



KNR Constructions Limited.

Dated 11th February 2019

Ref: KNRCL/SD/2019/34 & 35

To
Dept. of Corporate Services,
B S E Limited
P J Towers, Dalal Street,
Fort, MUMBAI - 400001

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

Sir,

Sub: - Proceedings of the Board Meeting

Ref:-KNR Constructions Limited, BSE Code: 532942,
NSF Symbol: KNRCON

With reference to the above, we wish to inform you that in the just concluded Meeting of the Board of Directors of the Company, inter-alia considered and approved the Un-audited Financial Results (Standalone) for the Quarter / Nine months ended 31st December 2018

These results are limited reviewed by the Auditors of the Company. The Limited Review Report submitted by the Auditors of the Company is also enclosed with the results.

We hereby declare that the Unaudited Report in respect of Standalone Financial Statements for Quarter Ended 31st December 2018 are unmodified.

Further, please find enclosed the Revised Code of Practices of Procedures for Fair Disclosure of Unpublished Price Sensitive Information under Regulation 8(1), Chapter IV, which has been amended to incorporate addition clauses mandated by the SEBI (Prohibition of Insider Trading) Amendment Regulations, 2018, as approved by the Board of Directors in its Meeting held today.

The Meeting commenced at 12:30 PM and Concluded at 2:45 PM.

This is for your information and records.

Yours sincerely,

for KNR Constructions Limited

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



KNR CONSTRUCTIONS LIMITED

CIN: L74210TG1995PLC130199

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

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018

(Rupees in Lakhs, except share data)

Sl. No.	PARTICULARS	Quarter ended			Nine months ended		Year ended
		December 31	September 30	December 31	December 31	December 31	March 31
		2018	2018	2017	2018	2017	2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Revenue from Operations (refer note : 3 and 5)	44,889.39	41,628.94	43,319.08	142,154.22	130,728.10	193,165.45
2.	Other Income	2,166.75	881.20	608.23	4,824.28	2,103.10	3,931.25
3.	Total income (1+2)	47,056.14	42,510.14	43,927.31	146,978.50	132,831.20	197,096.70
4.	Expenses						
a)	Cost of materials consumed	14,803.02	16,522.01	12,762.21	45,023.50	34,105.92	50,551.47
b)	Sub contract Expenses	4,530.08	3,935.97	8,789.76	12,453.30	29,402.73	41,503.33
c)	Spreading & Assortment Expenses	8,702.74	5,841.95	6,267.44	32,710.91	23,831.01	36,489.28
d)	Employee benefits expense	2,356.67	2,492.63	1,807.65	6,808.53	5,214.51	7,211.60
e)	Finance Costs	725.50	742.38	490.01	2,187.29	1,435.15	2,314.42
f)	Depreciation and amortization expense	4,500.05	3,926.36	3,713.98	12,026.65	8,504.25	13,414.59
g)	Other expenses	5,485.09	4,522.13	3,853.63	16,846.16	11,633.77	18,796.95
	Total Expenses (a to g)	41,103.15	37,983.43	37,684.68	128,056.34	114,127.34	170,281.64
5.	Profit / (loss) before exceptional items and tax (3 - 4)	5,952.99	4,526.71	6,242.63	18,922.16	18,703.86	26,815.06
6.	Exceptional Items	-	-	-	-	-	-
7.	Profit / (loss) before tax (5 - 6)	5,952.99	4,526.71	6,242.63	18,922.16	18,703.86	26,815.06
8.	Tax Expense						
	Current Tax	1,249.44	995.59	1,410.22	4,023.43	3,808.10	5,521.61
	Tax relating to earlier years	35.60	-	49.75	35.60	32.45	(19.49)
	MAT credit entitlement	76.90	(101.92)	(1,038.45)	(225.73)	(2,951.14)	(3,564.09)
	Deferred Tax	(619.70)	(867.25)	(748.09)	(2,022.47)	(1,420.37)	(2,332.20)
	Total Tax Expense	742.24	26.42	(326.57)	1,810.83	(530.96)	(394.17)
9.	Net Profit/(Loss) after tax (7 - 8)	5,210.75	4,500.29	6,569.20	17,111.33	19,234.82	27,209.23
10.	Other Comprehensive Income (OCI) [Net of tax]	(31.64)	(31.63)	(23.63)	(94.91)	0.58	(127.20)
11.	Total Comprehensive Income (9+10)	5,179.11	4,468.66	6,545.57	17,016.42	19,235.40	27,082.03
12.	Paid up equity share capital (Face Value Rs.2/- per share)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
13.	Other Equity						112,970.90
14.	Earnings Per Share (EPS)						
a.	Basic EPS Rs.	3.71*	3.20*	4.67*	12.17*	13.68*	19.35
b.	Diluted EPS Rs.	3.71*	3.20*	4.67*	12.17*	13.68*	19.35

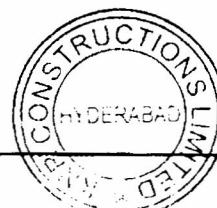
* Not annualised

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on February 11, 2019.
- The above results are in compliance with the Indian Accounting Standards (IND AS) specified under the section 133 of the Companies Act, 2013 read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 & amendments thereto and were subject to limited review by the statutory Auditor of the company.
- The Ministry of Corporate Affairs (MCA), on 28 March 2018, notified Ind AS 115 "Revenue from Contracts with Customers" and the new standard is effective from April 1, 2018. Based on the assessment done by the management, the adoption of the standard did not have any material impact on the financial statements of the company during the periods.
- The company is primarily engaged in "Construction and Engineering activities" and there are no other reportable segments under Ind As 108 "Operating Segments".
- Revenue from operations for the nine months ended December 31, 2017 and year ended March 31, 2018 includes our share of Rs. 1,681.75 lakhs in the claims received by two joint ventures.
- The Company has entered into Share Purchase Agreements (the "SPAs") with Cube Highways and Infrastructure III Pte. Ltd. (the "Investor") for the following 3 wholly owned subsidiaries (the "SPVs") of HAM Projects - 1) KNR Srirangam Infra Private Limited on 28-01-2019, 2) KNR Chidambaram Infra Private Limited on 11-02-2019, 3) KNR Tirumala Infra Private Limited on 11-02-2019. Pursuant to SPAs, the Company will, in a phased manner, sell to the Investor its entire shareholding in the SPVs, subject to the shareholding transfer restrictions set out in the concession agreement (s) executed between National Highway Authority of India and the respective SPVs and subject to various regulatory and lenders' approvals.
- The Registered office of the Company has been shifted from the State of Delhi to the State of Telangana w.e.f 31.01.2019. New CIN of the Company is L74210TG1995PLC130199.
- During the quarter, the unclaimed dividend of Rs. 67,582/- relating to F.Y 2010-11 has been transferred to Investor Education and Protection Fund A/c
- Figures for the previous year/period have been regrouped/re-classified to confirm to the figures of the current period.

Place : Hyderabad

Date : 11-02-2019

For KNR Constructions Ltd.,

K. Narasimha Reddy
K. Narasimha Reddy
Managing Director

K.P.RAO & CO

CHARTERED ACCOUNTANTS

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

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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO
THE BOARD OF DIRECTORS
KNR CONSTRUCTIONS LIMITED

1. We have reviewed the accompanying Statement of standalone unaudited financial results ("the Statement") of **KNR Constructions Limited** (the 'Company') for the quarter and nine months ended December 31, 2018 being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular no CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard for Interim Financial Reporting Ind AS 34, prescribed under section 133 of Companies Act, 2013 read with relevant rules issued thereunder, other accounting principles generally accepted in India and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

2. We conducted our review in accordance with 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 Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The Statement includes the Company's share of loss of Joint operations aggregating to Rs. 16.25 lakhs and Rs. 126.02 lakhs for the quarter and nine months ended December 31, 2018 respectively, assets of Rs. 2278.47 lakhs, liabilities of Rs.135.15 lakhs as at December 31, 2018. For this interim financial information have been furnished to us by the management. Our review report on this Statement, in so far as it relates to the amounts and disclosures included in respect of these joint operations, is based solely on such interim financial information certified by the Management. According to the information and explanation given to us by the management, the interim financial information of these joint operations are not material to the company.



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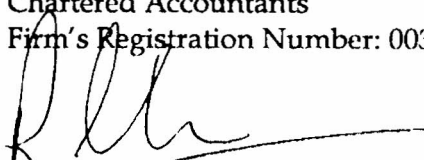
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Our report on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

4. Based on our review, nothing has come to our attention that causes us to believe that the accompanying Statements prepared in accordance with the applicable Indian Accounting Standards and the recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, read with SEBI Circular no CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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


Mohan R. Lavi
Partner

Membership Number: 029340



Place: Hyderabad
Date: February 11, 2019

**CODE OF PRACTICES AND PROCEDURES FOR FAIR DISCLOSURE OF UNPUBLISHED
PRICE SENSITIVE INFORMATION**

[As envisaged under Regulation 8 (1) of SEBI (Prohibition of Insider Trading) Regulations, 2015]

Principles of Fair Disclosure for purposes of Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information

The Company shall adhere to the following principles in order to ensure timely and adequate disclosure of Price Sensitive Information with respect to it or its securities which is likely to affect price of the securities:

1. The Company will make prompt public disclosure of unpublished price sensitive information that would impact price discovery no sooner than credible and concrete information comes into being in order to make such information generally available.
2. The Company will make, uniform and universal dissemination of unpublished price sensitive information to avoid selective disclosure.
3. The Company Secretary will be chief investor relations officer to deal with dissemination of information and disclosure of unpublished price sensitive information.
4. The Company will make prompt dissemination of unpublished price sensitive information that gets disclosed selectively, inadvertently or otherwise to make such information generally available.
5. The Company will provide appropriate and fair response to queries on news reports and requests for verification of market rumors by regulatory authorities.
6. The Company will ensure that, information, if any, shared with analysts and research personnel is not unpublished price sensitive information.
7. The Company will make transcripts or records of proceedings of meetings with analysts and other investor relations conferences on the website of the Company to ensure official confirmation and documentation of disclosures made.
8. The Company will handle all unpublished price sensitive information on a need-to-know basis.



KNR Constructions Limited

9. Sharing of unpublished price sensitive information in the course of business by an insider with partners, collaborators, lenders, customers, suppliers, merchant bankers, legal advisors, auditors, insolvency professionals, other advisors or consultants shall be considered as “legitimate purposes” provided that such sharing has not been carried out to evade or circumvent the prohibitions of the SEBI PIT Regulations.
10. Any person in receipt of unpublished price sensitive information pursuant to a legitimate purpose shall be considered an "insider" for purposes of the SEBI PIT Regulations and due notice shall be given to such person to maintain confidentiality of such unpublished price sensitive information in compliance with the said Regulations. Such person is also required to ensure the confidentiality of unpublished price sensitive information shared with him / her, in compliance with the SEBI PIT Regulations.
11. A structured digital database shall be maintained containing the names of such persons or entities, as the case may be, with whom information is shared for legitimate purposes along with the Permanent Account Number or any other identifier authorized by law where permanent Account Number is not available. Adequate and effective system of internal controls will also be laid out to secure such database. Documents containing confidential information shall be kept secured. Computer files must have adequate security login and password, etc

(Note: Clause 9 to 11 incorporated pursuant to SEBI (Prohibition of Insider Trading (Amendment) Regulations 2018 shall come into effect from 01.04.2019)

This Regulations were approved by the Board on 15.05.2015 and further amended on 11.02.2019