

Growth Unlimited

POWER MECH®

Date: 27.06.2020

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 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 11.30 am and concluded at 06.00 pm have inter-alia transacted the following business:

1. approved the audited standalone financial results for the fourth quarter and year ended 31.03.2020 – **enclosed**
2. approved the audited consolidated financial results of the Company and its Subsidiaries/JV's for the fourth quarter and year ended 31.03.2020. **enclosed**
3. took note of the auditor's reports forming part of audited standalone and consolidated financials for the fourth quarter and year ended 31.03.2020 – **enclosed**.
4. recommended final dividend of Re 1.00 per share (10%) for the FY 19-20, subject to approval of the shareholders in the AGM.
5. appointed Ms. Lasya Yerramneni as an Additional Director under the category of Independent Director of the Company for a period of five years subject to the approval of the members at the ensuing annual general meeting – **enclosed brief profile of Ms. Lasya Yerramneni**.

POWER MECH PROJECTS LIMITED

AN ISO 9001, ISO 14001 & OHSAS 18001 CERTIFIED COMPANY

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



JAS-ANZ



M4570910IN






POWER MECH®

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6. Declaration with regard to unmodified opinion pursuant to Regulation 33(3) (d) of SEBI Listing Regulations, 2015 is enclosed.

This is for your information and records.

Thanking you
For Power Mech Projects Limited


S Kishore Babu
Chairman and Managing Director
DIN: 00971313



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Information pertaining to the appointment of Ms. Lasya Yerramni as an Independent Director.

Name of the Appointee	Ms. Lasya Yerramni
Date of appointment on the Board	27-06-2020
Qualification, Experience & Expertise	<p>She has done her Post-Graduate Programme in Management from Indian School of Business, MS in Electrical and Computer Engineering from University of Texas at Austin.</p> <p>She has 15 years of experience in IT project management & delivery, client engagement, IT strategy, business development.</p>
Relationship between Director	She is not related with any Directors on the Board

POWER MECH PROJECTS LTD.
HYDERABAD

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Statement of Standalone financial results for the Quarter and Year Ended March 31, 2020

(Rs. in Mns)

Sl. No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited (Refer Note 6)	Unaudited	Audited (Refer Note 6)	Audited	Audited
I	Income					
	(a) Revenue from operations	5,482.16	5,157.98	5,670.48	20,445.54	17,365.69
	(b) Other income	34.18	16.87	49.51	91.13	143.65
	Total income	5,516.34	5,174.85	5,719.99	20,536.67	17,509.34
II	Expenses					
	(a) Cost of materials consumed	867.56	621.88	1,114.51	2,974.22	2,897.43
	(b) (Increase)/Decrease in inventories of finished goods, stock-in-trade and work-in-progress	(74.23)	(7.49)	21.35	(120.62)	(3.30)
	(c) Contract execution expenses	3,255.07	3,032.39	3,080.80	11,829.52	9,479.53
	(d) Employee benefits expense	812.81	813.59	676.04	3,052.76	2,470.56
	(e) Finance costs	222.90	173.95	162.98	717.93	501.67
	(f) Depreciation and amortisation expense	87.84	89.55	93.45	361.47	385.61
	(g) Other expenses	71.94	47.01	99.79	240.51	267.98
	Total expenses	5,243.89	4,770.88	5,248.92	19,055.79	15,999.48
III	Profit before exceptional items and tax (I-II)	272.45	403.97	471.07	1,480.88	1,509.86
IV	Exceptional items	-	-	-	-	-
V	Profit before tax (III-IV)	272.45	403.97	471.07	1,480.88	1,509.86
VI	Tax expense					
	(a) Current tax	72.25	105.49	180.71	397.70	581.83
	(b) Deferred tax charge/(credit)	(22.10)	(3.28)	1.26	(23.46)	(29.30)
	Total tax expense	50.15	102.21	181.97	374.24	552.53
VII	Profit for the period after tax (V-VI)	222.30	301.76	289.10	1,106.64	957.33
VIII	Other comprehensive income					
	Items that will not be reclassified to profit or loss					
	(a) Remeasurements of the defined employee benefit plans	8.18	0.50	8.54	9.68	10.04
	(b) Changes in fair value of equity instruments	(0.09)	0.01	0.02	(0.08)	(0.01)
	Total Other comprehensive income	8.09	0.51	8.56	9.60	10.03
IX	Total comprehensive income (VII+VIII)	230.39	302.27	297.66	1,116.24	967.36
X	Paid-up equity share capital (Face value Rs.10/- each)	147.11	147.11	147.11	147.11	147.11
XI	Reserves (excluding revaluation reserves) as per Balance Sheet				8,713.54	7,615.03
XII	Earnings per share (of Rs.10/- each) (for the period - not annualised)					
	- Basic and Diluted	15.11	20.51	19.65	75.23	65.08

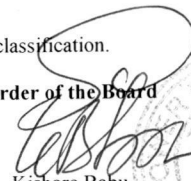
Notes:

- These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on June 27, 2020. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The Statutory auditors have expressed an unmodified opinion on the financial results for the year ended 31st March, 2020.
- 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 adopting the said provisions and re-measured its deferred tax based on the rate prescribed in the said section.



- 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. 93.88 Mns (including reclassification of leases previously classified as finance lease) and a lease liability of Rs. 86.36 Mns as on 1st April, 2019. The company has recognized interest expenses on leases amounting to Rs.1.76 Mns and Rs. 7.53 Mns for the current quarter and year ended respectively and depreciation on Right-of-use of asset amounting to Rs.6.12 Mns and Rs.21.87 Mns for the current quarter and year ended respectively in these financial statements. Consequent to the said recognition, the actual rent paid on leased assets was reduced by Rs.6.20 Mns and Rs.24.26 Mns for the current quarter and year ended respectively.
- 5 The company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, receivables and retentions, advances to vendors and other assets. In assessing the recoverability of the assets, the company has considered the internal and external sources of information available at the time of approval of the financial statements and is of view that the carrying amount of the assets will be realized. The impact of COVID-19 on the company's financial results may differ from that estimate as at the date of approval of these financial results and would be recognized prospectively.
- 6 The figures for the current quarter and quarter ended March 31, 2019 are balancing figure between the audited figures of the full financial year ended March 31, 2020 and March 31, 2019, respectively, and the published year to date figures upto third quarter ended December 31, 2019 and December 31, 2018, respectively.
- 7 Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

By order of the Board


S. Kishore Babu

Chairman and Managing Director



Hyderabad
June 27, 2020

POWER MECH PROJECTS LIMITED

Registered & Corporate Office: Plot No.77, Jubilee Enclave, Madhapur, Hyderabad - 500 081, Telangana.
CIN: L74140TG1999PLC032156, Email - info@powermech.net, Website: www.powermechprojects.com

Statement of Consolidated financial results for the Quarter and Year Ended March 31, 2020

(Rs. in Mns)

Sl. No	Particulars	Quarter ended			Year Ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited (Refer Note 6)	Unaudited	Audited (Refer Note 6)	Audited	Audited
I	Income					
	(a) Revenue from operations	5,945.63	5,457.52	6,549.85	21,646.79	22,613.00
	(b) Other income	34.75	17.13	46.02	93.42	141.33
	Total income	5,980.38	5,474.65	6,595.87	21,740.21	22,754.33
II	Expenses					
	(a) Cost of materials consumed	963.22	674.33	1,239.31	3,238.02	3,263.82
	(b) (Increase)/Decrease in inventories of finished goods, stock-in-trade and work-in-progress	(87.22)	(5.81)	(13.26)	(129.47)	31.28
	(c) Contract execution expenses	3,477.96	3,134.88	3,564.63	12,312.63	12,151.03
	(d) Employee benefits expense	861.35	873.01	812.62	3,247.66	3,931.73
	(e) Finance costs	228.27	179.50	185.91	740.57	550.72
	(f) Depreciation and amortisation expense	94.34	97.63	108.98	394.19	458.01
	(g) Other expenses	79.17	56.14	111.08	270.27	327.40
	Total expenses	5,617.09	5,009.68	6,009.27	20,073.87	20,713.99
III	Profit before Share of Profit/(loss) from Joint venture, exceptional items and tax (I-II)	363.29	464.97	586.60	1,666.34	2,040.34
IV	Share of Profit/(Loss) from Joint Venture	(0.05)	1.70	15.46	15.70	15.31
V	Profit before exceptional items and tax (III-IV)	363.24	466.67	602.06	1,682.04	2,055.65
VI	Exceptional items	-	-	-	-	-
VII	Profit before tax (V-VI)	363.24	466.67	602.06	1,682.04	2,055.65
VIII	Tax expense					
	(a) Current tax	71.71	105.78	197.73	400.00	654.79
	(b) Deferred tax charge/(credit)	(24.40)	(2.62)	1.38	(25.48)	(31.15)
	Total tax expense	47.31	103.16	199.11	374.52	623.64
IX	Profit for the period after tax (VII-VIII)	315.93	363.51	402.95	1,307.52	1,432.01
X	Other comprehensive income					
	Items that will not be reclassified to profit or loss					
	(a) Remeasurements of the defined employee benefit plans	(0.09)	0.50	8.03	9.68	9.53
	(b) Equity instruments through other comprehensive income	8.18	0.01	0.02	(0.08)	(0.01)
	Items that will be reclassified to profit or loss					
	(a) Exchange fluctuations on revaluation of foreign operations	14.22	14.90	(22.74)	18.18	10.71
	Total Other comprehensive income/(loss)	22.31	15.41	(14.69)	27.78	20.23
XI	Total comprehensive income (IX+X)	338.24	378.92	388.26	1,335.30	1,452.24
	Profit for the period before other comprehensive income	315.93	363.51	402.95	1,307.52	1,432.01
	Attributable to					
	Equity share holders of the parent	314.04	364.14	349.90	1,313.28	1,216.43
	Non-controlling interest	1.89	(0.63)	53.05	(5.76)	215.58
	Total comprehensive income for the period	338.24	378.92	388.26	1,335.30	1,452.24
	Attributable to					
	Equity share holders of the parent	332.78	375.11	345.90	1,335.76	1,233.40
	Non-controlling interest	5.46	3.81	42.36	(0.46)	218.84
XII	Paid-up equity share capital (Face value Rs.10/- each)	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	21.35	24.75	23.79	89.27	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 June 27, 2020. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The Statutory auditors have expressed an unmodified opinion on the financial results for the year ended 31st March, 2020.
- 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 year ended 31st March, 2020 and re-measured its deferred tax based on the rate prescribed in the said section.

- 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 company has recognized Right-of-use asset amounting to Rs. 93.88 Mns (including reclassification of leases previously classified as finance lease) and a lease liability of Rs. 86.36 Mns as on 1st April, 2019. The company has recognized interest expenses on leases amounting to Rs.1.76 Mns and Rs. 7.53 Mns for the current quarter and year ended respectively and depreciation on Right-of-use of asset amounting to Rs. 6.12 Mns and Rs.21.87 Mns for the current quarter and year ended respectively in these financial statements. Consequent to the said recognition, the actual rent paid on leased assets was reduced by Rs.6.20 Mns and Rs.24.26 Mns for the current quarter and year ended respectively.
- 5 The company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, receivables and retentions, advances to vendors and other assets. In assessing the recoverability of the assets, the company has considered the internal and external sources of information available at the time of approval of the financial statements and is of view that the carrying amount of the assets will be realized. The impact of COVID-19 on the company's financial results may differ from that estimate as at the date of approval of these financial results and would be recognized prospectively.
- 6 The figures for the current quarter and quarter ended March 31, 2019 are balancing figure between the audited figures of the full financial year ended March 31, 2020 and March 31, 2019, respectively, and the published year to date figures upto third quarter ended December 31, 2019 and December 31, 2018, respectively.
- 7 Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Hyderabad
June 27, 2020

By order of the Board


S. Kishore Babu

Chairman and Managing Director



Statement of Assets and Liabilities					
(Rs.in Mns)					
Sl. No.	Particulars	Standalone(Audited)		Consolidated (Audited)	
		as at		as at	
		31.03.20	31.03.19	31.03.20	31.03.19
	ASSETS				
1	Non-Current Assets				
(a)	Property, Plant and Equipment	1,461.91	1,546.60	1,761.05	1,873.15
(b)	Right-of-use assets	72.01	-	90.88	-
(c)	Capital Work-in-progress	25.61	32.40	26.01	33.35
(d)	Intangible Assets	2.79	3.53	26.31	26.33
(e)	Financial Assets				
(i)	Investments	138.66	138.64	328.91	313.30
(ii)	Other financial assets	2,657.40	2,606.89	2,829.18	2,883.11
(f)	Deferred Tax Asset (Net)	70.97	47.51	81.95	56.47
(g)	Other Non-current Assets	19.07	125.84	19.07	125.84
	Total Non-Current assets	4,448.42	4,501.41	5,163.36	5,311.55
2	Current Assets				
(a)	Inventories	1,152.32	792.61	1,263.27	927.29
(b)	Financial Assets				
(i)	Trade Receivables	4,678.66	3,885.71	5,417.14	3,891.47
(ii)	Cash and cash equivalents	241.07	137.54	296.52	155.51
(iii)	Other bank balances	445.76	715.12	454.41	725.15
(iv)	Loans	499.48	390.49	52.26	47.34
(v)	Other financial assets	5,289.07	3,559.61	5,765.49	4,213.34
(c)	Other Current assets	4,754.02	3,873.84	4,854.96	3,998.41
(d)	Current tax assets (Net)	71.83	-	126.92	-
	Total Current assets	17,132.21	13,354.92	18,230.97	13,958.51
	Total Assets	21,580.63	17,856.33	23,394.33	19,270.06
	EQUITY AND LIABILITIES				
1	Equity				
(a)	Equity Share Capital	147.11	147.11	147.11	147.11
(b)	Other Equity	8,713.54	7,615.03	9,364.61	8,046.60
2	Non-Controlling Interests	-	-	80.86	81.32
		8,860.65	7,762.14	9,592.58	8,275.03
	Liabilities				
3	Non-current liabilities				
(a)	Financial Liabilities				
(i)	Long-term borrowings	296.39	529.77	297.66	539.77
(ii)	Lease liabilities	45.37	-	45.37	-
(iii)	Other financial liabilities	608.29	680.64	610.32	791.19
(b)	Provisions	36.46	25.99	37.36	27.73
(c)	Other non-current liabilities	63.75	197.96	63.75	218.52
	Total non-current liabilities	1,050.26	1,434.36	1,054.46	1,577.21
4	Current liabilities				
(a)	Financial Liabilities				
(i)	Short-term borrowings	4,176.55	2,720.33	4,256.02	2,822.38
(ii)	Lease liabilities	24.26	-	24.26	-
(iii)	Trade payables				
a)	Total outstanding dues of micro enterprises and small enterprises	3.47	3.65	3.47	3.65
b)	Total outstanding dues of Creditors other than micro enterprises and small enterprises	5,212.09	4,040.05	5,775.31	4,426.76
(iv)	Other financial liabilities	1,508.43	1,103.88	1,765.31	1,220.49
(b)	Other current liabilities	735.68	574.92	912.35	749.12
(c)	Provisions	9.24	2.34	10.57	2.44
(d)	Current tax Liabilities (Net)	-	214.66	-	192.98
	Total current liabilities	11,669.72	8,659.83	12,747.29	9,417.82
	Total Liabilities	12,719.98	10,094.19	13,801.75	10,995.03
	Total Equity and Liabilities	21,580.63	17,856.33	23,394.33	19,270.06

Notes:

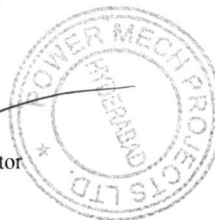
- 1 These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on June 27, 2020. These results are as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The statutory auditors have carried out an audit of these results for the year ended March 31, 2020 and a limited review for the quarter ended March 31, 2020 and have issued an unmodified opinion on these results.
- 2 The group predominantly operates only in construction and maintenance activities and there are no reportable segments under Indian Accounting Standard (Ind AS) -108.
- 3 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 year ended 31st March, 2020 and re-measured its deferred tax based on the rate prescribed in the said section.
- 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 company has recognized Right-of-use asset amounting to Rs. 93.88 Mn (including reclassification of leases previously classified as finance lease) and a lease liability of Rs. 86.36 Mns as on 1st April, 2019. The company has recognized interest expenses on leases amounting to Rs.1.76 Mns and Rs. 7.53 Mns for the current quarter and year ended respectively and depreciation on Right-of-use of asset amounting to Rs. 6.12 Mns and Rs.21.87 Mns for the current quarter and year ended respectively in these financial statements. Consequent to the said recognition, the actual rent paid on leased assets was reduced by Rs.6.20 Mns and Rs.24.26 Mns for the current quarter and year ended respectively.
- 5 The company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, receivables and retentions, advances to vendors and other assets. In assessing the recoverability of the assets, the company has considered the internal and external sources of information available at the time of approval of the financial statements and is of view that the carrying amount of the assets will be realized. The impact of COVID-19 on the company's financial results may differ from that estimate as at the date of approval of these financial results and would be recognized prospectively.
- 6 The figures for the current quarter and quarter ended March 31, 2019 are balancing figure between the audited figures of the full financial year ended March 31, 2020 and March 31, 2019, respectively, and the published year to date figures upto third quarter ended December 31, 2019 and December 31, 2018, respectively.
- 7 Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to current period classification.

Hyderabad
June 27, 2020

By order of the Board


S. Kishore Babu

Chairman and Managing Director



Cash Flow Statement for the Year ended 31st March, 2020

(Rs.in Mns)

Particulars	Standalone(Audited)		Consolidated (Audited)	
	as at		as at	
	31.03.20	31.03.19	31.03.20	31.03.19
I. CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax	1,480.89	1,509.85	1,682.03	2,055.56
Add/Less: Adjustments for :				
Depreciation	361.47	385.61	394.19	458.21
FCTR Movement	-	-	18.18	10.71
Interest and Finance charges	710.13	501.67	740.57	550.72
Interest on Income Tax	7.80	-	7.80	-
Loss on sale of assets	0.58	1.21	0.73	2.60
Net loss arising on financial assets measured at FVTPL	(0.86)	(0.76)	0.86	0.77
Interest income	(65.67)	(69.79)	(66.38)	(70.63)
Profit on sale of assets	(6.39)	(18.95)	(6.67)	(22.75)
Profit on disposal of investment in Joint venture Company	-	(6.96)	-	-
MPA profit for the 11 months period not to be considered	-	-	-	(401.50)
Amortisation of Deferred Government grants	(1.05)	(0.99)	-	-
Remeasurement benefits on defined benefit Plans/Obligations considered in Other Comprehensive Income	9.68	10.04	9.68	9.53
Share of Profit in Joint Venture	-	-	(15.70)	(15.31)
Operating profit before working capital changes	2,496.58	2,310.93	2,765.29	2,577.91
Movements in Working Capital				
Adjustments for (increase)/decrease in operating assets:				
- Trade Receivables	(792.96)	(735.52)	(1,525.67)	(803.98)
- Inventories	(359.71)	(458.71)	(335.98)	(455.04)
- Other Assets	(2,618.29)	(2,071.32)	(2,217.65)	(2,086.67)
Adjustments for increase/(decrease) in operating liabilities:				
- Trade Payables	1,171.87	1,160.52	1,348.36	1,355.90
- Other Liabilities and Provisions	165.32	387.00	216.19	23.73
Cash generated from operations	62.81	592.90	250.54	611.85
Less: Direct taxes paid	(692.00)	(468.87)	(727.06)	(597.23)
Net cash from Operating activities (A)	(629.19)	124.03	(476.52)	14.62
II. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets/Capital work in progress	(263.98)	(470.23)	(291.86)	(503.57)
Proceeds from sale of fixed assets	16.95	62.38	20.11	236.97
Investment in Equity Shares of Joint Venture Companies	-	-	-	(21.20)
Disposal of Investment in MPA(Opening Network as on 31.03.2018)	-	-	-	(164.74)
Investment in equity shares of Subsidiary company	(0.10)	(21.20)	-	-
Disposal of Investment in Subsidiary/Joint venture Company	-	7.21	-	-
Proceeds from Sale of JV	-	-	-	7.21
Margin money deposits with banks and other balances	224.08	(251.87)	232.39	(253.64)
Interest received	65.67	69.79	66.38	70.63
Net cash used in Investing activities (B)	42.62	(603.92)	27.02	(628.34)
Proceeds from Share capital at a premium (Net of expenses)				
Proceeds from/(Repayment of) borrowings	1,434.70	828.29	1,365.55	816.55
Interest and Finance charges paid	(702.60)	(501.67)	(733.04)	(550.72)
Lease Rent Paid	(24.26)	-	(24.26)	-
Dividends and dividend tax paid	(17.74)	(17.74)	(17.74)	(17.74)
Net cash from/(used in) financing activities (C)	690.10	308.88	590.51	248.09
Net Increase /(Decrease) in cash and cash equivalents (A+B+C)	103.53	(171.01)	141.01	(365.63)
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	241.07	137.54	296.52	155.51
Net Increase /(Decrease) in cash and cash equivalents	103.53	(171.01)	141.01	(365.63)

Handwritten signature and circular stamp of the company, likely representing the Chief Financial Officer or a similar senior official.

At Hyderabad, Vijayawada, Chennai and Bangalore

INDEPENDENT AUDITORS' REPORT ON AUDIT OF STANDALONE ANNUAL FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF

POWER MECH PROJECTS LIMITED

Report on the audit of the Standalone Annual financial results

Opinion

We have audited the accompanying Standalone Annual financial results of **POWER MECH PROJECTS LIMITED** ("the Company"), for the year ended March 31, 2020, ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Standalone financial results for the year ended March 31, 2020 :

- a) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ; and
- b) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone financial results for the year ended March 31, 2020 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of matter

We draw attention to the Note no.5 to the Standalone Annual financial results which describes the impact of COVID-19 pandemic on company's operations and Standalone annual financial results and management assessed that there is no material impact due to lockdown and related restrictions. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone financial results

This Statement which includes the Standalone annual financial results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone financial results for the year ended March 31, 2020 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Standalone financial results for the year ended March 31, 2020 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone financial results that give a true and fair view and is free from material misstatement, whether due to fraud or error.



At Hyderabad, Vijayawada, Chennai and Bangalore

In preparing the Standalone annual financial results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone financial results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Standalone financial results for the year ended March 31, 2020 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Standalone financial results, including the disclosures, and whether the Annual Standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



K.S. Rao & Co
Chartered Accountants

At Hyderabad, Vijayawada, Chennai and Bangalore

Other Matters


- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
- The comparative financial information of the company for the corresponding quarter and year ended 31st March, 2019, included in these standalone financial results, were audited by the predecessor auditor who expressed an unmodified opinion on those financial information on 22.5.2019.

Place: Hyderabad

Date: 27.6.2020

UDIN: 20235528AAAAABR4984

For K.S. Rao & Co
Chartered Accountants
(Firm's Registration No. 00310951)



Gopikrishna Chowdary Manchinella

Partner

Membership No. 235528

K.S. Rao & Co
Chartered Accountants

At Hyderabad, Vijayawada, Chennai and Bangalore

INDEPENDENT AUDITORS' REPORT ON AUDIT OF CONSOLIDATED ANNUAL FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF

POWER MECH PROJECTS LIMITED

Report on the Audit of the Consolidated Annual financial results

Opinion

We have audited the accompanying Consolidated annual 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 of its Joint venture and associate for the year ended 31st March, 2020, ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of other auditors on separate audited financial statements of Subsidiaries, associate and Joint ventures referred to in Other matters section below, the Consolidated annual financial results for the year ended March 31, 2020 :

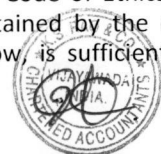
- i) Includes the results of the Parent and the following

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 Environmental Protection Private 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)
GTA Power Mech Nigeria Limited	Joint venture(Foreign)
GTA power Mech DMCC	Joint venture(Foreign)
GTA Power Mech FZE	Subsidiary of JV (foreign)
Mas Power Mech Arabia	Associate(Foreign)

- ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year ended 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph of Auditor's Responsibilities section below. We are independent of the Group, its associate and joint venture in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated annual financial results for the year ended March 31, 2020 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other matters section below is sufficient and appropriate to provide a basis for our audit opinion.



At Hyderabad, Vijayawada, Chennai and Bangalore

Emphasis of matter

We draw attention to the Note no.5 to the Consolidated annual financial results which describes the impact of COVID-19 pandemic on groups operations and Consolidated financial results and management assessed that there is no material impact due to lockdown and related restrictions. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement which includes the Consolidated financial results is the responsibility of the Parents Board of Directors and has been approved by them for the issuance. The Consolidated financial results for the year ended March 31, 2020 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Consolidated financial results for the year ended March 31, 2020 that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associate and joint venture in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective board of directors of the companies included in the group and its associate and joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of this consolidated financial results by the directors of the parent, as aforesaid.

In preparing the Consolidated annual financial results, the respective Board of Directors of the companies in the group and its associate and joint venture are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies in the group and its associate and joint venture are responsible for overseeing the financial reporting process of the group and of its associate and joint venture.

Auditor's Responsibilities for the Audit of the Consolidated financial results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Consolidated financial results for the year ended March 31, 2020 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.



At Hyderabad, Vijayawada, Chennai and Bangalore

- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate and joint venture to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated financial results, including the disclosures, and whether the Annual Consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone financial results of the entities within the group and its associate and joint venture to express an opinion on the Annual Consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated financial results of which we are the independent auditors. For the other entities included in the Annual Consolidated financial results which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the parent and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing regulations, 2015, as amended, to the extent applicable.

Other Matters

- a) i) We did not audit the financial information of 6 subsidiaries included in the consolidated financial results, whose financial information reflects total assets of Rs.1509 mn as at 31st March, 2020 and total revenues of Rs. 1720 mn, total net profit after tax of Rs.203 mn, total comprehensive income of Rs.204 mn and net cash flows of Rs.38 mn for the year ended 31st March, 2020.
- ii) The consolidated financial results also includes groups share of net profit after tax of Rs. 8 mn and total comprehensive Income of Rs. 8 mn for the year ended 31st March, 2020 of 3 Joint ventures whose financial information have not been audited by us.

These financial statements have been audited by the other auditors whose reports have been furnished to us by the management and our opinion and conclusion on the statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries, associate and joint ventures is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditors Responsibilities section above.

Our report on the Statement is not modified in respect of above matters with respect to our reliance on the work done and the reports of the other auditors.

- b) i) The consolidated annual financial results also includes the unaudited financial information of 1 overseas subsidiary whose financial information reflect total assets of Rs. 339 mn as on 31st March, 2020, total revenues of Rs. 109 mn, total net loss after tax of Rs. 13 mn and total comprehensive income of Rs.5 mn and net cash flows of Rs.(-) 0.05 mn for the year ended 31st March, 2020.



K.S. Rao & Co
Chartered Accountants

At Hyderabad, Vijayawada, Chennai and Bangalore

- ii) The consolidated annual financial results also includes groups share of net profit after tax of Rs. 8 mn and total comprehensive Income of Rs.8 mn for the year ended 31st March, 2020 of 2 Joint ventures and 1 associate whose financial statements have not been audited.

These unaudited financial statements have been furnished to us by the management and our opinion on the statement in so far as it related to the amounts and disclosures is based solely on such unaudited financial statements. In our opinion and according to the information and explanations furnished to us by the board of directors, these financial information are not material to the group.

Our report on the Statement is not modified in respect of the above matters with respect to our reliance on the financial statements and financial information certified by the board of directors.

- c) In respect of subsidiaries, associates and joint ventures which are located outside India, the annual financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries, and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of such companies located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and Joint ventures is based on the audit report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us. Our opinion is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
 - The comparative financial information of the Group, its associates and joint ventures for the corresponding quarter and year ended 31st March, 2019, included in these consolidated financial results, were audited by the predecessor auditor who expressed an unmodified opinion on those consolidated financial information on 22.5.2019.

Place: Hyderabad
Date: 27.6.2020
UDIN:20235528AAAABT4304

For K.S. Rao & Co
Chartered Accountants
(Firm's Registration No. 003109S)



Gopikrishna Chowdary Manchirela
Partner
Membership No. 235528



Growth Unlimited

POWER MECH®

Date: 27.06.2020

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: Declaration for unmodified opinion pursuant to Regulation 33(3) (d) of SEBI Listing Regulations, (Amendments), 2016.

Ref: BSE Scrip Code: 539302 NSE Symbol: POWERMECH


We hereby declare that that the Audit Report issued by K S Rao & Co, Chartered Accountants, Statutory Auditors on audited standalone and consolidated financials for the year ended 31.03.2020 is with unmodified opinion.

The above declaration is issued in compliance of Regulation 33(3)(d) of the SEBI Listing (Amendments) Regulations, 2016.

This is for your information and records.

Thanking you

For Power Mech Projects Limited


S. Kishore Babu
Chairman and Managing Director
(DIN: 00971313)



POWER MECH PROJECTS LIMITED

AN ISO 9001, ISO 14001 & OHSAS 18001 CERTIFIED COMPANY

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Plot No. 77, Jubilee Enclave, Opp. Hitex,
Madhapur, Hyderabad-500081
Telangana, India
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Website : www.powermechprojects.com



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