate prescribed in the said section. The full impact of this change has been recognized in the statement of Profit and loss for the quarter and half year ended 30th September, 2019.



- 4 a) The Indian companies in the group has adopted Ind AS 116 "Leases" with the date of initial application being 1st April, 2019 which replaces Ind AS 17 "Leases" and related interpretation and guidance. The group has applied Ind AS 116 using the modified retrospective approach. Right-of-use assets as at 1st April, 2019 for leases previously classified as operating leases were recognized and measured at an amount equal to the lease liability. As a result, the comparative information has not been restated. The group has discounted the lease payments using the incremental borrowing rate as at 1st April 2019 for measuring the lease liability.
- b) On transition to Ind AS 116 "Leases", the group has recognized Right-of-use asset amounting to Rs. 75.86 Mn and a lease liability of Rs. 78.26 Mns as on 30th September, 2019. The group has recognized interest expenses on leases amounting to Rs. 1.92 Mns and Rs. 3.94 Mns for the current quarter and half year ended respectively and depreciation on Right-of-use of asset amounting to Rs. 5.20 Mns and Rs. 10.50 Mns for the current quarter and half year ended respectively in these financial statements. Consequent to the said recognition, the actual rent paid on leased assets was reduced by Rs.6.00 Mns and Rs.12.00 Mns for the current quarter and half year ended respectively.
- 5 The parent company is submitting the Consolidated statement of cash flow for the half year ended 30th September, 2018 for the first time in accordance with SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended, and the same has been approved by the parent company's Board of directors but has not been subjected to review by the Statutory auditors.
- 6 Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Hyderabad
November 13, 2019

By order of the Board


S. Kishore Babu

Chairman and Managing Director



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Cash Flow Statement for the Half Year ended 30th September, 2019

(Amount in Mns)

Particulars	Standalone		Consolidated	
	Half Year ended 30.09.2019	Half Year ended 30.09.2018	Half Year ended 30.09.2019	Half Year ended 30.09.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
I.CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax	804.48	601.69	852.13	880.32
Add/Less: Adjustments for :				
Depreciation	184.07	190.45	202.22	228.96
FCTR Movement	0.00	0.00	(10.94)	45.34
Interest and Finance charges	321.08	228.06	332.80	248.34
Loss on sale of assets	0.32	0.09	0.38	0.09
Net gain arising on financial assets measured at FVTPL	(0.42)	(0.38)	(0.42)	0.38
Interest income	(33.78)	(32.52)	34.08	(32.91)
Profit on sale of assets	(5.01)	(5.22)	(5.97)	(5.23)
Amortisation of Deferred Government grants	(0.51)	0.00	0.00	0.00
Remeasurement of employee defined benefit Plans	1.00	1.00	1.00	1.00
Share of (Profit)/Loss from Joint Venture	0.00	0.00	(14.05)	0.47
Operating profit before working capital changes	1271.23	983.17	1391.23	1366.76
Movements in Working Capital				
Adjustments for (increase)/decrease in operating assets:				
- Trade Receivables	(568.67)	(180.40)	(864.34)	(415.25)
- Inventories	(265.80)	(124.53)	(234.26)	(108.61)
- Other Assets	(1505.04)	(914.26)	(1245.81)	(1461.95)
Adjustments for increase/(decrease) in operating liabilities:				
- Trade Payables	527.36	453.66	484.35	727.62
- Other Liabilities and Provisions	(14.31)	325.02	61.48	676.60
Cash generated (used in)/from operations	(555.23)	542.66	(407.35)	785.17
Less: Direct taxes paid	(246.88)	(183.30)	(266.07)	(204.30)
Net cash (used in)/from Operating activities (A)	(802.11)	359.36	(673.42)	580.87
II.CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets/Capital work in progress	(143.17)	(305.59)	(146.72)	(325.79)
Proceeds from sale of fixed assets	11.49	14.97	0.00	0.00
Investment in equity shares of Subsidiary company	0.00	(19.16)	0.00	0.00
Margin money deposits with banks and other balances	177.92	(65.34)	184.60	(60.04)
Interest received	33.78	32.52	(34.08)	32.92
Net cash (used in)/from Investing activities (B)	80.02	(342.60)	3.80	(352.91)
III.CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from borrowings	1056.42	373.29	1049.82	375.20
Interest and Finance charges paid	(317.14)	(228.05)	(328.85)	(248.34)
Dividends and dividend tax paid	0.00	(17.74)	0.00	(17.74)
Repayment of lease liability	(12.04)	0.00	(12.04)	0.00
Net cash from financing activities (C)	727.24	127.50	708.93	109.12
Net Increase in cash and cash equivalents (A+B+C)	5.15	144.26	39.31	337.08
Cash and cash equivalents at the beginning of the period	137.54	308.55	155.51	521.14
Cash and cash equivalents at the end of the period	142.69	452.80	194.82	858.23
Net Increase in cash and cash equivalents	5.15	144.26	39.31	337.08

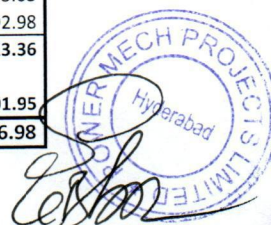


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Statement of Assets and Liabilities					
(Rs.in Mns)					
Sl. No.	Particulars	Standalone		Consolidated	
		As at		As at	
		30-09-19	31-03-19	30-09-19	31-03-19
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
	ASSETS				
1	Non-Current Assets				
	(a) Property, Plant and Equipment	1,492.15	1,546.60	1,816.30	1,873.15
	(b) Right-of-use assets	75.86	-	75.86	-
	(c) Capital Work-in-progress	50.08	32.40	50.33	33.35
	(d) Intangible Assets	3.10	3.53	26.78	26.33
	(e) Financial Assets				
	(i) Investments	138.64	138.64	327.35	320.22
	(ii) Loans	212.04	205.08	216.37	210.32
	(iii) Other financial assets	2,702.88	2,401.80	2,869.14	2,672.79
	(f) Deferred Tax Asset (Net)	45.59	47.51	54.93	56.47
	(g) Other Non-current Assets	53.25	125.84	53.27	125.84
	Total Non-Current assets	4,773.59	4,501.40	5,490.33	5,318.47
2	Current Assets				
	(a) Inventories	1,058.41	792.61	1,161.55	927.29
	(b) Financial Assets				
	(i) Trade receivables	4,454.38	3,885.71	4,755.81	3,891.47
	(ii) Cash and cash equivalents	142.68	137.54	194.82	155.51
	(iii) Other Bank Balances	444.65	715.12	454.92	725.15
	(iii) Loans	409.51	390.49	56.15	50.66
	(iv) Other financial assets	4,249.85	3,559.61	4,773.11	4,210.02
	(c) Current Tax Asset (net)	-	-	-	-
	(d) Other Current assets	4,527.40	3,873.83	4,638.96	3,998.41
	Total Current assets	15,286.88	13,354.91	16,035.32	13,958.51
	Total Assets	20,060.47	17,856.31	21,525.65	19,276.98
	EQUITY AND LIABILITIES				
1	Equity				
	(a) Equity Share Capital	147.11	147.11	147.11	147.11
	(b) Other Equity	8,180.89	7,615.03	8,656.74	8,046.60
2	Non-Controlling Interests	-	-	71.59	81.32
		8,328.00	7,762.14	8,875.44	8,275.03
3	Liabilities				
	Non-current liabilities				
	(a) Financial Liabilities				
	(i) Long-term borrowings	396.63	529.77	405.13	539.77
	(ii) Lease liabilities	54.18	-	54.18	-
	(iii) Other financial liabilities	617.74	680.64	775.90	791.19
	(b) Provisions	25.99	25.99	39.09	39.11
	(c) Other non-current liabilities	169.37	197.96	302.79	218.52
	Total non-current liabilities	1,263.91	1,434.36	1,577.09	1,588.59
4	Current liabilities				
	(a) Financial Liabilities				
	(i) Short-term borrowings	3,576.09	2,721.71	3,690.35	2,823.76
	(ii) Lease liabilities	24.08	-	24.08	-
	(iii) Trade payables				
	(a) Total outstanding dues of micro enterprises and small enterprises	3.67	3.65	3.67	3.65
	(b) Total outstanding dues of Creditors other than micro enterprises and small enterprises	4,567.38	4,040.04	4,911.11	4,426.77
	(iii) Other financial liabilities	1,544.86	1,102.49	1,660.32	1,214.05
	(b) Other current liabilities	553.55	574.92	621.51	749.12
	(c) Provisions	11.18	2.34	12.25	3.03
	(d) Current tax Liabilities (Net)	187.75	214.66	149.83	192.98
	Total current liabilities	10,468.56	8,659.81	11,073.12	9,413.36
	Total Liabilities	11,732.47	10,094.17	12,650.21	11,001.95
	Total Equity and Liabilities	20,060.47	17,856.31	21,525.65	19,276.98



At Hyderabad, Vijayawada, Chennai and Bangalore

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM STANDALONE UNAUDITED 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 and Six months ended 30th September, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This Statement is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 13th November, 2019 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 issue a report 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.

Attention is drawn to Note No.5 of the Statement which states that the statement of cash flows for the corresponding six months ended 30th September, 2018 as reported in the accompanying statement has been approved by the Company's Board of directors, but not has been subjected to review.

3. Our review of the Statement of Unaudited financial results has been restricted to the figures shown in the columns headed "Quarter ended 30.9.2019", Half year ended 30.9.2019 and in the column headed "As at 30.9.2019" of the Statement of Assets and Liabilities and also cash flow statement for the half year ended 30.9.2019. The figures shown in the other columns have been traced from the respective results reviewed/audited by the other auditors.



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

At Hyderabad, Vijayawada, Chennai and Bangalore

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. 003109S)



Gopikrishna Chowdary Manchinella
Partner
Membership No. 235528

Place: Hyderabad
Date: 13.11.2019
UDIN: 19235528AAAAAL6552

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 and Six months ended 30th September, 2019 ("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 13th November, 2019, 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 issue a report 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.

c) Attention is drawn to Note.5 of the Statement which states that the statement of cash flows for the corresponding six months ended 30th September, 2018 as reported in the accompanying consolidated statement has been approved by the Parent company's Board of directors, but not has been subjected to review.

4. Our review of the Statement of Consolidated Unaudited financial results has been restricted to the figures shown in the columns headed "Quarter ended 30.9.2019", Half year ended 30.9.2019 and in the column headed "As at 30.9.2019" of the Statement of Assets and Liabilities and also cash flow statement for the half year ended 30.9.2019. The figures shown in the other columns have been traced from the respective results reviewed/audited 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.

Name of the entity	Relationship
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 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)
Mas Power Mech Arabia	Joint venture(Foreign)
GTA Power Mech Nigeria Limited	Joint venture(Foreign)
GTA power Mech DMCC	Joint venture(Foreign)
GTA Power Mech FZE	Subsidiary of JV (foreign)

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the management certified accounts 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.



**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 companies and 4 overseas Joint Ventures whose financial statements have not been reviewed by their auditors. These unaudited results also includes financial results of 4 Indian subsidiary companies and 3 Indian Joint Ventures which have been reviewed by other auditors.

The financial results includes total assets of Rs. 590.65 mn as at 30th September, 2019, total revenues of Rs. 237.98 mn and Rs. 295.79mn for the quarter and six months period ended 30th September, 2019 respectively, total net profit after tax of Rs. 44.39 mn and Rs. 43.93 mn for the quarter and six months period ended 30th September, 2019 respectively and total comprehensive income of Rs. 39.77 mn and Rs. 32.99 mn for the quarter and six months period ended 30th September, 2019 respectively of 2 overseas subsidiaries which have not been reviewed by their auditors. The consolidated financial results also includes groups share of net profit Rs. 1.13 mn and Rs. 10.73 mn for the quarter and six months period ended 30th September, 2019 respectively and total comprehensive income of Rs. 1.13 mn and Rs. 10.73 mn for the quarter and six months period ended 30th September, 2019 respectively as considered in consolidated financial results in respect of 4 overseas joint ventures which have not been reviewed by their 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 ventures is based solely on the accounts certified by the management and the procedures performed by us as stated in paragraph 3 (a) above. 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.

The financial results also includes total assets of Rs. 919.64 mn as at 30th September, 2019, total revenues of Rs. 183.44 mn and Rs. 322.63 mn for the quarter and six months period ended 30th September, 2019 respectively, total net loss after tax of 0.19 mn and net profit after tax of Rs. Rs. 4.15 mn for the quarter and six months period ended 30th September, 2019 respectively and total comprehensive loss of 0.19 mn and total comprehensive income of Rs. 4.15 mn for the quarter and six months period ended 30th September, 2019 respectively of 4 Indian subsidiary companies which has been reviewed by other auditors. The Consolidated financial results also includes groups share of net profit after tax Rs. 1.18 mn and Rs. 3.32 mn for the quarter and six months period ended 30th September, 2019 respectively and total comprehensive income of Rs. 1.18 mn and Rs. 3.32 mn for the quarter and half year ended 30th September, 2019 respectively as considered in consolidated financial results in respect of 3 Indian joint ventures which has been reviewed by other auditors and we have performed the procedures as stated in paragraph 3 above.

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. 003109S)



Gopikrishna Chowdary Manchinella
Partner
Membership No. 235528

Place: Hyderabad
Date: 13.11.2019
UDIN: 19235528AAAAAM2432