



KEC INTERNATIONAL LTD.
RPG House
463, Dr. Annie Besant Road
Worli, Mumbai 400030, India
+91 22 66670200
www.kecrpg.com

November 04, 2020

National Stock Exchange of India Limited

Exchange Plaza
Bandra Kurla Complex
Bandra (East), Mumbai 400 051

BSE Limited

Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai – 400 001

Symbol: KEC

Script Codes

Equity: 532714

**CP: 719254, 719462, 719463, 719523,
719588, 719596 & 719613**

Dear Sir/ Madam,

Sub: Outcome of Board Meeting of the Company held on November 04, 2020

In terms of Regulation 30 of the Securities and Exchange Board of India (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. on Wednesday, November 04, 2020, *inter alia*, considered and approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2020.

The abovesaid Unaudited Financial Results along with the Limited Review Report of Statutory Auditors thereon are enclosed herewith in terms of Regulation 33 of the SEBI Listing Regulations.

The Board meeting commenced at 04:30 p.m. and concluded at 7: 35 p.m.

Kindly take the same on records.

Thanking you,

Yours faithfully,

For KEC International Limited

Amit Kumar Gupta

Company Secretary & Compliance Officer

Encl: as above

Price Waterhouse Chartered Accountants LLP

The Board of Directors
KEC International Limited
RPG House, 463,
Dr. Annie Besant Road,
Worli, Mumbai – 400 030

1. We have reviewed the unaudited consolidated financial results of KEC International Limited (the “Parent”), which includes 25 Jointly controlled operations consolidated on a proportionate basis, 42 branches and its 16 subsidiaries (the Parent, its branches, jointly controlled operations and its subsidiaries hereinafter referred to as the “Group”) for the quarter and the half year ended September 30, 2020 which are included in the accompanying ‘Statement of Consolidated Unaudited Financial Results for the Quarter and Half Year ended September 30, 2020’, the unaudited consolidated statement of assets and liabilities as on that date and the consolidated statement of cash flows for the half-year ended on that date (the “Statement”). The Statement has been submitted by the Parent pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations, 2015”), which has been digitally signed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent’s Management and has been approved by the Parent’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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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) Listing Regulations, 2015, as amended, to the extent applicable.
4. The Statement includes the results of the entities listed in Annexure A
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of review report of the branch auditors and other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West), Mumbai 400 028
T: +91 (22) 6669 1500, F: +91 (22) 66547804 / 07

Registered office and Head Office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi – 110002

Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

6. We draw attention to Note 8 of the Statement, regarding delays in recovery of receivable amounting to Rs. 148 crore from a customer. The recovery of the amount is dependent upon transfer of existing contract from the customer to a new sponsor.

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

7. We did not review the interim financial statement/financial information/financial results of 42 branches (Abu Dhabi, Afghanistan, Algeria, Bangladesh, Bhutan, Burundi, Burkina Faso, Congo, Cameroon, Egypt, Ethiopia, Georgia, Ghana, Guinea, Indonesia, Ivory Coast, Jordan, Kazakhstan, Kenya, Kuwait, Laos, Lebanon, Libya, Malaysia, Mali, Mozambique, Nepal, Nicaragua, Nigeria, Oman, Papua New Guinea, Philippines, Srilanka, Sierra Leone, Senegal, South Africa, Tanzania, Thailand, Togo, Tunisia, Uganda, Zambia) and 25 jointly controlled operations included in Statement, whose results reflect total assets of Rs. 3,178 crore and net liabilities of Rs. 286 crore as at September 30, 2020 and total revenues of Rs. 684 crore and Rs. 1,197 crore for the quarter ended and for the period from April 1, 2020 to September 30, 2020 respectively, and cash flows (net inflow) of Rs. 36 crore for the period from April 1, 2020 to September 30, 2020 as considered in the respective interim financial statement/financial information /financial results of the branches and jointly controlled operations included in the Group. The interim financial statements/financial information/financial results of these branches and jointly controlled operations have been reviewed/audited by the branch auditors and other auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches and jointly controlled operations, is based solely on the report of such branch auditors and other auditors, who carried out their review/audit and issued their unmodified conclusion/opinion vide their report as provided to us by the management and the procedures performed by us as stated in paragraph 3 above.

We did not review the interim financial statements/financial information/financial results of 16 subsidiaries included in the Statement, whose interim financial statements/financial information/financial results reflect total assets of Rs. 1,592 crore and net liabilities of Rs. 532 crore as at September 30, 2020 and total revenues of Rs. 428 crore and Rs. 761 crore, for the quarter ended and for the period from April 1, 2020 to September 30, 2020 respectively, and cash flows (net outflow) of Rs. 6 crore for the period from April 1, 2020 to September 30, 2020 as considered in the consolidated unaudited financial results. These interim financial statements/financial information/financial results have been reviewed by other auditors and their reports, vide which they have issued an unmodified conclusion, 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 these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

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

For Price Waterhouse Chartered Accountants
Firm Registration Number: 012754N/N500016
Chartered Accountants

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Date: 2020.11.04
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Sarah George
Partner
Membership Number 045255
UDIN: 20045255AAAAMT1241

Place: Mumbai
Date: November 04, 2020

Price Waterhouse Chartered Accountants LLP

Annexure A

List of entities consolidated:

A	Jointly Controlled Operations
1	Al-Sharif Group and KEC Ltd Company, Saudi Arabia
2	EJP KEC Joint Venture, South Africa
3	KEC-ASIAKOM- UB JV
4	KEC-ASIAKOM JV
5	KEC-DELCO-VARAHA JV
6	KEC-VARAHA-KHAZANA JV
7	KEC-VALECHA-DELCO JV
8	KEC-SIDHARTH JV
9	KEC-TRIVENI-KPIPL-JV
10	KEC-UNIVERSAL-JV
11	KEC-DELCO-DUSTAN-JV
12	KEC-ANPR-KPIPL JV
13	KEC-PLR-KPIPL JV
14	KEC-BJCL JV
15	KEC-KEIL JV
16	KEC-ABEPL JV
17	KEC-TNR INFRA JV
18	KEC-SMC JV
19	KEC-WATERLEAU JV
20	KEC-ASSB JV
21	KEC-CCECC (Railway) Kochi Metro
22	KEC-CCECC (Civil) Kochi Metro
23	CCECC KEC JV (Civil) Delhi Metro
24	Longjian KEC JV
25	MBPL - KEC JV

B	Subsidiaries
1	KEC Power India Private Limited
2	RPG Transmission Nigeria Limited
3	KEC Investment Holdings
4	KEC Global Mauritius
5	KEC International (Malaysia) SDN. BHD.
6	KEC Global FZ LLC
7	SAE Towers Holdings LLC
8	SAE Towers Brazil Subsidiary Company LLC
9	SAE Towers Mexico Subsidiary Holding Company LLC
10	SAE Towers Mexico S de RL de CV
11	SAE Towers Brazil Torres de Transmission Ltda.
12	SAE Prestadora de Servicios Mexico S de RL de CV
13	SAE Towers Limited
14	SAE Engenharia E Construcao Ltda.
15	KEC Engineering & Construction Services S de RL de CV
16	KEC Towers LLC

KEC International Limited

CIN - L45200MH2005PLC152061

Registered Office : RPG House, 463, Dr. Annie Besant Road, Worli, Mumbai - 400 030

Rs. in Crore						
Statement of Consolidated Unaudited Financial Results for the Quarter and Half Year ended September 30, 2020						
Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2020 (Unaudited)	June 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	March 31, 2020 (Audited)
1 Revenue from operations	3257.67	2206.76	2808.81	5464.43	5221.26	11965.37
2 Other income	6.77	6.91	3.59	13.68	6.32	11.10
3 Total Income (1+2)	3264.44	2213.67	2812.40	5478.11	5227.58	11976.47
4 Expenses						
(i) Cost of materials consumed	1534.74	1033.51	1444.05	2568.25	2598.95	5669.62
(ii) Changes in inventories of finished goods, work-in-progress	(14.25)	(8.22)	(53.73)	(22.47)	(92.89)	(78.03)
(iii) Erection & sub-contracting expenses	834.85	499.99	553.84	1334.84	1125.53	2826.65
(iv) Employee benefits expense	270.42	252.52	274.65	522.94	496.31	1104.36
(v) Finance costs	67.44	66.26	82.16	133.70	161.69	307.98
(vi) Depreciation and amortisation expense	37.41	39.08	34.74	76.49	71.35	147.20
(vii) Other expenses	338.81	234.08	296.19	572.89	548.23	1208.42
Total expenses	3069.42	2117.22	2631.90	5186.64	4909.17	11186.20
5 Profit before tax (3-4)	195.02	96.45	180.50	291.47	318.41	790.27
6 Tax expenses :						
(i) Current Tax	57.91	39.33	71.37	97.24	139.10	285.43
(ii) Deferred Tax	(5.44)	(13.68)	(29.99)	(19.12)	(48.42)	(60.68)
Total Tax Expense	52.47	25.65	41.38	78.12	90.68	224.75
7 Profit for the period (5-6)	142.55	70.80	139.12	213.35	227.73	565.52
8 Other Comprehensive Income for the period						
(i) Items that will not be reclassified to profit or loss	0.49	0.49	0.14	0.98	0.28	2.03
(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.09)	(0.10)	(0.67)	(0.19)	(0.71)	(1.02)
(iii) Items that will be reclassified to profit or loss	(6.56)	45.87	10.49	39.31	3.73	(23.79)
(iv) Income tax relating to items that will be reclassified to profit or loss	(0.71)	(13.94)	(0.89)	(14.65)	1.70	8.59
9 Total Other Comprehensive Income for the period	(6.87)	32.32	9.07	25.45	5.00	(14.19)
10 Total Comprehensive Income for the period (7+9)	135.68	103.12	148.19	238.80	232.73	551.33
11 Paid-up equity share capital (face value Rs. 2/- each)	51.42	51.42	51.42	51.42	51.42	51.42
12 Other Equity						2746.16
13 Basic / Diluted Earnings Per Share (in Rupees) attributable to owners (face value Rs. 2/- each) (not annualised)	5.55	2.75	5.41	8.30	8.86	22.00

See accompanying notes forming part of the consolidated financial results

KEC International Limited

Statement of Consolidated Assets and Liabilities as at September 30, 2020

Rs. in Crore

Particulars	As at	
	September 30, 2020 (Unaudited)	March 31, 2020 (Audited)
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	852.32	894.23
(b) Right-of-use Asset	137.74	147.00
(c) Capital work-in-progress	150.59	83.96
(d) Goodwill	217.30	222.56
(e) Intangible Assets	76.01	87.99
(f) Financial Assets		
(i) Investments	*	*
(ii) Trade receivables	14.23	18.90
(iii) Loans	11.39	10.95
(g) Deferred Tax Assets (Net)	41.90	22.37
(h) Non-Current Tax Assets (Net)	185.12	155.81
(i) Other Non-Current assets	339.58	212.04
Total Non-Current Assets	2,026.18	1,855.81
2 Current Assets		
(a) Inventories	810.81	775.82
(b) Financial Assets		
(i) Investments	14.34	22.50
(ii) Trade receivables	5,010.94	5,425.88
(iii) Cash and cash equivalents	217.57	152.68
(iv) Bank balances other than (iii) above	23.17	10.99
(v) Loans	89.02	102.01
(vi) Other financial assets	28.14	6.07
(c) Contract Assets	4,225.42	3,664.77
(d) Current Tax Assets (Net)	9.24	23.01
(e) Other current assets	622.64	837.41
Total Current Assets	11,051.29	11,021.14
Total Assets	13,077.47	12,876.95
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	51.42	51.42
(b) Other Equity	2,984.99	2,746.16
Total Equity	3,036.41	2,797.58
Liabilities		
1 Non-Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	53.23	152.66
(ii) Lease liabilities	116.05	111.08
(b) Provisions	12.65	16.87
(c) Deferred tax liabilities (Net)	91.85	75.08
Total Non-Current liabilities	273.78	355.69
2 Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	2,489.28	1,909.14
(ii) Lease liabilities	26.22	34.55
(iii) Trade payables		
- Total outstanding dues of micro and small enterprises	111.18	137.20
- Total outstanding dues of creditors other than micro and small enterprises	4,764.19	4,870.05
(iv) Other financial liabilities	138.45	368.21
(b) Contract Liabilities	2,052.65	2,210.27
(c) Other current liabilities	70.89	86.74
(d) Provisions	60.06	59.25
(e) Current Tax Liabilities (Net)	54.36	48.27
Total current liabilities	9,767.28	9,723.68
Total Equity and Liabilities	13,077.47	12,876.95

* Amount is below the rounding off norms adopted by the Group.

KEC International Limited

Consolidated Cash Flow Statement for the Half year ended September 30, 2020

Rs. in Crore

Particulars	For the Half year ended September 30, 2020 (Unaudited)	For the Half year ended September 30, 2019 (Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
PROFIT FOR THE PERIOD AFTER TAX	213.35	227.73
Adjustments for:		
Income tax expense	78.12	90.68
Depreciation and amortisation expense	76.49	71.35
Profit on sale of property, plant and equipment (net)	(3.06)	-
Loss on property, plant and equipment discarded & intangible assets derecognised	0.07	0.08
Finance costs	133.70	161.69
Interest income	(2.91)	(3.16)
Bad debts, loans and advances written off (net)	13.62	36.33
Allowance for bad and doubtful debts, loans and advances (net)	14.80	6.68
Mark to market loss on forward and commodity contracts	9.80	62.88
Net unrealised exchange (gain)/loss	0.13	(16.40)
	320.76	410.13
Changes in assets and liabilities	534.11	637.86
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(34.99)	(59.53)
Trade receivables	314.27	(220.05)
Loans	11.00	(25.86)
Other financial assets & contract assets	(646.36)	145.08
Other current assets	216.00	(154.17)
Other non-current assets	(127.18)	(49.32)
	(267.26)	(363.85)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(113.52)	(644.18)
Other current liabilities & contract liabilities	(172.06)	(45.82)
Other financial liabilities	68.52	2.54
Provisions	(2.43)	2.24
	(219.49)	(685.22)
CASH FLOW GENERATED BY/(USED IN) OPERATIONS	47.36	(411.21)
Taxes paid (net of refunds)	(105.24)	(184.97)
NET CASH FLOW USED IN OPERATING ACTIVITIES (A)	(57.88)	(596.18)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment & intangible assets (after adjustment of increase/decrease in capital work-in-progress and advances for capital expenditure)	(124.26)	(55.99)
Proceeds from sale of property, plant and equipment	45.06	0.04
Proceeds from disposal of short term investment	8.16	13.21
Interest received	2.73	3.27
Bank balances (including non-current) not considered as Cash and cash equivalents (net)	(12.18)	90.83
NET CASH FLOW (USED IN)/GENERATED BY INVESTING ACTIVITIES (B)	(80.49)	51.36
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from other than short-term borrowings	220.68	122.35
Repayments of other than short-term borrowings (including debentures)	(416.91)	(206.53)
Repayment of lease obligations	(9.02)	(10.32)
Increase in short-term borrowings (net)	632.76	958.13
Finance costs paid	(222.21)	(146.43)
Dividend paid	-	(69.08)
NET CASH FLOW GENERATED BY FINANCING ACTIVITIES (C)	205.30	648.12
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	66.93	103.30
Cash and cash equivalents at the beginning of the year	152.68	175.23
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents	(2.04)	(0.51)
CASH AND CASH EQUIVALENTS AT THE END OF HALF YEAR	217.57	278.02

Notes:

- The above results of KEC International Limited, its branches, jointly controlled operations (together referred to as 'Company') and its Subsidiaries (together referred to as 'Group') were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 04, 2020. The statutory auditors of the Company have conducted a "Limited Review" of the above Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2020.
- The above results of the Group have 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, and the other accounting principles generally accepted in India.
- The Group is primarily engaged in Engineering, Procurement and Construction business (EPC) relating to infrastructure interalia products, projects and systems and related activities for power transmission, distribution, railway and other EPC business. Information is reported to and evaluated regularly by the Chief Operating Decision Maker (CODM) for the purpose of resource allocation and assessing performance focusses on the business as a whole and accordingly, there is single reportable segment in the context of Operating Segment as defined under Ind AS 108.
- Additional disclosures as per Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:
The Company has unsecured Commercial Papers which are Listed on BSE Limited.

Sr. No.	Particulars	As at September 30, 2020
a)	Debt Equity Ratio [Refer Note h]	0.02
b)	Debt Service Coverage Ratio [Refer Note h]	1.15
c)	Interest Service Coverage Ratio [Refer Note h]	3.75
d)	Capital Redemption Reserve (Rs. in Crore)	14.28
e)	Net Worth [Refer Note h] (Rs. in Crore)	3036.41
f)	Net Profit after Tax (for the half year ended September 30, 2020) (Rs. in Crore)	213.35
g)	Basic Earnings per Share (for the half year ended September 30, 2020) (Rs.)	8.30

h) The formula used for calculation of ratios is as under:

i) Debt Equity Ratio = Long term loans / Total Equity

ii) Debt Service Coverage Ratio = Profit before Depreciation and Amortisation, Finance Cost and Tax / (Finance Cost + Principal repayment of long term loans)

iii) Interest Service Coverage Ratio = Profit before Depreciation and Amortisation, Finance Cost and Tax / Finance Cost

iv) Net Worth = Share capital + Other equity (including all reserves)

i) The Credit Rating for the Commercial Papers is IND A1+ and CRISIL A1+.

j) Details of previous and next due date of interest & principal of Listed Commercial Papers as on September 30, 2020 are as follows:

Sr. No	ISIN	Previous/Next due date	Interest and Principal Amount (Rs. crore)
1	INE389H14FC2	3-Jun-20	100
2	INE389H14FD0	24-Jul-20	50
3	INE389H14FE8	17-Sep-20	100
4	INE389H14FF5	25-Sep-20	40
5	INE389H14FH1	24-Sep-20	100
6	INE389H14FI9	29-Sep-20	50
7	INE389H14FG3	7-Oct-20	25
8	INE389H14FJ7	23-Nov-20	100
9	INE389H14FL3	22-Dec-20	100
10	INE389H14FK5	23-Dec-20	100
11	INE389H14FM1	30-Mar-21	90

The Company has repaid interest and principal of the Commercial Papers on their respective due dates.

5 Information of Standalone Unaudited Financial Results of the Company is as under: -

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2020 (Unaudited)	June 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	March 31, 2020 (Audited)
A Revenue from operations	2844.32	1889.91	2469.57	4734.23	4582.69	10470.62
B Profit before tax	189.83	126.20	167.76	316.03	297.61	745.28
C Profit after tax	140.17	90.34	132.62	230.51	218.56	545.73

- The Company has repurchased 1,000 Zero Coupon Secured, Rated, Listed, Non-Convertible, Redeemable, Taxable Debentures (NCDs) (Series II & III) of face value of Rs. 10 lakh each and has made full repayment of Principal alongwith yield thereon on June 23, 2020 aggregating Rs.141 crore.
- The review petition filed on November 16, 2018 by the Joint Venture (JV) in the High court of South Africa against the adverse order passed by the sole arbitrator reversing the favorable adjudication award of Rs. 62 crores, has been disposed off by the High Court of South Africa on October 04, 2019 in favor of the JV, directing a fresh arbitration for certain claims to be carried out by a new arbitrator. Meanwhile, the customer had filed its appeal (in the Supreme Court of South Africa) on February 21, 2020 against the aforementioned order of the High Court, and the parties are awaiting the date for hearing in the Supreme Court.
- The Company was in 2017 awarded a contract to complete a 880 km 765 KV and 400 KV transmission line. This project is of strategic importance for grid connectivity and stability of the southern grid. The Company has completed approximately 50% of the work involving critical activities including foundation, tower supply and erection. The project construction has been suspended since January 2019, due to liquidity issues being faced by the current sponsors of the project. As on September 30, 2020, the Company has an exposure of Rs. 148 crores. The consortium of lenders, have identified a new credible sponsor for the project and have filed a petition with the Central Electricity Regulatory Commission (CERC) for getting the new sponsor approved. Management is confident of restarting the project shortly, post approval from CERC.
- Based on the assessment performed by the Company and considering the strong order book and available liquidity, the Company believes that the impact of Covid-19 is not material. Accordingly, the pandemic is not likely to have a significant impact on the Company's future operations, its profitability and recoverability of the carrying value of its assets, as at September 30, 2020 and on its control environment. The Company will continue to closely monitor material changes to future economic conditions, if any, as and when they arise.
- The Group has opted to publish Extract of Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2020. The Consolidated and Standalone Financial Results for the quarter and half year ended September 30, 2020 of the Company prepared in accordance with Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, will be available on the website of the Company, BSE Limited and National Stock Exchange of India Limited.

SARAH MANNIKOIKAL GEORGE
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The Statutory Auditors have digitally signed this consolidated Financial results for identification purpose only and this consolidated financial results should be read in conjunction with our review report dated November 04, 2020.

Place : Mumbai
Date : November 04, 2020

For KEC INTERNATIONAL LIMITED

Vimal Kumar
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Rambalal h Kejriwal
Date: 2020.11.04 18:06:33 +05'30'

VIMAL KEJRIWAL
MANAGING DIRECTOR & CEO
DIN - 00026981

Price Waterhouse Chartered Accountants LLP

The Board of Directors
KEC International Limited
RPG House, 463,
Dr. Annie Besant Road,
Worli, Mumbai – 400 030.

1. We have reviewed the unaudited standalone financial results of KEC International Limited (the “Company”) which includes 25 Jointly controlled operations consolidated on a proportionate basis and 42 branches for the quarter and the half year ended September 30, 2020 which are included in the accompanying ‘Statement of Standalone Unaudited Financial Results for the Quarter and Half year ended September 30, 2020’, the statement of assets and liabilities as on that date and the statement of cash flows for the half-year ended on that date (the “Statement”). The Statement has been prepared by the Company pursuant to Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations, 2015”), which has been digitally signed by us for identification purposes.
2. This Statement, which is the responsibility of the Company’s Management and has been approved by the 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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. The Statement includes the results of the entities listed in Annexure A
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of review report of the branch auditors and other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West), Mumbai 400 028
T: +91 (22) 6669 1500, F: +91 (22) 66547804 / 07

Registered office and Head Office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi – 110002

Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

6. We draw attention to Note 7 of the Statement, regarding delays in recovery of receivable amounting to Rs. 148 crore from a customer. The recovery of the amount is dependent upon transfer of existing contract from the customer to a new sponsor.

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

7. We did not review the interim financial statement/financial information/financial results of 42 branches (Abu Dhabi, Afghanistan, Algeria, Bangladesh, Bhutan, Burundi, Burkina Faso, Congo, Cameroon, Egypt, Ethiopia, Georgia, Ghana, Guinea, Indonesia, Ivory Coast, Jordan, Kazakhstan, Kenya, Kuwait, Laos, Lebanon, Libya, Malaysia, Mali, Mozambique, Nepal, Nicaragua, Nigeria, Oman, Papua New Guinea, Philippines, Srilanka, Sierra Leone, Senegal, South Africa, Tanzania, Thailand, Togo, Tunisia, Uganda, Zambia) and 25 jointly controlled operations included in Statement, whose results reflect total assets of Rs. 3,178 crore and net liabilities of Rs. 286 crore as at September 30, 2020 and total revenues of Rs. 684 crore and Rs. 1,197 crore, for the quarter ended and for the period from April 1, 2020 to September 30, 2020 respectively, and cash flows (net inflow) of Rs. 36 crore for the period from April 1, 2020 to September 30, 2020 as considered in the respective interim financial statement/financial information /financial results of the branches and jointly controlled operations included in the Company. The interim financial statements/financial information/financial results of these branches and jointly controlled operations have been reviewed/audited by the branch auditors and other auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches and jointly controlled operations, is based solely on the report of such branch auditors and other auditors, who carried out their review/audit and issued their unmodified conclusion/opinion vide their report as provided to us by the management and the procedures performed by us as stated in paragraph 3 above.

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

For Price Waterhouse Chartered Accountants
Firm Registration Number: 012754N/N500016
Chartered Accountants

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Date: 2020.11.04
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Sarah George
Partner
Membership Number 045255
UDIN: 20045255AAAAMS3596

Place: Mumbai
Date: November 04, 2020

Price Waterhouse Chartered Accountants LLP

Annexure A

List of Jointly Controlled Operations consolidated:

A	Jointly Controlled Operations
1	Al-Sharif Group and KEC Ltd Company, Saudi Arabia
2	EJP KEC Joint Venture, South Africa
3	KEC-ASIAKOM- UB JV
4	KEC-ASIAKOM JV
5	KEC-DELCO-VARAHA JV
6	KEC-VARAHA-KHAZANA JV
7	KEC-VALECHA-DELCO JV
8	KEC-SIDHARTH JV
9	KEC-TRIVENI-KPIPL-JV
10	KEC-UNIVERSAL-JV
11	KEC-DELCO-DUSTAN-JV
12	KEC-ANPR-KPIPL JV
13	KEC-PLR-KPIPL JV
14	KEC-BJCL JV
15	KEC-KEIL JV
16	KEC-ABEPL JV
17	KEC-TNR INFRA JV
18	KEC-SMC JV
19	KEC-WATERLEAU JV
20	KEC-ASSB JV
21	KEC-CCECC (Railway) Kochi Metro
22	KEC-CCECC (Civil) Kochi Metro
23	CCECC KEC JV (Civil) Delhi Metro
24	Longjian KEC JV
25	MBPL - KEC JV

KEC International Limited

CIN - L45200MH2005PLC152061

Registered Office : RPG House, 463, Dr. Annie Besant Road, Worli, Mumbai - 400 030

Rs. in Crore						
Statement of Standalone Unaudited Financial Results for the Quarter and Half year ended September 30, 2020						
Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2020 (Unaudited)	June 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	March 31, 2020 (Audited)
1 Revenue from operations	2844.32	1889.91	2469.57	4734.23	4582.69	10470.62
2 Other income	6.78	8.74	3.93	15.52	7.07	13.87
3 Total Income (1+2)	2851.10	1898.65	2473.50	4749.75	4589.76	10484.49
4 Expenses						
(i) Cost of materials consumed	1271.12	790.36	1234.76	2061.48	2205.04	4776.64
(ii) Changes in inventories of finished goods, work-in-progress	(30.10)	11.23	(40.81)	(18.87)	(71.58)	(71.44)
(iii) Erection & sub-contracting expenses	830.99	499.90	552.93	1330.89	1124.62	2822.53
(iv) Employee benefits expense	190.78	174.75	193.65	365.53	353.28	742.69
(v) Finance costs	61.96	60.79	77.35	122.75	144.30	276.96
(vi) Depreciation and amortisation expense	30.83	31.33	27.95	62.16	57.64	117.69
(vii) Other expenses	305.69	204.09	259.91	509.78	478.85	1074.14
Total expenses	2661.27	1772.45	2305.74	4433.72	4292.15	9739.21
5 Profit before tax (3-4)	189.83	126.20	167.76	316.03	297.61	745.28
6 Tax expenses :						
(i) Current Tax	57.28	38.27	63.97	95.55	121.43	265.93
(ii) Deferred Tax	(7.62)	(2.41)	(28.83)	(10.03)	(42.38)	(66.38)
Total Tax Expense	49.66	35.86	35.14	85.52	79.05	199.55
7 Profit for the period (5-6)	140.17	90.34	132.62	230.51	218.56	545.73
8 Other Comprehensive Income						
(i) Items that will not be reclassified to profit or loss	0.43	0.44	(0.06)	0.87	(0.13)	1.83
(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.08)	(0.08)	(0.61)	(0.16)	(0.59)	(0.96)
(iii) Items that will be reclassified to profit or loss	9.51	55.80	10.39	65.31	2.56	(22.50)
(iv) Income tax relating to items that will be reclassified to profit or loss	(0.71)	(13.94)	(0.89)	(14.65)	1.70	8.59
9 Total Other Comprehensive Income for the period	9.15	42.22	8.83	51.37	3.54	(13.04)
10 Total Comprehensive Income for the period (7+9)	149.32	132.56	141.45	281.88	222.10	532.69
11 Paid-up equity share capital (face value Rs. 2/- each)	51.42	51.42	51.42	51.42	51.42	51.42
12 Other Equity						2786.76
13 Basic / Diluted Earnings Per Share (in Rupees) attributable to owners (face value Rs. 2/- each) (not annualised)	5.46	3.51	5.16	8.97	8.50	21.23

See accompanying notes forming part of the standalone financial results

KEC International Limited
Statement of Standalone Assets and Liabilities as at September 30, 2020

Rs. in Crore

Particulars	As at September 30, 2020 (Unaudited)	As at March 31, 2020 (Audited)
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	619.96	646.99
(b) Right-of-use Asset	15.41	22.65
(c) Capital work-in-progress	32.63	8.64
(d) Intangible Assets	75.40	87.21
(e) Financial Assets		
(i) Investments	615.52	615.52
(ii) Trade receivables	14.23	18.90
(iii) Loans	11.39	10.95
(f) Non-Current Tax Assets (Net)	185.12	155.81
(g) Other Non-Current assets	325.42	194.31
Total Non-Current Assets	1,895.08	1,760.98
2 Current Assets		
(a) Inventories	655.83	597.16
(b) Financial Assets		
(i) Trade receivables	4,833.92	5,223.41
(ii) Cash and cash equivalents	156.24	85.51
(iii) Bank balances other than (ii) above	22.83	10.68
(iv) Loans	231.77	226.42
(v) Other financial assets	27.84	3.91
(c) Contract Assets	3,969.57	3,481.33
(d) Current Tax Assets (Net)	5.58	19.72
(e) Other current assets	536.69	711.02
Total Current Assets	10,440.27	10,359.16
Total Assets	12,335.35	12,120.14
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	51.42	51.42
(b) Other Equity	3,068.72	2,786.76
Total Equity	3,120.14	2,838.18
Liabilities		
1 Non-Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	7.39	137.51
(ii) Lease liabilities	5.54	9.99
(b) Provisions	8.08	12.20
(c) Deferred tax liabilities (Net)	74.34	69.56
Total Non-Current liabilities	95.35	229.26
2 Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	2,489.26	1,816.37
(ii) Lease liabilities	11.99	14.02
(iii) Trade payables		
- Total outstanding dues of micro and small enterprises	110.75	137.20
- Total outstanding dues of creditors other than micro and small enterprises	4,369.48	4,598.84
(iv) Other financial liabilities	35.71	276.83
(b) Contract Liabilities	1,947.01	2,055.14
(c) Other current liabilities	53.59	58.55
(d) Provisions	52.14	52.20
(e) Current Tax Liabilities (Net)	49.93	43.55
Total current liabilities	9,119.86	9,052.70
Total Equity and Liabilities	12,335.35	12,120.14

KEC International Limited

Cash Flow Statement for the Half year ended September 30, 2020

Rs. in Crore

Particulars	Half year ended September 30, 2020 (Unaudited)	Half year ended September 30, 2019 (Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
PROFIT FOR THE PERIOD AFTER TAX	230.51	218.56
<i>Adjustments for:</i>		
Income tax expense	85.52	79.05
Depreciation and amortisation expense	62.16	57.64
Profit on sale of property, plant and equipment (net)	(2.97)	-
Loss on property, plant and equipment discarded & intangible assets derecognised	0.07	0.08
Finance costs	122.75	144.30
Interest income	(3.12)	(3.86)
Adjustment on account of fair value of financial guarantees	-	(0.83)
Bad debts, loans and advances written off (net)	13.62	36.33
Allowance for bad and doubtful debts, loans and advances (net)	14.80	6.18
Mark to market loss on forward and commodity contracts	8.01	62.81
Net unrealised exchange gain	(0.99)	(16.19)
	299.85	365.51
Changes in assets and liabilities	530.36	584.07
<i>Changes in working capital:</i>		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Inventories	(58.67)	(46.91)
Trade receivables	288.72	(150.42)
Loans	19.04	(27.38)
Other financial assets and contract assets	(574.14)	183.41
Other current assets	175.57	(108.48)
Other non-current assets	(130.54)	(40.03)
	(280.02)	(189.81)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	(217.45)	(670.71)
Other current liabilities and contract liabilities	(111.68)	(71.05)
Other financial liabilities	68.52	(6.58)
Provisions	(3.31)	0.52
	(263.92)	(747.82)
CASH FLOW USED IN OPERATIONS	(13.58)	(353.56)
Taxes paid (net of refunds)	(104.41)	(172.20)
NET CASH FLOW USED IN OPERATING ACTIVITIES (A)	(117.99)	(525.76)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment & intangible assets (after adjustment of increase/decrease in capital work-in-progress and advances for capital expenditure)	(79.80)	(47.49)
Proceeds from sale of property, plant and equipment	44.74	0.04
Payment towards investments in subsidiaries	-	(173.92)
Loans given to a subsidiary	(26.38)	(31.66)
Interest received	2.93	3.78
Bank balances (including non-current) not considered as Cash and cash equivalents (net)	(12.15)	90.85
NET CASH FLOW USED IN INVESTING ACTIVITIES (B)	(70.66)	(158.40)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from other than short-term borrowings	7.08	38.92
Repayments of other than short-term borrowings (including debentures)	(250.00)	-
Repayment of lease obligations	(7.93)	(5.54)
Increase in short-term borrowings (net)	724.95	957.18
Finance costs paid	(212.68)	(128.66)
Dividend paid	-	(69.08)
NET CASH FLOW GENERATED BY FINANCING ACTIVITIES (C)	261.42	792.82
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	72.77	108.66
Cash and cash equivalents at the beginning of the year	85.51	146.69
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents	(2.04)	(0.51)
CASH AND CASH EQUIVALENTS AT THE END OF HALF YEAR	156.24	254.84

Notes:

- The above results of KEC International Limited, its branches and jointly controlled operations (together referred to as 'Company') were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 04, 2020. The statutory auditors of the Company have conducted a "Limited Review" of the above Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2020.
- The above results of the Company have 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, and the other accounting principles generally accepted in India.
- The Company is primarily engaged in Engineering, Procurement and Construction business (EPC) relating to infrastructure interalia products, projects and systems and related activities for power transmission, distribution, railway and other EPC business. Information is reported to and evaluated regularly by the Chief Operating Decision Maker (CODM) for the purpose of resource allocation and assessing performance focusses on the business as a whole and accordingly, there is single reportable segment in the context of Operating Segment as defined under Ind AS 108.
- Additional disclosures as per Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

The Company has unsecured Commercial Papers which are Listed on BSE Limited.

Sr. No.	Particulars	As at September 30, 2020
a)	Debt Equity Ratio [Refer Note h]	0.0024
b)	Debt Service Coverage Ratio [Refer Note h]	1.92
c)	Interest Service Coverage Ratio [Refer Note h]	4.08
d)	Capital Redemption Reserve (Rs. in Crore)	14.28
e)	Net Worth [Refer Note h] (Rs. in Crore)	3120.14
f)	Net Profit after Tax (for the half year ended September 30, 2020) (Rs. in Crore)	230.51
g)	Basic Earnings per Share (for the half year ended September 30, 2020) (Rs.)	8.97

- h) The formula used for calculation of ratios is as under:
 i) Debt Equity Ratio = Long Term loans / Total Equity
 ii) Debt Service Coverage Ratio = Profit before Depreciation and Amortisation, Finance Cost and Tax / (Finance Cost + Principal repayment of long term loans)
 iii) Interest Service Coverage Ratio = Profit before Depreciation and Amortisation, Finance Cost and Tax / Finance Cost
 iv) Net Worth = Share capital + Other equity (including all reserves)
 i) The Credit Rating for the Commercial Papers is IND A1+ and CRISIL A1+.
 j) Details of previous and next due date of interest & principal of Listed Commercial Papers as on September 30, 2020 are as follows:

Sr. No	ISIN	Previous/Next due date	
		Interest and Principal	Amount (Rs. crore)
1	INE389H14FC2	3-Jun-20	100
2	INE389H14FD0	24-Jul-20	50
3	INE389H14FE8	17-Sep-20	100
4	INE389H14FF5	25-Sep-20	40
5	INE389H14FH1	24-Sep-20	100
6	INE389H14FI9	29-Sep-20	50
7	INE389H14FG3	7-Oct-20	25
8	INE389H14FJ7	23-Nov-20	100
9	INE389H14FL3	22-Dec-20	100
10	INE389H14FK5	23-Dec-20	100
11	INE389H14FM1	30-Mar-21	90

The Company has repaid interest and principal of the Commercial Papers on their respective due dates.

- The Company has repurchased 1,000 Zero Coupon Secured, Rated, Listed, Non-Convertible, Redeemable, Taxable Debentures (NCDs) (Series II & III) of face value of Rs. 10 lakh each and has made full repayment of Principal alongwith yield thereon on June 23, 2020 aggregating Rs.141 crore.
- The review petition filed on November 16, 2018 by the Joint Venture (JV) in the High court of South Africa against the adverse order passed by the sole arbitrator reversing the favorable adjudication award of Rs. 62 crores, has been disposed off by the High Court of South Africa on October 04, 2019 in favor of the JV, directing a fresh arbitration for certain claims to be carried out by a new arbitrator. Meanwhile, the customer had filed its appeal (in the Supreme Court of South Africa) on February 21, 2020 against the aforementioned order of the High Court, and the parties are awaiting the date for hearing in the Supreme Court.
- The Company in 2017 was awarded a contract to complete a 880 km 765 KV and 400 KV transmission line. This project is of strategic importance for grid connectivity and stability of the southern grid. The Company has completed approximately 50% of the work involving critical activities including foundation, tower supply and erection. The project construction has been suspended since January 2019, due to liquidity issues being faced by the current sponsors of the project. As on September 30, 2020, the Company has an exposure of Rs. 148 crores. The consortium of lenders, have identified a new credible sponsor for the project and have filed a petition with the Central Electricity Regulatory Commission (CERC) for getting the new sponsor approved. Management is confident of restarting the project shortly, post approval from CERC.
- Based on the assessment performed by the Company and considering the strong order book and available liquidity, the Company believes that the impact of Covid-19 is not material. Accordingly, the pandemic is not likely to have a significant impact on the Company's future operations, its profitability and recoverability of the carrying value of its assets, as at September 30, 2020 and on its control environment. The Company will continue to closely monitor material changes to future economic conditions, if any, as and when they arise.
- The Company has opted to publish the Extract of the Consolidated Financial Results for the quarter and half year ended September 30, 2020. The Consolidated and Standalone Financial Results for the quarter and half year ended September 30, 2020 of the Company prepared in accordance with Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 will be available on the website of the Company, BSE Limited and National Stock Exchange of India Limited.

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The Statutory Auditors have digitally signed this standalone Financial results for identification purpose only and this standalone financial results should be read in conjunction with our review report dated November 04, 2020.

Place : Mumbai
 Date : November 04, 2020

For KEC INTERNATIONAL LIMITED

Vimal Kumar
 Digitally signed by Vimal Kumar
 Ramballabh Kejriwal
 Date: 2020.11.04 18:07:41 +05'30'

VIMAL KEJRIWAL
 MANAGING DIRECTOR & CEO
 DIN - 00026981

Visit us at www.kecprg.com