

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

BSE Limited  
14<sup>th</sup> Floor, P.J. Towers,  
Dalal Street,  
Mumbai-400 001  
Scrip Code: 532945

14<sup>th</sup> November, 2022

Dear Sir / Madam,

**Sub: Intimation on the Outcome of the Board Meeting under Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015**

Further to our intimation dated November 4, 2022 and in terms of Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), we wish to inform that the Board of Directors of the Company, at its meeting held today, i.e., November 14, 2022 considered and approved the following:

**1. Un-audited financial results for the quarter and half-year ended September 30, 2022**

The unaudited financial results for the Quarter and half year ended 30<sup>th</sup> September 2022 was approved by the Board pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015. We enclose the Unaudited Financial Results of the Company along with Limited Review Report for the quarter and year ended 30<sup>th</sup> September 2022.

**2. Approval of postal ballot notice seeking consent of the equity shareholders for Re-designation of Mr. N K Suryanarayanan (DIN: 01714066) Non-Executive Non-Independent Director of the Company as the Managing Director & CEO of the Company**

The Board had approved the re-designation of Mr. N K Suryanarayanan (DIN: 01714066) Non-Executive Non-Independent Director of the Company as the Managing Director & CEO of the Company with effect from 24<sup>th</sup> September, 2022 for a term of 3 years, subject to the approval of the shareholders. The Board considered and approved the Postal ballot notice seeking consent of the equity shareholders for the said re-designation.



**SEPC Limited**

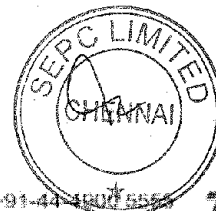
(Formerly Shriram EPC Ltd)

Regd. Office : 'Bascon Fulura SV' - 4th Floor,

10/1, Venkatanarayana Road, T.Nagar, Chennai - 600 017. Phone : +91-44-4800 8555

E-mail: info@shriramepc.com Website : www.shriramepc.com

CIN: L74210TN2000PLC045167


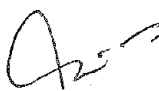


The Postal Ballot Notice will be sent to all Equity Shareholders through electronic mode in compliance with the various circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India and will be filed with the Stock Exchanges accordingly.

The Meeting commenced at 12:00 Noon and concluded at 18.40 Hours.

Thanking you,

Yours faithfully,  
For **SEPC Limited**



**T. Sriraman**  
Company Secretary & Compliance officer

Encl.:a.a.



SEPC Limited (Formerly known as Shriram EPC Limited)  
Registered Office: 4th Floor, Bascon Futura SV,  
Door No. 10/1, Venkatnarayana Road, T. Nagar, Chennai - 600017.  
www.shriramepc.com

Corporate Identity Number : L74210TN2000PLC045167

Extract of Consolidated Unaudited Financial Results for the Half Year Ended 30 September 2022

	Particulars	Rs lakhs					
		Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
	Un Audited	Un Audited	Un Audited	Un Audited	Un Audited	Audited	
1	Total Income from Operations (Net)	5,617.67	6,855.45	9,304.34	12,473.12	16,300.05	34,059.07
2	Loss for the period (before Tax, Exceptional and/or Extraordinary items)	(9,309.66)	(3,084.70)	(2,623.20)	(12,394.36)	(6,170.98)	(15,731.11)
3	Loss for the period after tax (after Exceptional and/or Extraordinary items)	4,219.98	(3,084.70)	(2,623.20)	1,135.28	(6,170.98)	(26,370.37)
4	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	4,135.30	(3,093.78)	(2,621.96)	1,041.52	(6,165.39)	(26,315.75)
5	Equity Share Capital ( Face value of Rs 10/- each)	1,32,152.90	97,152.90	97,152.90	1,32,152.90	97,152.90	97,152.90
6	Earnings Per Share (of Rs. 10/- each)						
	(a) Basic	0.37	(0.31)	(0.27)	0.09	(0.63)	(2.71)
	(b) Diluted	0.37	(0.31)	(0.27)	0.09	(0.63)	(2.71)

**Note:**

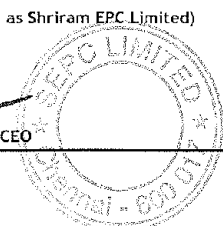
- The above unaudited consolidated financial results for the quarter and half year ended September 30, 2022 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on November 14, 2022.
- The above is an extract of the detailed results for the quarter and half year ended September 30, 2022 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The detailed results for the quarter and Half year ended September 30, 2022 are available on the Stock Exchanges Website www.bseindia.com and www.nseindia.com and on the website of the Company www.shriramepc.com.
- The Unaudited Standalone Results for the Quarter and Half year ended September 30, 2022 are hereunder :

	Rs lakhs					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
Total Income from Operations	5,597.56	6,096.29	8,260.73	11,693.85	15,041.21	31,174.05
Loss for the period (before Tax, Exceptional and/or Extraordinary items)	(9,331.12)	(3,772.77)	(3,602.94)	(13,096.88)	(7,301.09)	(14,261.76)
Loss for the period after tax (after Exceptional and/or Extraordinary items)	4,198.52	(3,772.77)	(3,602.94)	432.76	(7,301.09)	(24,901.02)
Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	4,113.84	(3,781.85)	(3,601.70)	339.00	(7,295.52)	(24,846.40)

For SEPC Limited (Formerly known as Shriram EPC Limited)

Place : Chennai  
Date : 14th November 2022

  
N K Suryanarayana  
Managing Director & CEO



## SEPC Limited

(Formerly Shriram EPC Ltd)

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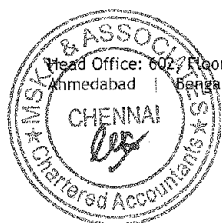
CIN: L74210TN2000PLC045167



**Independent Auditor's Review Report on unaudited quarterly and year to date standalone financial results of SEPC Limited (Formerly known as Shriram EPC Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**To The Board of Directors of SEPC Limited (Formerly known as Shriram EPC Limited)**

1. We have reviewed the accompanying statement of unaudited standalone financial results of SEPC Limited (Formerly known as Shriram EPC Limited) ('the Company') for the quarter ended September 30, 2022 and the year to-date results for the period April 01, 2022 to September 30, 2022 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
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 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 recognized accounting principles generally accepted in India and in compliance with the Regulations. 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. 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 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.
4. Basis for Qualified Conclusion:
  - a) Our audit report on the financial statements for the year ended March 31, 2022 & our limited review report on the Statement of the Company for the quarter ended June 30, 2022 was qualified in respect of the matters stated below:
    - i. The carrying value of Deferred Tax Asset (DTA) include an amount of 39,679.73 lakhs (September 30, 2021: Rs. 43,914 Lakhs Lakhs) which is recognized on unabsorbed business losses. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment on reasonable certainty of future taxable profits, as required by Ind AS 12 on Income taxes, considering the current pandemic situation, we are unable to ascertain the extent to which the deferred tax asset can be utilized. (Refer Note 07 of the Statement).
    - ii. Contract Asset (Non-Current) include Rs. 3,956.02 Lakhs (Net of provision amounting to Rs. 926.98 Lakhs) relating to project dues which is not progressing on account of statutory delays faced by the Customer. In the absence of positive development in this matter till date, there is uncertainty on the amount that would be recoverable by the Company. Further, sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amount is not available. Accordingly, we are unable to comment on the carrying value of above-mentioned Contract Asset (Non-Current) and the impact if any, on account of non-provisioning of the said balance on the Statement. (Refer Note 04 of the Statement).
5. Based on our review conducted as stated in paragraph 3 above, with the exception of the matter described in the paragraph 4 and the effects thereon, 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.



# MSKA & Associates

Chartered Accountants

6. We draw attention to Note 08 in the standalone financial results, which states that the Company has incurred a net loss before exceptional items during the quarter and half year ended September 30, 2022 amounting to Rs. 9,331.12 Lakhs and Rs. 13,096.88 Lakhs respectively and as of that date has accumulated losses aggregating Rs. 2,14,084.24 Lakhs which has resulted in erosion of its net worth. Further, the COVID-19 pandemic has also impacted the operations resulting in delay of collection relating to project dues. These events or conditions indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, as stated in Note 02, considering the implementation of resolution plan, infusion of equity by the investor and the change in management, additional funding by Investor for working capital together with plans to meet financial obligations out of the cash flows from execution of the pipeline of orders in hand, future business plans, non-fund based facilities, the Statement has been prepared on going concern basis.

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

7. We draw attention to the following Note 9(b) to the financial results:

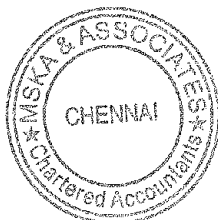
- A) Note 9(b)(i) to the Statement, which describes the implementation of Resolution Plan entered into with the lenders dated June 22, 2022 wherein Interest waiver, the difference between the carrying amounts of the facilities before restructuring and the fair values of the new facilities has been recognised as income and disclosed under Exceptional items in the statement of profit and loss in accordance with INDAS 109 - Financial Instruments.
- B) Note 9(b)(ii) to the Statement, which states that the management has made a provision of Rs. 5,045.93 Lakhs on account of termination of sale order and consequent legal disputes / arbitration proceedings initiated during the period in respect of a project with the customer.

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

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No.105047W



Geetha Jeyakumar  
Partner  
Membership No.: 029409  
UDIN: 22029409BDBWDW2643



Place: Chennai  
Date: November 14, 2022

SEPC Limited (Formerly known as Shriram EPC Limited)  
Regd Office : 4th Floor, Boscon Futura SV,  
Door No.10/1, Venkatnarayana Road, T Nagar, Chennai -600017  
CIN:L74210TN2000PLC045167  
Website: www.shriramepc.com

Statement of Standalone Unaudited Financial Results for the Half Year and Quarter Ended September 30, 2022.

Rs. Lakhs

S No	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	(a) Revenue from operations	5,492.50	5,924.17	8,038.49	11,416.67	14,626.60	30,278.64
	(b) Other Income	105.06	172.12	222.24	277.18	414.61	895.41
	<b>Total Income from operations</b>	<b>5,597.56</b>	<b>6,096.29</b>	<b>8,260.73</b>	<b>11,693.85</b>	<b>15,041.21</b>	<b>31,174.05</b>
2	Expenses						
	(a) Cost of Materials, Erection, Construction & Operation Expenses	4,960.22	5,253.71	7,037.18	10,206.91	13,376.00	24,886.50
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	253.87	-	248.20	248.20
	(c) Employee benefits expense	1,082.98	858.97	757.90	1,941.95	1,658.03	3,682.27
	(d) Finance Costs (Refer Note 10)	1,154.98	2,722.33	2,895.06	3,877.32	5,589.91	11,568.38
	(e) Depreciation and amortisation expense	135.61	137.34	131.39	272.95	263.68	554.85
	(f) Other expenses	7,594.89	896.71	788.27	8,491.60	1,206.48	4,495.61
	<b>Total expenses</b>	<b>14,928.68</b>	<b>9,869.06</b>	<b>11,863.67</b>	<b>24,790.73</b>	<b>22,342.30</b>	<b>45,435.81</b>
3	Profit/(Loss) before exceptional items and tax (1-2)	(9,331.12)	(3,772.77)	(3,602.94)	(13,096.88)	(7,301.09)	(14,261.76)
4	Exceptional Items (Refer Note No 9(b))	(13,529.64)	-	-	(13,529.64)	-	6,361.26
5	Profit/(Loss) before tax (3 - 4)	4,198.52	(3,772.77)	(3,602.94)	432.76	(7,301.09)	(20,623.02)
6	Tax Expense (Refer Note 12)	-	-	-	-	-	4,278.00
7	Profit/(Loss) for the period / year (5 - 6)	4,198.52	(3,772.77)	(3,602.94)	432.76	(7,301.09)	(24,901.02)
8	Other comprehensive income / (loss) (OCI)						
	Other comprehensive income not to be reclassified to profit or loss in subsequent periods						
	Re-measurement gains on defined benefit plans (Net of Taxes)	(82.17)	3.28	0.85	(78.89)	1.71	15.61
	Fair Value of Equity Instruments through OCI (Net of Taxes)	(2.51)	(12.36)	0.39	(14.87)	3.86	39.01
	<b>Total Other comprehensive income</b>	<b>(84.68)</b>	<b>(9.08)</b>	<b>1.24</b>	<b>(93.76)</b>	<b>5.57</b>	<b>54.62</b>
9	<b>Total comprehensive Profit/ (Loss) for the period / year (7+8)</b>	<b>4,113.84</b>	<b>(3,781.85)</b>	<b>(3,601.70)</b>	<b>339.00</b>	<b>(7,295.52)</b>	<b>(24,846.40)</b>
10	Paid-up equity share capital (Face value ₹ 10 each)	1,32,152.90	1,22,452.90	97,152.90	1,32,152.90	97,152.90	97,152.90
11	Other Equity	-	-	-	-	-	(22,548.28)
12	Earnings per share (of Rs 10/- each) (not annualised for the period):						
	(a) Basic	0.37	(0.38)	(0.37)	0.03	(0.75)	(2.56)
	(b) Diluted	0.37	(0.38)	(0.37)	0.03	(0.75)	(2.56)
	See accompanying notes to the financial results						



**SEPC Limited**

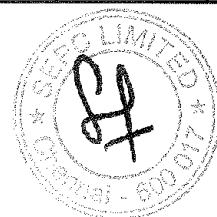
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Engineering the Future

SEPC Limited (Formerly known as Shriram EPC Limited)  
Standalone Statement of Assets and Liabilities as at September 30, 2022  
(Amount in ₹ lakhs, unless otherwise stated)

	As at 30-09-2022	As at 31-03-2022
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,570.35	3,841.93
Right to Use Assets	218.22	233.09
Intangible assets	32.00	32.00
Contract Assets	3,956.02	3,956.02
<b>Financial assets</b>		
Investments	62.11	76.98
Loans	703.36	8,131.35
Trade Receivables	19,275.27	18,768.50
Other Financial Assets	1,040.41	1,081.79
Deferred tax asset (net)	43,345.50	43,345.50
Income tax assets (net)	1,089.31	1,412.38
<b>Total Non-Current Assets</b>	<b>73,292.55</b>	<b>80,879.54</b>
<b>Current assets</b>		
Inventories	-	-
Contract Assets	68,105.52	79,708.74
<b>Financial assets</b>		
Trade receivables	24,334.88	28,057.27
Cash and cash equivalents	3,364.21	548.27
Other bank balances	2,223.65	2,387.49
Other financial assets	67.94	889.02
Other current assets	11,955.62	11,698.56
Assets classified as held for sale	-	596.06
<b>Total Current Assets</b>	<b>1,10,051.82</b>	<b>1,23,885.41</b>
<b>Total Assets</b>	<b>1,83,344.37</b>	<b>2,04,764.95</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,32,152.90	97,152.90
Other equity	(22,209.25)	(22,548.28)
<b>Total Equity</b>	<b>1,09,943.65</b>	<b>74,604.62</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
<b>Financial liabilities</b>		
Lease Liabilities	194.17	201.93
Borrowings	21,622.84	15,364.47
Other financial liabilities	4,723.49	4,465.38
Provisions	513.57	540.50
Other non-current liabilities	2,202.91	2,202.91
<b>Total Non-Current Liabilities</b>	<b>29,256.98</b>	<b>22,775.19</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Lease Liabilities	36.60	36.60
Borrowings	23,053.56	82,462.97
Trade payables	-	-
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	14,376.79	15,873.15
Other financial liabilities	2,075.47	1,885.00
Other current liabilities	415.84	688.87
Contract Liabilities	3,805.84	5,934.02
Provisions	379.64	504.53
<b>Total Current Liabilities</b>	<b>44,143.74</b>	<b>1,07,385.14</b>
<b>Total Liabilities</b>	<b>73,400.72</b>	<b>1,30,160.33</b>
<b>Total Equity and Liabilities</b>	<b>1,83,344.37</b>	<b>2,04,764.95</b>

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SEPC Limited (Formerly known as Shriram EPC Limited)		
Statement of cash flows for the Half Year ended September 30, 2022		
(Amount in ₹ lakhs, unless otherwise stated)		
Particulars	September 30, 2022	September 30, 2021
<b>Cash flow from operating activities</b>		
Profit / (Loss) before tax	432.77	(7,301.09)
Adjustments for:		
Depreciation and amortization expenses	272.95	263.68
Provision for Gratuity	40.36	(26.18)
Provision for Compensated Absences	(86.11)	(42.00)
Provision for Doubtful Trade Receivable & Contract Assets	6,643.76	-
Finance cost	3,877.32	5,589.91
Interest income	(113.04)	(414.61)
Liabilities written back	(13.00)	-
Loss on sale of fixed asset	346.02	-
Interest income reversal	(13,529.64)	-
<b>Operating Profit / (Loss) before working capital changes</b>	<b>(2,128.61)</b>	<b>(1,930.29)</b>
<b>Changes in working capital</b>		
Decrease in trade payables	(1,483.35)	(1,978.35)
Decrease in inventories	-	248.20
Decrease in trade receivables	2,493.43	1,063.49
Decrease in loans and advances	7,427.99	0.04
Decrease in other Current liabilities	(273.03)	(893.85)
Decrease in contract liabilities	(2,128.17)	-
Decrease in Short Term provisions	(117.67)	(9.75)
Decrease in Long Term provisions	(67.29)	(26.47)
Increase in other financial liabilities	448.59	201.96
Decrease in other financial assets	855.47	199.82
(Increase) / Decrease in other current assets	(257.06)	1,570.02
Increase in Contract Assets	5,681.66	-
<b>Cash (used in) / from operations</b>	<b>10,451.96</b>	<b>(1,555.18)</b>
Income tax paid	323.06	(136.78)
<b>Net cash (used in) / from operating activities (A)</b>	<b>10,775.02</b>	<b>(1,691.96)</b>
<b>Cash flow from Investing activities</b>		
Movement in Bank balances not considered as Cash and cash equivalents (Net)	247.58	509.64
Proceeds from Capital	35,000.00	-
Proceeds from sale/ disposal of fixed assets	262.76	4.00
Interest received	29.30	-
<b>Net cash flow from investing activities (B)</b>	<b>35,539.64</b>	<b>513.64</b>
<b>Cash flow from Financing activities</b>		
Proceeds from Short term borrowings (net)	900.00	2,313.59
Repayment of Long & Short term borrowings	(39,215.44)	(1,084.81)
Redemption of debentures	(78.83)	-
Interest and Finance Charges Paid	(5,104.45)	(2.00)
<b>Net cash flow (used in) / from financing activities (C)</b>	<b>(43,498.72)</b>	<b>1,226.78</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>2,815.94</b>	<b>48.46</b>
Cash and cash equivalents at the beginning of the year	548.27	625.68
<b>Cash and cash equivalents at the end of the Period</b>	<b>3,364.21</b>	<b>674.14</b>
<b>Cash and cash equivalents comprise</b>		
Cash and cash equivalents as per Balance Sheet	5,587.86	3,031.38
Less: Bank balances not considered as Cash and cash equivalents as defined in Ind-AS 7 Cash Flow Statements	2,223.65	2,357.24
	<b>3,364.21</b>	<b>674.14</b>



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S. No	Notes:
1	The above unaudited standalone financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2022 and has been subjected to review by the Statutory Auditors of the Company. These unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended.
2	The Resolution Plan (RP) was implemented by the Company and Lenders, upon completion of compliance of all conditions precedent to the satisfaction of the consortium lenders and RP is effective from September 30, 2022, with change in Management as per the RP formulated under the Reserve Bank of India (Prudential Framework for Resolution of Stressed Assets) Directions, 2019 vide its circular dated June 07, 2019 ("the RBI Circular" / "Regulatory Framework"). Consequent to the implementation of resolution plan and acquisition of 26.48% in equity of the Company by MARK AB LLC Dubai, management has informed to the stock exchange that MARKAB is the promoter, and SVL Limited to be reclassified as part of Public holding.
3	i) During the quarter and period ended September 30, 2022, pursuant to the Resolution Plan, Company has received Rs 35,000 Lakhs of equity and has allotted 35,00,00,000 equity shares of Rs. 10 each on preferential basis to Mark AB Capital Investment LLC, Dubai and shall be subject to lock-in for such period as may be prescribed under the ICDR Regulations. As at September 30, 2022 the Company has utilized the entire proceeds towards the intended purpose. The paid-up equity capital of the Company as on date is Rs. 1,32,152.90 Lakhs - divided into 1,32,15,29,025 equity shares of Rs.10/- each. ii) During the period ended September 30, 2022, pursuant to the Resolution Plan, Company has issued 1,59,91,000 Compulsorily Convertible Debentures(CCD) of Rs 100/- each and 1,59,91,000 Non-Convertible Debenture(NCD) of Rs 100/- each aggregating to Rs. 31,982 Lakhs by way of conversion of existing loans of lenders.
4	The Company entered into a contract in earlier years to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCL). The project is stalled due to delays in statutory approvals. The total outstanding amount in respect of this project recorded under Unbilled Revenue is Rs. 3,956.02 Lakhs (Net of provision amounting to Rs. 926.98 Lakhs). Further, based on a reference to Hon'ble National Company Law Tribunal ("NCLT") by a creditor of BCCL, IRP was appointed. Since there was no viable solution, liquidation of BCCL was ordered and liquidator has been appointed. The liquidator and BCCL are in process of evaluating the realisable value of the assets held by BCCL to settle the liabilities. Considering that BCCL is under liquidation and do not have any financial creditor, management is of the view that BCCL will be in a position to settle Company's dues in full. The auditors have qualified this matter in their report for the quarter ended September 30, 2022.
5	The Company (SEPC) is one of the Respondent along with Twarit Consultancy Private Limited (TCPL) in respect of an Arbitration by The Singapore International Arbitration Centre (SIAC) filed by GPE (INDIA) Ltd, GPE JV1Ltd, Gaja Trustee Company Private Ltd (the Claimants) in connection with the claimants' investments in an associate company of the Company. SIAC vide their Order dated January 07, 2021 awarded damages Jointly and Severally on the Respondents to the tune of Rs.1,98,54.10 lakhs and a sum of SGD 372,754.79 towards Arbitration expenses. These are to be paid along with simple interest @ 7.25% pa from July 21, 2017 until the date of payment. The Respondents have already preferred an appeal before the High Court of Republic of Singapore against the award of SIAC and the same is pending as on date. However, the Company has entered into an inter-se arrangement dated September 29, 2015 with TCPL and Shri Housing Pvt Ltd by which, Company will be fully indemnified, in case of any liability arising out of any Suits, Proceedings, Disputes, Damages payable by the Company on any defaults arising out of the investments made by the Complainant in the associate. In view of the said Inter-se Arrangements, the Company do not have any liability whatsoever, on account of this award which is subject to the outcome of the Respondents appeal before all appropriate Jurisdictional Courts / Forums.
6	Mokul Shriram EPC JV (JV Company) have won the complaint against Export Credit Guarantee Corporation of India Limited (ECGC) before the National Consumer Disputes Redressal Commission, (NCDRC) New Delhi, in connection with the project executed in Basra, Iraq, NCDRC, vide their order dated January 27, 2021, allowed the claims and directed ECGC to pay a sum of Rs. 26,501 lakhs along with simple interest @ 10% pa. with effect from September 19, 2016 till the date of realisation to the JV Company within a period of three months from the date of order, failing which ECGC will be liable to pay compensation in the form of simple interest @ 12% pa. ECGC had filed an appeal against the order of NCDRC New Delhi, before Supreme Court, and the case is pending for disposal.
7	The Company has business losses which are allowed to be carried forward and set off against available future taxable income under Income Tax Act, 1961. Against the carried forward loss amounting to Rs. 1,50,038.45 lakhs, the Company has recognised Deferred Tax Asset (DTA) on a carry forward loss of Rs. 1,18,022.03 lakhs resulting in DTA of Rs. 39,679.73 lakhs (September 30, 2021 - Rs. 43,914 Lakhs). Considering potential order book as on date, future business prospects in the light of implementation of resolution plan, projects in pipeline etc, the management is confident of adjusting these carry forward losses and reversal of DTA before the expiry of the period for which this benefit is available. The auditors have qualified this matter in their report for the quarter ended September 30, 2022.
8	The Company has incurred net loss before exceptional items during the quarter and half year ended September 30, 2022 amounting to Rs. 9,331.12 Lakhs and Rs. 13,096.88 Lakhs respectively and as of that date has accumulated losses aggregating Rs. 2,14,084.24 Lakhs which has resulted in erosion of its net worth. Resolution Plan submitted in accordance with the requirement set out in the circular issued by the Reserve Bank of India No RBI/20119/203DBR.No>BP.BC.45/21.04.048./2018-19 dated June 07, 2019 has been approved and implemented by Company and Lenders on September 30, 2022. Considering the positive developments of implementing the resolution plan, infusion of equity by the investor and the change in management, additional funding by Investor for working capital together with plans to meet financial obligations in future out of the cash flows from execution of the pipeline of orders in hand, business plans, sanctioned non-fund based facilities etc, these financial results are prepared on a going concern basis.



**SEPC Limited**  
(Formerly Shriram EPC Ltd)  
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E-mail: info@shriramepc.com Website : www.shriramepc.com  
CIN: L74210TN2000PLC045167

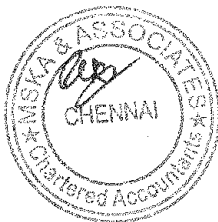


9	<p>(a) The outbreak of Coronavirus (COVID -19) pandemic globally and in India caused significant disturbance and slowdown of economic activity. The Company has assessed the impact of pandemic on its financial results/position based on the principle of prudence in applying judgements, estimates and assumptions including sensitivity analysis and has concluded that there is no major impact of COVID 19 on the recoverability of carrying values of assets and expects to recover the carrying value of its assets.</p> <p>(b) Exceptional item:</p> <p>(i) Exceptional item for the quarter and half year ended September 30, 2022 includes an amount of Rs. 18,575.57 Lakhs resulting from implementation of Resolution Plan entered into with the lenders dated June 22, 2022, on account of reduction in interest cost with effective from October 01, 2020 till June, 30, 2022 and the difference between the carrying amounts of the facilities before restructuring as at September 30, 2022 and the fair values of the new facilities recognised as income in accordance with INDAS 109 - Financial Instruments.</p> <p>(ii) Exceptional item for the quarter and period ended September 30, 2022 includes an amount of Rs. 5,045.93 Lakhs towards provision made towards the receivables, on account of termination of a contract and consequent legal disputes / arbitration proceedings initiated during the quarter in respect of a project with the customer.</p> <p>(iii) Exceptional item for the previous year ended March 31, 2022 represents provisions for trade, other receivables and contract assets amounting to Rs. 6,361.26 lakhs, based on estimation of potential stress on project completion and collections, considering the continuing impact of COVID 19 pandemic.</p>
10	Consequent to implementation of resolution plan, Interest waiver (July'22 - September'22) of Rs. 2,176 Lakhs have been adjusted against Finance cost for the quarter and half year ended September 30, 2022.
11	Revenue includes Rs. NIL and Rs. 5,413.81 lakhs for the Half year ended September 30, 2022 and September 30, 2021 respectively, Rs. NIL and Rs. 1,893.81 lakhs for the quarter ended September 30, 2022 and September 30, 2021 respectively, being share of revenue relating to the Basra project, billed from Mokul Shriram EPC JV (MSJV), a jointly controlled operation, wherein the Company owns 50% interest.
12	Tax expense represents deferred tax asset on unabsorbed business loss written off during the previous year ended March 2022.
13	There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years, available for set off, while computing income, both under the provisions of 115 JB and those other than section 115 JB of the Income Tax act 1961.
14	The Company is engaged in the sole activity of carrying on the business of "Engineering, Procurement and Construction " (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company.
15	The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits, received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date from which the Code will come into effect has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact from the period the Code becomes effective
16	Previous period figures have been regrouped / reclassified to be in conformity with current period's classification/disclosure, wherever necessary.

For SEPC Limited

  
N K Suryanarayana  
Managing Director & CEO

Place: Chennai  
Date : November 14, 2022



## SEPC Limited

(Formerly Shriram EPC Ltd)

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E-mail: info@shriramepc.com Website : www.shriramepc.com

CIN: L74210TN2000PLC045167



**Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of SEPC Limited (Formerly known as Shriram EPC Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

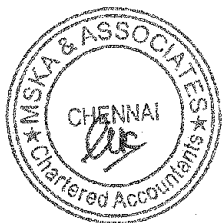
**To The Board of Directors of SEPC Limited (Formerly known as Shriram EPC Limited)**

1. We have reviewed the accompanying statement of consolidated unaudited financial results of SEPC Limited (Formerly known as Shriram EPC Limited) ('the Holding Company'), its subsidiary, (the Holding Company and its subsidiary together referred to as the 'Group') for the quarter ended September 30, 2022 and the year to-date results for the period April 01, 2022 to September 30, 2022 ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulations').
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 the 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 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India and in compliance with the Regulations. 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. 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 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.

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.

4. This Statement includes the results of the Holding Company and the following entity:

Sr. No	Name of the Entity	Relationship with the Holding Company
1.	Shriram EPC (FZE) - Sharjah	Subsidiary



# MSKA & Associates

Chartered Accountants

5. Basis for Qualified Conclusion:
- a) Our audit report on the consolidated financial statements for the year ended March 31, 2022 & our limited review report on the Statement of the Company for the quarter ended June 30, 2022 was qualified in respect of the matters stated below:
- i. The carrying value of Deferred Tax Asset (DTA) include an amount of 39,679.73 lakhs (September 30, 2021: Rs. 43,914 Lakhs) which is recognized on unabsorbed business losses. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment on reasonable certainty of future taxable profits, as required by Ind AS 12 on Income taxes, considering the current pandemic situation, we are unable to ascertain the extent to which the deferred tax asset can be utilized. (Refer Note 07 of the Statement).
- ii. Contract Asset (Non-Current) include Rs. 3,956.02 Lakhs (Net of provision amounting to Rs. 926.98 Lakhs) relating to project dues which is not progressing on account of statutory delays faced by the Customer. In the absence of positive development in this matter till date, there is uncertainty on the amount that would be recoverable by the Company. Further, sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amount is not available. Accordingly, we are unable to comment on the carrying value of above-mentioned Contract Asset (Non-Current) and the impact if any, on account of non-provisioning of the said balance on the Statement. (Refer Note 04 of the Statement).
6. Based on our review conducted and procedures performed as stated in paragraph 3 above, with the exception of the matter described in the paragraph 5 and the effect thereon, 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to Note 08 in the Statement, which states that the Company has incurred a net loss before exceptional items during the quarter and half year ended September 30, 2022 amounting to Rs. 9,309.66 Lakhs and Rs. 12,394.36 Lakhs respectively and as of that date has accumulated losses aggregating Rs. 2,14,084.24 Lakhs which has resulted in erosion of its net worth. Further, the COVID-19 pandemic has also impacted the operations resulting in delay of collection relating to project dues. These events or conditions indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, as stated in Note 02, considering the implementation of resolution plan, infusion of equity by the investor and the change in management, additional funding by Investor for working capital together with plans to meet financial obligations out of the cash flows from execution of the pipeline of orders in hand, future business plans, non-fund based facilities, the Statement has been prepared on going concern basis.
8. We draw attention to the notes 9(b) to the financial results:
- A) Note 9(b)(i) to the Statement, which describes the implementation of Resolution Plan entered into with the lenders dated June 22, 2022 wherein Interest waiver, the difference between the carrying amounts of the facilities before restructuring and the fair values of the new facilities has been recognised as income and disclosed under Exceptional items in the statement of profit and loss in accordance with INDAS 109 - Financial Instruments.
- B) Note 9(b)(ii) to the Statement, which states that the management has made a provision of Rs. 5,045.93 Lakhs on account of termination of sale order and consequent legal disputes / arbitration proceedings initiated during the period in respect of a project with the customer.
- Our conclusion is not modified in respect of the above matter.



# MSKA & Associates

Chartered Accountants

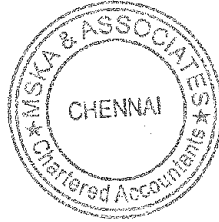
9. We did not review the interim financial statements of subsidiary company (Including step down subsidiary) included in the consolidated unaudited financial results, whose interim financial statements reflect total assets of Rs. 15,480.06 lakhs as at September 30,2022 and total revenues of Rs. 8.54 Lakhs and Rs. 779.27 Lakhs and total Net Profit after tax of Rs. 3.94 lakhs and Rs. 702.51 lakhs for the quarter ended September 30, 2022 and for the period from April 01, 2022 to September 30, 2022, respectively, and cash outflows (net) of Rs. 14.54 lakhs for the period from April 01, 2022 to September 30, 2022, as considered in the consolidated unaudited financial results. These interim financial statements have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the report of 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 the above matter.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No.105047W



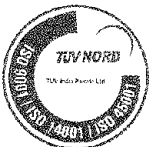
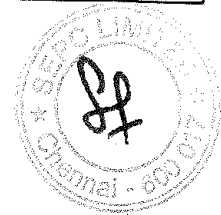
Geetha Jeyakumar  
Partner  
Membership No.: 029409  
UDIN: 22029409BDBWQP7670



Place: Chennai  
Date: November 14, 2022

SEPC Limited (Formerly known as Shriram EPC Limited)  
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Website: www.shriramepc.com  
Statement of Consolidated Unaudited Financial Results for the Half Year and Quarter Ended September 30, 2022.

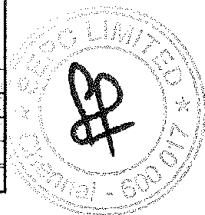
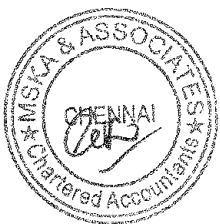
S No	Particulars	Rs. Lakhs					
		Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	(a) Revenue from operations	5,492.50	5,924.17	8,105.23	11,416.67	14,761.30	32,945.65
	(b) Other Income	125.17	931.28	1,199.11	1,056.45	1,538.75	1,113.42
	<b>Total Income from operations</b>	<b>5,617.67</b>	<b>6,855.45</b>	<b>9,304.34</b>	<b>12,473.12</b>	<b>16,300.05</b>	<b>34,059.07</b>
2	Expenses						
	(a) Cost of Materials, Erection, Construction & Operation Expenses	4,953.95	5,303.51	7,090.79	10,257.46	13,462.45	29,002.23
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	253.87	-	248.20	248.20
	(c) Employee benefits expense	1,083.04	863.39	761.87	1,946.43	1,664.58	3,699.44
	(d) Finance Costs (Refer Note 10)	1,155.18	2,722.55	2,895.74	3,877.73	5,590.59	11,568.38
	(e) Depreciation and amortisation expense	135.64	137.39	134.10	273.03	269.15	582.66
	(f) Other expenses	7,599.52	913.31	791.17	8,512.83	1,236.06	4,689.27
	<b>Total expenses</b>	<b>14,927.33</b>	<b>9,940.15</b>	<b>11,927.54</b>	<b>24,867.48</b>	<b>22,471.03</b>	<b>49,790.18</b>
3	Profit/(Loss) before exceptional items and tax (1-2)	(9,309.66)	(3,084.70)	(2,623.20)	(12,394.36)	(6,170.98)	(15,731.11)
4	Exceptional Items (Refer Note No 9(b))	(13,529.64)	-	-	(13,529.64)	-	6,361.26
5	Profit/(Loss) before tax (3 - 4)	4,219.98	(3,084.70)	(2,623.20)	1,135.28	(6,170.98)	(22,092.37)
6	Tax Expense (Refer Note 12)	-	-	-	-	-	4,278.00
7	Profit/(Loss) for the period / year (5 - 6)	4,219.98	(3,084.70)	(2,623.20)	1,135.28	(6,170.98)	(26,370.37)
8	Other comprehensive income / (loss) (OCI)						
	Other comprehensive income not to be reclassified to profit or loss in subsequent periods						
	Re-measurement gains on defined benefit plans (Net of Taxes)	(82.17)	3.28	0.85	(78.89)	1.71	15.61
	Fair Value of Equity Instruments through OCI (Net of Taxes)	(2.51)	(12.36)	0.39	(14.87)	3.88	39.01
	<b>Total Other comprehensive income</b>	<b>(84.68)</b>	<b>(9.08)</b>	<b>1.24</b>	<b>(93.76)</b>	<b>5.59</b>	<b>54.62</b>
9	Total comprehensive Profit / (Loss) for the period / year (7+8)	4,135.30	(3,093.78)	(2,621.96)	1,041.52	(6,165.39)	(26,315.75)
10	Paid-up equity share capital (Face value ₹ 10 each)	1,32,152.90	1,22,452.90	97,152.90	1,32,152.90	97,152.90	97,152.90
11	Other Equity	-	-	-	-	-	(23,352.89)
12	Earnings per share (of Rs 10/- each) (not annualised for the period):						
	(a) Basic	0.37	(0.31)	(0.27)	0.09	(0.63)	(2.71)
	(b) Diluted	0.37	(0.31)	(0.27)	0.09	(0.63)	(2.71)
	See accompanying notes to the financial results						



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SEPC Limited (Formerly known as Shriram EPC Limited)		
Consolidated Statement of Assets and Liabilities as at September 30, 2022		
(Amount in ₹ lakhs, unless otherwise stated)		
	As at 30-09-2022	As at 31-03-2022
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,570.36	3,842.03
Right to Use Assets	218.22	233.09
Intangible assets	32.00	32.00
Contract Assets	3,956.02	3,956.02
<b>Financial assets</b>		
Investments	37.85	52.72
Loans	703.36	8,131.35
Trade Receivables	19,275.27	18,768.50
Other Financial Assets	1,050.95	1,091.57
Deferred tax asset (net)	43,345.50	43,345.50
Income tax assets (net)	1,089.34	1,412.42
<b>Total Non-Current Assets</b>	<b>73,278.87</b>	<b>80,865.20</b>
<b>Current assets</b>		
Inventories	-	-
Contract Assets	68,105.52	79,708.74
<b>Financial assets</b>		
Trade receivables	29,239.99	37,250.48
Cash and cash equivalents	3,384.07	582.67
Other bank balances	2,223.65	2,387.49
Other financial assets	67.94	879.25
Other current assets	20,967.20	20,052.12
Assets classified as held for sale	-	596.06
<b>Total Current Assets</b>	<b>1,23,988.37</b>	<b>1,41,456.81</b>
<b>Total Assets</b>	<b>1,97,267.24</b>	<b>2,22,322.01</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,32,152.90	97,152.90
Other equity	(21,879.08)	(23,352.89)
Non - Controlling Interest	158.08	146.61
<b>Total Equity</b>	<b>1,10,431.90</b>	<b>73,946.62</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
<b>Financial liabilities</b>		
Lease Liabilities	194.17	201.93
Borrowings	21,622.84	15,364.47
Other financial liabilities	4,723.49	4,465.38
Provisions	513.57	540.50
Other non-current liabilities	2,202.91	2,202.91
<b>Total Non-Current Liabilities</b>	<b>29,256.98</b>	<b>22,775.19</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Lease Liabilities	36.60	36.60
Borrowings	23,053.57	82,462.97
Trade payables	-	-
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	27,680.61	33,968.22
Other financial liabilities	2,075.47	1,875.25
Other current liabilities	543.15	689.94
Contract Liabilities	3,805.84	5,934.03
Provisions	383.12	633.19
<b>Total Current Liabilities</b>	<b>57,578.36</b>	<b>1,25,600.20</b>
<b>Total Liabilities</b>	<b>86,835.34</b>	<b>1,48,375.39</b>
<b>Total Equity and Liabilities</b>	<b>1,97,267.24</b>	<b>2,22,322.01</b>



## SEPC Limited

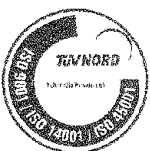
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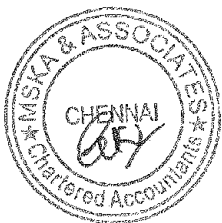
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CIN: L74210TN2000PLC045167



SEPC Limited (Formerly known as Shriram EPC Limited)		
Statement of Consolidated cash flows for the Half Year ended September 30, 2022		
(Amount in ₹ lakhs, unless otherwise stated)		
Particulars	September 30,2022	September 30,2021
<b>Cash flow from operating activities</b>		
Profit/Loss before tax	1,135.28	(6,170.98)
Adjustments for:		
Depreciation and amortization expenses	273.03	269.15
Provision for Gratuity	40.36	(26.18)
Provision for Compensated Absences	(86.10)	(42.00)
Finance cost	3,877.73	5,590.59
Provision for Contract Assets & Trade Receivable	6,643.76	-
Interest income	(113.04)	(1,538.75)
Liabilities written back	(13.00)	-
Loss on sale of fixed asset	346.02	-
Interest income reversal	(13,529.64)	-
<b>Operating Profit / (Loss) before working capital changes</b>	<b>(1,425.60)</b>	<b>(1,918.17)</b>
<b>Changes in working capital</b>		
Decrease in trade payables	(6,274.61)	(4,956.16)
Decrease in inventories	-	248.20
Decrease in trade receivables	6,781.53	5,278.18
Decrease in loans and advances	7,427.99	0.05
Decrease in other Current liabilities	(146.79)	(986.15)
Decrease in contract liabilities	(1,705.19)	-
Decrease in Short Term provisions	(242.86)	107.05
Decrease in Long Term provisions	(67.29)	(26.51)
Increase in other financial liabilities	458.34	201.96
Decrease in other financial assets	851.93	199.54
(Increase) / Decrease in other current assets	(915.08)	291.32
Increase in Contract Assets	5,681.65	-
<b>Cash (used in) / from operations</b>	<b>10,424.02</b>	<b>(1,560.70)</b>
Income tax paid	323.08	(136.78)
<b>Net cash (used in) / from operating activities (A)</b>	<b>10,747.10</b>	<b>(1,697.48)</b>
<b>Cash flow from Investing activities</b>		
Movement in Bank balances not considered as Cash and cash equivalents (Net)	247.58	509.65
Proceeds from Capital	35,000.00	-
Proceeds from sale/ disposal of fixed assets	276.09	2.14
Interest received	29.30	-
<b>Net cash flow from investing activities (B)</b>	<b>35,552.97</b>	<b>511.79</b>
<b>Cash flow from Financing activities</b>		
Proceeds from Short term borrowings (net)	900.00	2,313.59
Repayment of Long & Short term borrowings	(39,215.39)	(1,084.81)
Redemption of debentures	(78.83)	-
Interest and Finance Charges Paid	(5,104.45)	(2.00)
Repayment of finance lease obligation	-	-
<b>Net cash flow (used in) / from financing activities (C)</b>	<b>(43,498.67)</b>	<b>1,226.78</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>2,801.40</b>	<b>41.09</b>
Cash and cash equivalents at the beginning of the year	582.67	840.86
<b>Cash and cash equivalents at the end of the Period</b>	<b>3,384.07</b>	<b>881.95</b>
<b>Cash and cash equivalents comprise</b>		
Cash and cash equivalents as per Balance Sheet	5,607.72	3,239.19
Less: Bank balances not considered as Cash and cash equivalents as defined in Ind-AS 7 Cash Flow Statements	2,223.65	2,357.24
	<b>3,384.07</b>	<b>881.95</b>



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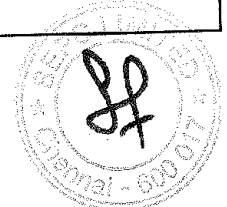
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S. No	Notes:
1	The above unaudited Consolidated financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2022 and has been subjected to review by the Statutory Auditors of the Company. These unaudited Consolidated financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on Interim Financial Reporting, the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended.
2	The Resolution Plan (RP) was implemented by the Company and Lenders, upon completion of compliance of all conditions precedent to the satisfaction of the consortium lenders and RP is effective from September 30, 2022, with change in Management as per the RP formulated under the Reserve Bank of India (Prudential Framework for Resolution of Stressed Assets) Directions, 2019 vide its circular dated June 07, 2019 ("the RBI Circular" / "Regulatory Framework"). Consequent to the implementation of resolution plan and acquisition of 26.48% in equity of the Company by MARK AB LLC Dubai, management has informed to the stock exchange that MARKAB is the promoter, and SVL Limited to be reclassified as part of Public holding.
3	i) During the quarter and period ended September 30, 2022, pursuant to the Resolution Plan, Company has received Rs 35,000 Lakhs of equity and has allotted 35,00,00,000 equity shares of Rs. 10 each on preferential basis to Mark AB Capital Investment LLC, Dubai and shall be subject to lock-in for such period as may be prescribed under the ICDR Regulations. As at September 30, 2022 the Company has utilized the entire proceeds towards the intended purpose. The paid-up equity capital of the Company as on date is Rs. 1,32,15,29.90 Lakhs - divided into 1,32,15,29,025 equity shares of Rs.10/- each. ii) During the period ended September 30, 2022, pursuant to the Resolution Plan, Company has issued 1,59,91,000 Compulsorily Convertible Debentures(CCD) of Rs' 100/- each and 1,59,91,000 Non-Convertible Debenture(NCD) of Rs 100/- each aggregating to Rs. 31,982 Lakhs by way of conversion of existing loans of lenders.
4	The Company entered into a contract in earlier years to construct Ammonia plant for Bharath Coal and Chemicals Limited (BCCL). The project is stalled due to delays in statutory approvals. The total outstanding amount in respect of this project recorded under Unbilled Revenue is Rs. 3,956.02 Lakhs (Net of provision amounting to Rs. 926.98 Lakhs). Further, based on a reference to Honable National Company Law Tribunal ("NCLT") by a creditor of BCCL, IRP was appointed. Since there was no viable solution, liquidation of BCCL was ordered and liquidator has been appointed. The liquidator and BCCL are in process of evaluating the realisable value of the assets held by BCCL to settle the liabilities. Considering that BCCL is under liquidation and do not have any financial creditor, management is of the view that BCCL will be in a position to settle Company's dues in full. The auditors have qualified this matter in their report for the quarter ended September 30, 2022.
5	The Company (SEPC) is one of the Respondent along with Twarit Consultancy Private Limited (TCPL) in respect of an Arbitration by The Singapore International Arbitration Centre (SIAC) filed by GPE (INDIA) Ltd, GPE JV1Ltd, Gaja Trustee Company Private Ltd (the Claimants) in connection with the claimants' investments in an associate company of the Company. SIAC vide their Order dated January 07, 2021 awarded damages Jointly and Severally on the Respondents to the tune of Rs.1,98,54.10 Lakhs and a sum of SGD 372,754.79 towards Arbitration expenses. These are to be paid along with simple interest @ 7.25% pa from July 21, 2017 until the date of payment. The Respondents have already preferred an appeal before the High Court of Republic of Singapore against the award of SIAC and the same is pending as on date. However, the Company has entered into an Inter-se arrangement dated September 29, 2015 with TCPL and Shri Housing Pvt Ltd by which, Company will be fully indemnified, in case of any liability arising out of any Suits, Proceedings, Disputes, Damages payable by the Company on any defaults arising out of the investments made by the Complainant in the associate. In view of the said Inter-se Arrangements, the Company do not have any liability whatsoever, on account of this award which is subject to the outcome of the Respondents appeal before all appropriate Jurisdictional Courts / Forums.
6	Mokul Shriram EPC JV (JV Company) have won the complaint against Export Credit Guarantee Corporation of India Limited (ECGC) before the National Consumer Disputes Redressal Commission, (NCDRC) New Delhi, in connection with the project executed in Basra, Iraq. NCDRC, vide their order dated January 27, 2021, allowed the claims and directed ECGC to pay a sum of Rs. 26,501 lakhs along with simple interest @ 10% pa. with effect from September 19, 2016 till the date of realisation to the JV Company within a period of three months from the date of order, failing which ECGC will be liable to pay compensation in the form of simple interest @ 12% pa. ECGC had filed an appeal against the order of NCDRC New Delhi, before Supreme Court, and the case is pending for disposal.
7	The Company has business losses which are allowed to be carried forward and set off against available future taxable income under Income Tax Act, 1961. Against the carried forward loss amounting to Rs. 1,50,038.45 lakhs, the Company has recognised Deferred Tax Asset (DTA) on a carry forward loss of Rs. 1,18,022.03 lakhs resulting in DTA of Rs. 39,679.73 lakhs (September 30, 2021 - Rs. 43,914 Lakhs). Considering potential order book as on date, future business prospects in the light of implementation of resolution plan, projects in pipeline etc, the management is confident of adjusting these carry forward losses and reversal of DTA before the expiry of the period for which this benefit is available. The auditors have qualified this matter in their report for the quarter ended September 30, 2022.
8	The Company has incurred net loss before exceptional items during the quarter and half year ended September 30, 2022 amounting to Rs. 9,309.66 Lakhs and Rs. 12,394.36 Lakhs respectively and as of that date has accumulated losses aggregating Rs. 2,14,084.24 Lakhs which has resulted in erosion of its net worth. Resolution Plan submitted in accordance with the requirement set out in the circular issued by the Reserve Bank of India No RBI/20119/203DBR.No>BP.BC.45/21.04.048./2018-19 dated June 07, 2019 has been approved and implemented by Company and Lenders on September 30, 2022. Considering the positive developments of implementing the resolution plan, infusion of equity by the investor and the change in management, additional funding by investor for working capital together with plans to meet financial obligations in future out of the cash flows from execution of the pipeline of orders in hand, business plans, sanctioned non-fund based facilities etc, these financial results are prepared on a going concern basis.



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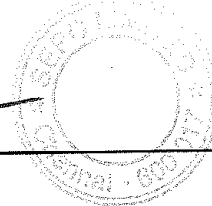


9	<p>(a) The outbreak of Coronavirus (COVID -19) pandemic globally and in India caused significant disturbance and slowdown of economic activity. The Company has assessed the impact of pandemic on its financial results/position based on the principle of prudence in applying judgements, estimates and assumptions including sensitivity analysis and has concluded that there is no major impact of COVID 19 on the recoverability of carrying values of assets and expects to recover the carrying value of its assets.</p> <p>(b) Exceptional item:</p> <p>(i) Exceptional item for the quarter and half year ended September 30, 2022 includes an amount of Rs. 18,575.57 Lakhs resulting from implementation of Resolution Plan entered into with the lenders dated June 22, 2022, on account of reduction in interest cost with effective from October 01, 2020 till June, 30, 2022 and the difference between the carrying amounts of the facilities before restructuring as at September 30, 2022 and the fair values of the new facilities recognised as income in accordance with INDAS 109 - Financial Instruments.</p> <p>(ii) Exceptional item for the quarter and period ended September 30, 2022 includes an amount of Rs. 5,045.93 Lakhs towards provision made towards the receivables, on account of termination of a contract and consequent legal disputes / arbitration proceedings initiated during the quarter in respect of a project with the customer.</p> <p>(iii) Exceptional item for the previous year ended March 31, 2022 represents provisions for trade, other receivables and contract assets amounting to Rs. 6,361.26 lakhs , based on estimation of potential stress on project completion and collections, considering the continuing impact of COVID 19 pandemic.</p>
10	Consequent to implementation of resolution plan, interest waiver (July'22 - September'22) of Rs. 2,176 Lakhs have been adjusted against Finance cost for the quarter and half year ended September 30, 2022.
11	Revenue includes Rs. NIL and Rs. 5,413.81 lakhs for the Half year ended September 30, 2022 and September 30, 2021 respectively, Rs. NIL and Rs. 1,893.81 lakhs for the quarter ended September 30, 2022 and September 30, 2021 respectively, being share of revenue relating to the Basra project, billed from Mokul Shriram EPC JV (MSJV), a jointly controlled operation, wherein the Company owns 50% interest.
12	Tax expense represents deferred tax asset on unabsorbed business loss written off during the previous year ended March 2022.
13	There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years, available for set off, while computing income, both under the provisions of 115 JB and those other than section 115 JB of the Income Tax act 1961.
14	The Company is engaged in the sole activity of carrying on the business of "Engineering ,Procurement and Construction " (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company.
15	The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits, received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date from which the Code will come into effect has not yet been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact from the period the Code becomes effective
16	Previous period figures have been regrouped / reclassified to be in conformity with current periods classification/disclosure, wherever necessary.

Place: Chennai  
Date : November 14, 2022

For SEPC Limited

  
N K Suryanarayan  
Managing Director & CEO



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