

17<sup>th</sup> September, 2019

To,  
The General Manager,  
Department of Corporate Services  
BSE Limited  
1<sup>st</sup> Floor, P. J. towers,  
Dalal Street, Mumbai 400 001

To,  
The Manager,  
Listing Department,  
The National Stock Exchange of India Ltd.  
Bandra- Kurla Complex,  
Mumbai – 400 051

Dear Sir,

**Scrip Code -SUPREMEINFRA/532904**

**Sub: Appointment of Mr. Pankaj Sharma as Chief Executive Officer of the Company**

We would like to inform you that meeting of the Board of Directors of the Company was held today on 17<sup>th</sup> September, 2019 where at, inter-alia, the Board considered and approved the appointment of Mr. Pankaj Sharma as Chief Executive Officer of the Company. B. E. Civil by education, Mr. Pankaj Sharma is associated with Supreme since two decades. During his long tenure, he worked in various capacities and presently elevated from the post of regional head. He has rich and varied experience in the field of civil engineering including roads, buildings, bridges and other verticals.

We request you to kindly take above on record and oblige.

Thanking you,

Yours faithfully,

**FOR SUPREME INFRASTRUCTURE INDIA LIMITED**

  
**VIJAY JOSHI**  
**COMPANY SECRETARY**

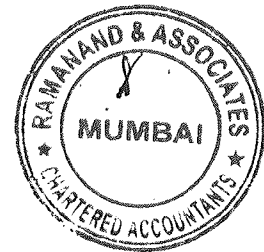
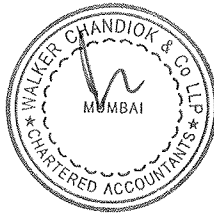
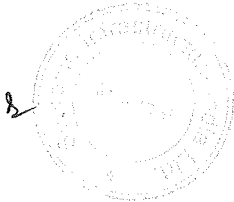


**SUPREME INFRASTRUCTURE INDIA LTD.**  
(AN ISO-9001/14001/OHSAS-18001 CERTIFIED COMPANY)

## STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2019

Sr. No.	Particulars	₹ in lakhs except earnings per share data				
		Quarter ended			Year ended	
		31 March 2019	31 December 2018	31 March 2018	31 March 2019	31 March 2018
		Unaudited (Refer note 9)	Unaudited	Unaudited (Refer note 9)	Audited	Audited
1	<b>Income</b>					
	(a) Income from operations	15,538.86	10,947.46	21,917.24	55,563.15	90,404.55
	(b) Other income	2,230.69	29.56	1,692.66	2,409.37	7,625.37
	<b>Total income (a+b)</b>	<b>17,769.55</b>	<b>10,977.02</b>	<b>23,609.90</b>	<b>57,972.52</b>	<b>98,029.92</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	3,577.28	1,587.79	2,749.62	11,945.29	22,063.46
	(b) Subcontracting expenses	11,488.09	6,845.24	13,764.52	34,797.06	45,504.51
	(c) Employee benefits expense	289.13	349.48	687.34	1,423.72	2,621.39
	(d) Finance costs	12,690.68	10,344.89	13,517.87	43,815.33	36,134.52
	(e) Depreciation and amortisation expense	526.19	523.72	542.18	2,103.04	2,190.97
	(f) Other expenses	1,389.58	1,109.17	1,569.82	4,814.99	8,946.85
	<b>Total expenses (a+b+c+d+e+f)</b>	<b>29,960.95</b>	<b>20,760.29</b>	<b>32,831.35</b>	<b>98,899.43</b>	<b>117,461.70</b>
3	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>(12,191.40)</b>	<b>(9,783.27)</b>	<b>(9,221.45)</b>	<b>(40,926.91)</b>	<b>(19,431.78)</b>
4	Exceptional items [income/(loss)] (Refer note 6)	(13,096.42)	(5,970.64)	(16,156.53)	(69,648.75)	(25,949.07)
5	<b>Profit/(loss) before tax (3-4)</b>	<b>(25,287.82)</b>	<b>(15,753.91)</b>	<b>(25,377.98)</b>	<b>(110,575.66)</b>	<b>(45,380.85)</b>
6	<b>Tax (expense)/credit</b>					
	(a) Current income tax	(279.32)	-	(4,631.36)	(279.32)	(4,631.36)
	(b) Deferred income tax	-	-	-	-	-
		(279.32)	-	(4,631.36)	(279.32)	(4,631.36)
7	<b>Profit/(loss) for the period (5-6)</b>	<b>(25,567.14)</b>	<b>(15,753.91)</b>	<b>(30,009.34)</b>	<b>(110,854.98)</b>	<b>(50,012.21)</b>
8	<b>Other comprehensive income/(loss)</b>					
	(a) Items not to be reclassified subsequently to profit or loss (net of tax)					
	- Gain/(loss) on fair value of defined benefit plans as per actuarial valuation	131.23	(1.10)	245.03	123.28	226.68
	(b) Items to be reclassified subsequently to profit or loss	-	-	-	-	-
	<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>131.23</b>	<b>(1.10)</b>	<b>245.03</b>	<b>123.28</b>	<b>226.68</b>
9	<b>Total comprehensive income/(loss) for the period, net of tax (7 + 8)</b>	<b>(25,435.91)</b>	<b>(15,755.01)</b>	<b>(29,764.31)</b>	<b>(110,731.70)</b>	<b>(49,785.53)</b>
10	Paid up equity share capital (Face value of ₹ 10 each)	2,569.84	2,569.84	2,569.84	2,569.84	2,569.84
11	Other equity (excluding revaluation reserves)				(98,645.07)	12,032.75
12	<b>Earnings per share (Face value of ₹ 10 each)</b>					
	(a) Basic EPS (not annualised) (in ₹)	(99.49)	(61.30)	(116.78)	(431.37)	(194.61)
	(b) Diluted EPS (not annualised) (in ₹)	(99.49)	(61.30)	(116.78)	(431.37)	(194.61)

See accompanying notes to the standalone financial results



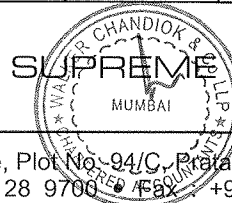
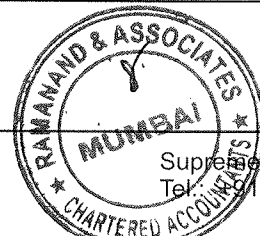
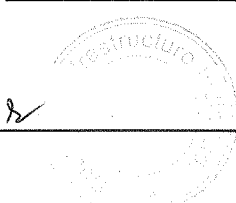
STANDALONE STATEMENT OF ASSETS AND LIABILITIES		
Particulars	(₹ in lakhs)	
	As at	As at
	31 March 2019	31 March 2018
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	18,825.26	20,916.69
Capital work-in-progress	669.30	669.30
Intangible assets	-	11.61
Investments in subsidiaries, joint venture and associates carried at deemed cost	85,778.02	97,451.23
<b>Financial assets</b>		
Investments	76,891.34	73,639.24
Loans	-	-
Other financial assets	350.77	432.40
Deferred tax asset (net)	-	-
Other non-current assets	-	97.30
<b>Total non current assets</b>	<b>182,514.69</b>	<b>193,217.77</b>
<b>Current assets</b>		
Inventories	3,587.13	4,679.43
<b>Financial assets</b>		
Investments	2.63	54.07
Loans	69.91	6.98
Trade receivables	70,606.24	107,420.51
Cash and cash equivalents	147.36	215.85
Other bank balances	1,570.12	1,126.98
Other financial assets	512.03	13,191.77
Other current assets	15,249.56	4,650.83
<b>Total current assets</b>	<b>91,744.98</b>	<b>131,346.42</b>
<b>TOTAL ASSETS</b>	<b>274,259.67</b>	<b>324,564.19</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	2,569.84	2,569.84
Other equity	(98,645.07)	12,032.75
<b>Total equity</b>	<b>(96,075.23)</b>	<b>14,602.59</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	45,850.31	83,083.41
Other financial liabilities	447.38	556.73
Provisions	134.56	278.78
<b>Total non current liabilities</b>	<b>46,432.25</b>	<b>83,918.92</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	136,559.67	126,726.75
Trade payables		
- To micro enterprise and small enterprise	123.18	122.20
- To others	11,925.39	14,714.82
Other financial liabilities	156,646.98	67,877.56
Other current liabilities	15,708.92	13,745.61
Provisions	40.28	33.34
Current tax liabilities (net)	2,898.23	2,822.40
<b>Total current liabilities</b>	<b>323,902.65</b>	<b>226,042.68</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>274,259.67</b>	<b>324,564.19</b>
see accompanying notes to the standalone financial results		

**SUPREME INFRASTRUCTURE INDIA LTD.**  
 MUMBAI (AN ISO-9001/14001/OHSAS-18001 CERTIFIED COMPANY)

## Notes

- 1 The financial results have been prepared to comply in all material respects with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) (Amendment) Rules, as amended from time to time. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meeting held on 17 September 2019.
- 2 Trade receivables as at 31 March 2019 include ₹ 45,680.90 lakhs (31 March 2018: ₹ 55,396.37 lakhs), in respect of projects which were closed/substantially closed and which are overdue for a substantial period of time. Based on the contract terms and the ongoing recovery/ arbitration procedures (which are at various stages), Management is reasonably confident of recovering these amounts in full. Accordingly, these amounts have been considered as good and recoverable.
- 3 Non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances amounting to Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/statements from the respective lenders have not been received. In the absence of confirmations/statements from the lenders, the Company has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. The Company's management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.
- 4 On 29 March 2019, framework agreement was signed between the Company and the majority of the lenders pursuant to the sanction of the resolution plan by the lenders under the aegis of the Reserve Bank of India (RBI) circular dated 12 February 2018 and confirmation by the promoters to infuse additional funds, (wherein out of the total estimated debt ₹ 304,520 lakhs existing as at reference date i.e. 31 August 2018 ₹100,000 lakhs is to be classified as sustainable debt to be serviced as per the existing terms and conditions and the remainder is to be converted into fully paid up equity shares and cumulative redeemable preference shares). While rest of the lenders were in the process of sanctioning the Resolution Plan, on 2 April 2019, the aforesaid circular has been held ultra vires to existing banking regulations, by the Honourable Supreme Court of India. On 7 June 2019, RBI has issued revised circular for resolution of the stressed assets, basis which the majority lenders have signed the Inter-Creditor agreement (ICA) and are in the process of executing the revised resolution plan.
- Further, the Company has incurred a net loss after tax of ₹ 110,854.98 lakhs during the year ended 31 March 2019 and, has also suffered losses from operations during the preceding financial years and of that date, the Company's accumulated losses amounts to ₹ 128,589.99 lakhs and its current liabilities exceeded its current assets by ₹ 232,157.67 lakhs. The Company also has external borrowings from banks and financial institutions, principal and interest repayment of which has been delayed during the current period. Pending execution of the revised resolution plan as discussed above, the aforesaid conditions, indicate existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern due to which the Company may not be able to realise its assets and discharge its liabilities in the normal course of business. However, on expectation of execution and implementation of the aforesaid revised resolution plan, further fund infusion by the promoters and business growth prospects once revised guidelines are issued by the RBI, Management has prepared the financial results on a "Going Concern" basis.
- 5 The Company, as at 31 March 2019, has non-current investments in Supreme Infrastructure BOT Private Limited ('SIBPL'), a subsidiary company, amounting to ₹ 142,556.83 lakhs. SIBPL is having various Build, Operate and Transfer (BOT) SPVs under its fold. While SIBPL has incurred losses during its initial years and has accumulated losses, causing the net worth of the entity to be fully eroded as at 31 March 2019, the underlying projects are expected to achieve adequate profitability on substantial completion of the underlying projects. Further, in case of Supreme Manorwarda Bhiwandi Infrastructure Private Limited ('SMBIPL'), a subsidiary of SIBPL, lenders have referred SMBIPL to NCLT under RBI circular dated 12 February 2018, for which response is awaited from NCLT. Further, commercial operation date (COD) in respect of few subsidiaries of SIBPL has been delayed due to various reasons attributable to the clients primarily due to non-availability of right of way, environmental clearances etc. and in respect of few subsidiaries, the toll receipts is lower as compared to the projected receipts on account of delay in receiving compensation from government for exempted vehicles. Further, there have been delays in repayment of principal and interest in respect of the borrowings and the respective entity is in discussion with their lenders for the restructuring of the loans.
- Management is in discussion with the respective lenders, clients for the availability of right of way and other required clearances and is confident of resolving the matter without any loss to the respective SPVs. Therefore, based on certain estimates like future business plans, growth prospects, ongoing discussions with the clients and consortium lenders, the valuation report of the independent valuer and other factors, Management believes that the net-worth of SIBPL does not represent its true market value and the realizable amount of SIBPL is higher than the carrying value of the non-current investments as at 31 March 2019 and due to which these are considered as good and recoverable.
- 6 Exceptional items represent the following:

Particulars	(₹ in lakhs)				
	Quarter ended			Year ended	
	31 March 2019	31 December 2018	31 March 2018	31 March 2019	31 March 2018
	Unaudited (Refer note 9)	Unaudited	Unaudited (Refer note 9)	Audited	Audited
Impairment allowance (allowance towards loans, trade receivable and other financial assets)	(574.73)	(945.26)	(2,293.49)	(1,519.99)	(9,648.78)
Impairment allowance on investments	(11,673.21)	-	(665.55)	(11,673.21)	(665.55)
Additional contractual interest expense and other charges	-	-	-	(9,668.74)	-
Financial assets written off (trade receivable, other financial assets and loans written off)	-	(5,025.38)	(13,197.49)	(45,938.33)	(15,634.74)
Inventories written off	(848.48)	-	-	(848.48)	-
<b>Total exceptional items [income/(loss)]</b>	<b>(13,096.42)</b>	<b>(5,970.64)</b>	<b>(16,156.53)</b>	<b>(69,648.75)</b>	<b>(25,949.07)</b>



**SUPREME INFRASTRUCTURE INDIA LTD.**  
MUMBAI  
(AN ISO-9001/14001/OHSAS-18001 CERTIFIED COMPANY)

Supreme House, Plot No. 94/C, Pratap Gad, Opp. I.I.T. Main Gate, Powai, Mumbai - 400 076.  
Tel: +91 22 6128 9700 • Fax: +91 22 6128 9711 • Website : www.supremeinfra.com

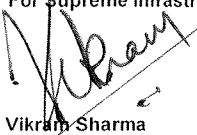
CIN : L74999MH1983PLC029752

7 The Company is principally engaged in a single business segment viz "Engineering and Construction" which is substantially seasonal in character. Further, the Company's margin in the quarterly results vary based on the accrual of cost and recognition of income in different quarters due to nature of its business, receipt of awards/claims or events which lead to revision in cost to completion. Due to these reasons, quarterly results may vary in different quarters and may not be indicative of annual results.

8 Effective 1 April 2018, the Company has adopted Ind AS 115 - Revenue from Customers. The adoption of Ind AS 115 did not have any material impact on recognition and measurement of revenue and related items in the standalone financial results for the year ended 31 March 2019

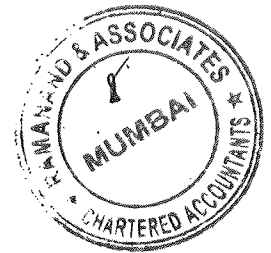
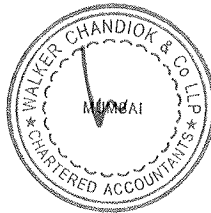
9 Figures for the quarters ended 31 March 2019 and 31 March 2018 are the balancing figures between the audited financial statements for the years ended on that date and the year to date figures upto the end of third quarter of the respective financial year.

For Supreme Infrastructure India Limited



Vikram Sharma  
Managing Director

Place: Mumbai  
Date: 17 September 2019



## Walker Chandio & Co LLP

Chartered Accountants  
16th floor, Indiabulls Finance Centre,  
612/ 613, Senapati Bapat Marg,  
Elphinstone (W),  
Mumbai – 400 013

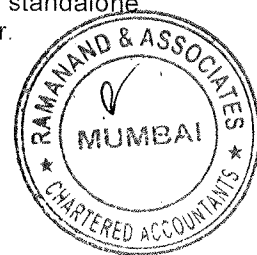
## Ramanand & Associates

Chartered Accountants  
6/C, Ground Floor, Ostwal Park,  
Bldg No. 4, CHSL. Near Jesal  
Park, Jain Temple. Bhayander  
(East) Thane – 401 105

### Independent Auditor's Report on Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

#### To the Board of Directors of Supreme Infrastructure India Limited

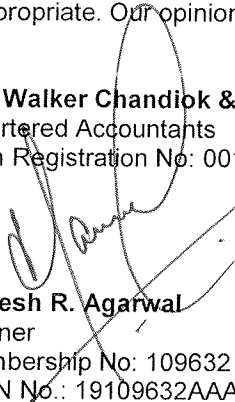
1. We have audited the standalone financial results of Supreme Infrastructure India Limited ('the Company') for the year ended 31 March 2019, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to Note 9 to the standalone financial results which states that the figures for the quarter ended 31 March 2019 as reported in these standalone financial results are the balancing figures between audited standalone figures in respect of the full financial year and the published standalone year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These standalone financial results are based on the standalone financial statements for the year ended 31 March 2019 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and published standalone year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these standalone financial results based on our audit of the standalone financial statements for the year ended 31 March 2019 and our review of standalone financial results for the nine months' period ended 31 December 2018.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.
3. (a) As stated in Note 2 to the accompanying standalone financial results, the Company's current financial assets as at 31 March 2019 include trade receivables aggregating ₹ 45,680.90 lakhs (31 March 2018: ₹ 55,396.37 lakhs) in respect of projects which were closed/substantially closed and where the receivables have been outstanding for a substantial period. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. Consequently, in the absence of sufficient appropriate evidence to support the management's contention of recoverability of these balances, we are unable to comment upon the adjustments, if any, that are required to the carrying value of the aforesaid balances, and consequential impact, if any, on the accompanying standalone financial results. Our opinion on the standalone financial results for the year ended 31 March 2018 was also modified in respect of this matter.  
  
(b) As stated in Note 3 to the accompanying standalone financial results, the Company's non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/ statements from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations/statements from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying standalone financial results. Our opinion on the standalone financial results for the year ended 31 March 2018 was also modified in respect of this matter.




(c) As stated in Note 5 to the accompanying standalone financial results, the Company's non-current investments as at 31 March 2019 include non-current investments in one of its subsidiary aggregating ₹ 142,556.83 lakhs. The subsidiary has significant accumulated losses and its consolidated net-worth is fully eroded. Further, the subsidiary is facing liquidity constraints due to which it may not be able to realise projections as per the approved business plans. Based on the valuation report of an independent valuer as at 31 March 2019 and other factors described in the aforementioned note, Management has considered such balance as fully recoverable. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. In the absence of sufficient appropriate evidence to support the management's assessment as above and other relevant alternate evidence, we are unable to comment upon adjustments, if any, that may be required to the carrying values of these non-current investments and aforementioned dues and the consequential impact on the accompanying standalone financial results.

4. In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:
- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, in this regard except for the possible effects of the matters described in paragraph 3; and
  - (ii) give a true and fair view of the standalone net loss (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act for the year ended 31 March 2019 except for the possible effects of the matters described in paragraph 3.
5. We draw attention to Note 4 to the accompanying standalone financial results, which indicates that the Company has incurred a net loss of ₹ 110,854.98 lakhs during the year ended 31 March 2019, as of that date, the Company's accumulated losses amounts to ₹ 128,589.99 lakhs which have resulted in full erosion of net worth of the Company and its current liabilities exceeded its current assets by ₹ 232,157.67 lakhs. Further, as disclosed in Note 4 to the said standalone financial results, there have been delays in repayment of principal and interest in respect of borrowings during the current year. The above factors, along with other matters as set forth in the aforesaid note, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, based on ongoing discussion with the lenders for restructuring of the loans, revised business plans, equity infusion by the promoters, and other mitigating factors mentioned in the aforementioned note, Management is of the view that going concern basis of accounting is appropriate. Our opinion is not modified in respect of this matter.

**For Walker Chandiook & Co LLP**  
Chartered Accountants  
Firm Registration No: 001076N/N500013

  
**Rakesh R. Agarwal**  
Partner  
Membership No: 109632  
UDIN No.: 19109632AAAAAHE6466

**For Ramanand & Associates**  
Chartered Accountants  
Firm Registration No: 117776W

  
**Santosh Jadhav**  
Partner  
Membership No: 115983  
UDIN No.: 19115983AAAAAQ4809

Place: Mumbai  
Date: 17 September 2019



Place: Mumbai  
Date: 17 September 2019



**ANNEXURE I**

Statement on Impact on Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone)

Statement on Implication of Audit Qualifications for the Financial Year ended 31 March 2019 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Amount in ₹ lakhs except earning per share)

I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	57,972.52	57,972.52
	2	Total Expenditure	168,704.22	[Refer note II (e) (ii)]
	3	Net Profit/(Loss)	(110,731.70)	[Refer note II (e) (ii)]
	4	Earnings/ (Loss) Per Share	(431.37)	[Refer note II (e) (ii)]
	5	Total Assets	274,259.67	[Refer note II (e) (ii)]
	6	Total Liabilities	370,334.90	[Refer note II (e) (ii)]
	7	Net Worth	(96,075.23)	[Refer note II (e) (ii)]
	8	Any other financial item (s) (as felt appropriate by the management)	-	-

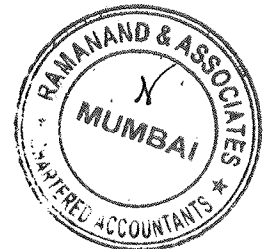
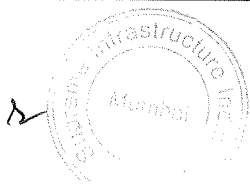
**II** Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

**(i) Auditor's Qualification on the financial results (standalone)**

(a) As stated in Note 2 to the accompanying standalone financial results, the Company's current financial assets as at 31 March 2019 include trade receivables aggregating ₹ 45,680.90 lakhs (31 March 2018: ₹ 55,396.37 lakhs) in respect of projects which were closed/substantially closed and where the receivables have been outstanding for a substantial period. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. Consequently, In the absence of sufficient appropriate evidence to support the management's contention of recoverability of these balances, we are unable to comment upon the adjustments, if any, that are required to the carrying value of the aforesaid balances, and consequential impact, if any, on the accompanying standalone financial results. Our opinion on the standalone financial results for the year ended 31 March 2018 was also modified in respect of this matter.

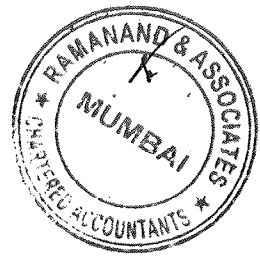
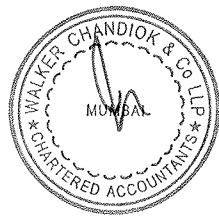
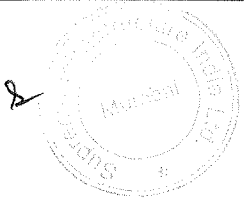
(b) As stated in Note 3 to the accompanying standalone financial results, the Company's non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/ statements from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations/statements from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying standalone financial results. Our opinion on the standalone financial results for the year ended 31 March 2018 was also modified in respect of this matter.

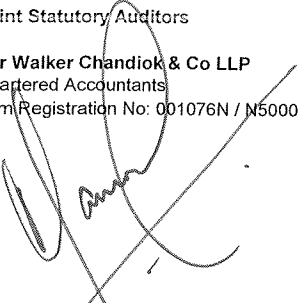
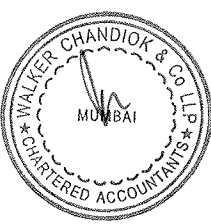

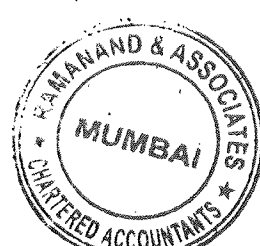
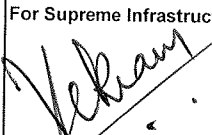

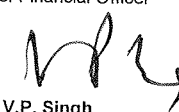



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	<p>(c) As stated in Note 5 to the accompanying standalone financial results, the Company's non-current investments as at 31 March 2019 include non-current investments in one of its subsidiary aggregating ₹ 142,556.83 lakhs. The subsidiary has significant accumulated losses and its consolidated net-worth is fully eroded. Further, the subsidiary is facing liquidity constraints due to which it may not be able to realise projections as per the approved business plans. Based on the valuation report of an independent valuer as at 31 March 2019 and other factors described in the aforementioned note, Management has considered such balance as fully recoverable. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. In the absence of sufficient appropriate evidence to support the management's assessment as above and other relevant alternate evidence, we are unable to comment upon adjustments, if any, that may be required to the carrying values of these non-current investments and aforementioned dues and the consequential impact on the accompanying standalone financial results.</p>
	<p><b>(ii) Auditor's Qualification on the Internal Financial Controls relating to above matters:</b>        In our opinion, according to the information and explanations given to us and based on our audit procedures performed, the following material weaknesses has been identified in the operating effectiveness of the Company's Internal Financial Controls over Financial Reporting as at 31 March 2019:</p> <p><b>Matter II(a)(i)(a):</b> The Company's internal financial control in respect of supervisory and review controls over process of determining impairment allowance for trade receivables which are doubtful of recovery were not operating effectively. Absence of detailed assessment conducted by the management for determining the recoverability of trade receivables that remain long outstanding, in our opinion, could result in a potential material misstatement to the carrying value of trade receivables, and consequently, could also impact the loss (financial performance including comprehensive income) after tax.</p> <p><b>Matter II(a)(i)(c):</b> The Company's internal financial control in respect of supervisory and review controls over process of determining the carrying value of non-current investments were not operating effectively. Absence of detailed assessment conducted by the management for determining the carrying value of non-current investments, in our opinion, could result in a potential material misstatement to the carrying value of non-current investment, and consequently, could also impact the loss (financial performance including comprehensive income) after tax.</p> <p>A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's annual financial statements or interim financial statements will not be prevented or detected on a timely basis.</p> <p>We have considered the material weaknesses identified and reported above in determining the nature, timing and extent of audit tests applied in our audit of the standalone financial statement of the Company as at and for the year ended 31 March 2019 and the material weakness has effected our opinion on the standalone financial statements of the Company and we have issued a qualified opinion on the standalone financial statements.</p>
<p>b. Type of Audit Qualification :</p>	<p>Qualified Opinion</p>
<p>c. Frequency of qualification:</p>	<p><b>Qualifications:</b></p>
<p>d. For Audit Qualifications where the impact is quantified by the auditor, Management's Views:</p>	<p>Qualifications II (a) (i) (a) has been appearing from the year ended 31 March 2015; Qualifications II (a) (i) (b) has been appearing from the year ended 31 March 2018; Qualification II (a) (i) (c) has been included for the first time during the year ended 31 March 2019.</p>
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>	<p>Not Applicable</p>
<p>(i) Management's estimation on the impact of audit qualification:</p>	<p>Not ascertainable</p>

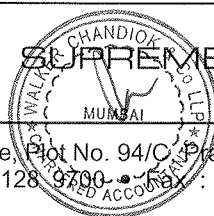
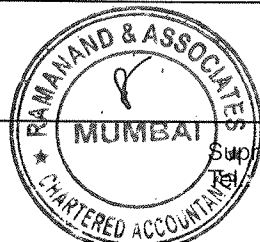
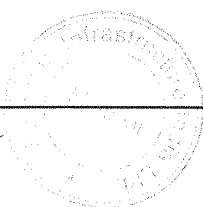


<p>(ii) If management is unable to estimate the impact, reasons for the same:</p>	<p>II (a) (i) (a) : Trade receivables as at 31 March 2019 include ₹ 45,680.90 lakhs (31 March 2018: ₹ 55,396.37 lakhs), in respect of projects which were closed/substantially closed and which are overdue for a substantial period of time. Based on the contract terms and the ongoing recovery/ arbitration procedures (which are at various stages), Management is reasonably confident of recovering these amounts in full. Accordingly, these amounts have been considered as good and recoverable.</p> <p>II (a) (i) (b) : Non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances amounting to Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs) respectively in respect of which confirmations/statements from the respective lenders have not been received. In the absence of confirmations/statements from the lenders, the Company has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. The Company's management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.</p> <p>II (a) (i) (c) The Company, as at 31 March 2019, has non-current investments in Supreme Infrastructure BOT Private Limited ('SIBPL'), a subsidiary company, amounting to ₹ 142,556.83 lakhs. SIBPL is having various Build, Operate and Transfer (BOT) SPVs under its fold. While SIBPL has incurred losses during its initial years and has accumulated losses, causing the net worth of the entity to be fully eroded as at 31 March 2019, the underlying projects are expected to achieve adequate profitability on substantial completion of the underlying projects. Further, in case of Supreme Manowarda Bhiwandi Infrastructure Private Limited ('SMBIPL'), a subsidiary of SIBPL, lenders have referred SMBIPL to NCLT under RBI circular dated 12 February 2018, for which response is awaited from NCLT. Further, commercial operation date (COD) in respect of few subsidiaries of SIBPL has been delayed due to various reasons attributable to the clients primarily due to non-availability of right of way, environmental clearances etc. and in respect of few subsidiaries, the toll receipts is lower as compared to the projected receipts on account of delay in receiving compensation from government for exempted vehicles. Further, there have been delays in repayment of principal and interest in respect of the borrowings and the respective entity is in discussion with their lenders for the restructuring of the loans.</p> <p>Management is in discussion with the respective lenders, clients for the availability of right of way and other required clearances and is confident of resolving the matter without any loss to the respective SPVs. Therefore, based on certain estimates like future business plans, growth prospects, ongoing discussions with the clients and consortium lenders, the valuation report of the independent valuer and other factors, Management believes that the net-worth of SIBPL does not represent its true market value and the realizable amount of SIBPL is higher than the carrying value of the non-current investments as at 31 March 2019 and due to which these are considered as good and recoverable.</p>	
<p>(iii) Auditors' Comments on (i) or (ii) above:</p>	<p>II (a) (ii) Management believes that Company's internal financial controls in respect of assessment of the recoverability of trade receivables and determining the carrying value of non-current investments were operating effectively and there is no material weakness in such controls and procedures.</p> <p>Included in details of auditor's qualifications stated above</p>	
<p><b>III Signatories:</b></p>		
<p>Joint Statutory Auditors</p> <p><b>For Walker Chandiook &amp; Co LLP</b> Chartered Accountants Firm Registration No: 001076N / N500013</p>  <p><b>Rakesh R. Agarwal</b> Partner Membership No. : 109632</p>  <p>Place : Mumbai Date : 17 September 2019</p>	<p><b>For Ramanand &amp; Associates</b> Chartered Accountants Firm Registration No: 117776W</p>  <p><b>Santosh Jadhav</b> Partner Membership No. : 115983</p> 	<p><b>For Supreme Infrastructure India Limited</b></p>  <p><b>Mr. Vikram Sharma</b> Managing Director</p>  <p><b>Sandeep Khandelwal</b> Chief Financial Officer</p>  <p><b>Mr. V.P. Singh</b> Audit Committee Chairman</p>  <p>Place : Mumbai Date : 17 September 2019</p>

I.STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE YEAR ENDED 31 MARCH 2019

₹ in lakhs except earnings per share data

Sr. No.	Particulars	Year ended	
		31 March 2019 (Audited)	31 March 2018 (Audited)
1	<b>Income</b>		
	(a) Income from operations	67,700.01	100,567.71
	(b) Other income	1,577.21	647.26
	<b>Total income (a+b)</b>	<b>69,277.22</b>	<b>101,214.97</b>
2	<b>Expenses</b>		
	(a) Cost of materials consumed	11,948.63	22,074.11
	(b) Subcontracting expenses	37,931.99	48,298.86
	(c) Employee benefits expense	2,082.23	3,370.11
	(d) Finance costs	60,145.45	47,628.93
	(e) Depreciation and amortisation expense	9,765.22	6,689.39
	(f) Other expenses	5,988.13	12,127.33
	<b>Total expenses (a+b+c+d+e+f)</b>	<b>127,861.65</b>	<b>140,188.73</b>
3	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>(58,584.43)</b>	<b>(38,973.76)</b>
4	Exceptional items (Refer note 6)	(75,304.45)	(37,597.59)
5	<b>Profit/(loss) before share of profit/(loss) of associates and joint ventures and tax (3-4)</b>	<b>(133,888.88)</b>	<b>(76,571.35)</b>
6	Share of profit / (loss) of associates and joint ventures	(9,809.57)	(16,234.00)
7	<b>Profit/(loss) before tax (5-6)</b>	<b>(143,698.45)</b>	<b>(92,805.35)</b>
8	<b>Tax expense/ (credit)</b>		
	(a) Current income tax	(290.10)	(4,657.06)
	(b) Deferred income tax	5.24	15.44
		<b>(284.86)</b>	<b>(4,641.62)</b>
9	<b>Profit/(loss) for the year (7-8)</b>	<b>(143,983.31)</b>	<b>(97,446.97)</b>
	<b>Attributable to:</b>		
	Non-controlling interests	(1,662.58)	(2,034.31)
	Owners of the parent	(142,320.73)	(95,412.66)
10	<b>Other comprehensive income</b>		
	(a) Items not to be reclassified subsequently to profit or loss (net of tax)		
	- Gain on fair value of defined benefit plans	123.28	226.68
	(b) Items to be reclassified subsequently to profit or loss	-	-
	<b>Other comprehensive income for the year, net of tax</b>	<b>123.28</b>	<b>226.68</b>
11	<b>Total comprehensive income/ (loss) for the year, net of tax (9 + 10)</b>	<b>(143,860.03)</b>	<b>(97,220.29)</b>
	<b>Total comprehensive income/ (loss) for the year attributable to:</b>		
	Non controlling interest	(1,662.58)	(2,034.31)
	Owners of the parent	(142,197.45)	(95,185.98)
12	Paid up equity share capital (Face value of ₹ 10 each)	2,569.84	2,569.84
13	Other equity (excluding revaluation reserves)	(221,472.46)	(79,328.89)
14	<b>Earnings per share (Face value of ₹ 10 each)</b>		
	(a) Basic EPS (in ₹)	(553.81)	(371.28)
	(b) Diluted EPS (in ₹)	(553.81)	(371.28)
	See accompanying notes to the consolidated financial results		



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Supreme House, Plot No. 94/C, Pratap Gad, Opp. I.I.T. Main Gate, Powai, Mumbai - 400 076.  
Tel : +91 22 6128 9700 • Fax : +91 22 6128 9711 • Website : www.supremeinfra.com

CIN : L74999MH1983PLC029752

II. CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES		
Particulars	₹ in lakhs	
	As at 31 March 2019 (Audited)	As at 31 March 2018 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	19,186.68	21,362.48
Capital work in progress	669.30	669.30
Goodwill (on consolidation)	-	270.42
Other intangible assets	102,431.22	109,735.78
Intangible assets under development	204,574.20	175,183.49
Investments in joint venture and associates	-	1,872.64
Financial assets		
Investments	4,235.53	3,018.77
Loans	84.10	84.10
Other financial assets	350.78	624.81
Deferred tax assets (net)	7.24	2.00
Other non-current assets	25,494.28	48,833.03
Income tax assets (net)	56.30	-
<b>Total non-current assets</b>	<b>357,089.63</b>	<b>361,656.82</b>
<b>Current assets</b>		
Inventories	3,587.13	4,679.43
Financial assets		
Investments	2.63	54.07
Loans	83.83	47.11
Trade receivables	69,750.88	108,802.89
Cash and cash equivalents	1,137.39	695.49
Bank balances other than cash and cash equivalents	1,576.48	1,130.88
Other financial assets	512.02	13,640.70
Other current assets	16,911.35	6,217.97
<b>Total current assets</b>	<b>93,561.71</b>	<b>135,268.54</b>
<b>TOTAL ASSETS</b>	<b>450,651.34</b>	<b>496,925.36</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	2,569.84	2,569.84
Other equity	(221,472.46)	(79,328.89)
<b>Equity attributable to owners of the parent</b>	<b>(218,902.62)</b>	<b>(76,759.05)</b>
Non-controlling interests	(6,013.80)	(4,351.22)
<b>Total equity</b>	<b>(224,916.42)</b>	<b>(81,110.27)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities:		
Borrowings	209,655.72	273,092.98
Other financial liabilities	-	148.90
Provisions	6,029.01	5,589.53
Deferred tax liabilities (net)	-	-
<b>Total non-current liabilities</b>	<b>215,684.73</b>	<b>278,831.41</b>
<b>Current liabilities</b>		
Financial liabilities:		
Borrowings	139,136.23	126,726.74
Trade payables		
- to micro enterprises and small enterprises	123.18	122.20
- to others	15,992.69	19,664.58
Other financial liabilities	282,931.01	133,651.99
Other current liabilities	18,714.68	16,147.01
Provisions	40.28	33.34
Current tax liabilities (net)	2,944.96	2,858.36
<b>Total current liabilities</b>	<b>459,883.03</b>	<b>299,204.22</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>450,651.34</b>	<b>496,925.36</b>

See accompanying notes to the consolidated financial results.

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**Notes**

1 Supreme Infrastructure India Limited ("the Company") and its subsidiaries are together referred to as 'the Group' in the following notes. This consolidated financial results have been prepared to comply in all material respects with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Companies (Indian Accounting Standards) Rules as amended from time to time. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 17 September 2019. The statutory auditors of the Company have carried out their review of the aforesaid financial results.

2 Trade receivables as at 31 March 2019 include ₹ 41,075.63 lakhs (31 March 2018: ₹ 55,396.37 lakhs), in respect of projects which were closed/substantially closed and which are overdue for a substantial period of time. Based on the contract terms and the ongoing recovery/ arbitration procedures (which are at various stages) Management is reasonably confident of recovering these amounts in full. Accordingly, these amounts have been considered as good and recoverable.

Statutory Auditors have included qualifications in their audit report in respect of the above matter.

3 a) Non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances amounting to Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/statements from the respective lenders have not been received. In the absence of confirmations/statements from the lenders, the Company has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. The Company's management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

b) In case of Supreme Vasai Bhiwandi Tollways Private Limited ("SVBTPL"), a subsidiary company, current maturities of long term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 10,255.23 lakhs and ₹ 3,355.47 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of long term borrowings and other current financial liabilities amounting to ₹ 2,277 lakhs and ₹ 267.25 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, SVBTPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

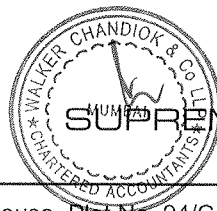
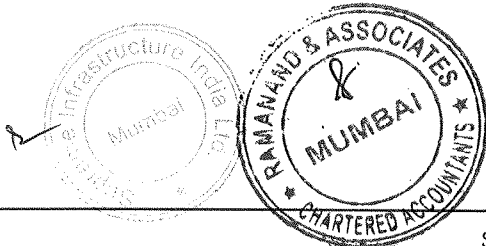
c) In case of Kotkapura Muktsar Tollways Private Limited ("KMTPL"), a subsidiary company, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, KMTPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

d) In case of Kopargaon Ahmednagar (Phase 1) Tollways Private Limited ("KATPL"), a subsidiary company, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, KATPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

e) Supreme Infrastructure BOT Private Limited ('SIBPL'), a subsidiary company, is having various Build, Operate and Transfer (BOT) SPVs under its fold. While SIBPL has incurred losses during its initial years and has accumulated losses, causing the net worth of the entity to be fully eroded as at 31 March 2019, the underlying projects are expected to achieve adequate profitability on substantial completion of the underlying projects. Further, commercial operation date (COD) in respect of few subsidiaries of SIBPL has been delayed due to various reasons attributable to the clients primarily due to non-availability of right of way, environmental clearances etc. and in respect of few subsidiaries of SIBPL, the toll receipts is lower as compared to the projected receipts on account of delay in receiving compensation from government for exempted vehicles. Further, there have been delays in repayment of principal and interest in respect of the borrowings and the respective entities are in discussion with their lenders for the restructuring of the loans. Management is in discussion with the respective lenders, clients for the availability of right of way and other required clearances and is confident of resolving the matter without any loss to the respective SPVs. Therefore, based on certain estimates like future business plans, growth prospects, ongoing discussions with the clients and consortium lenders, the valuation report of the independent valuer and other factors, Management believes that the net-worth of SIBPL does not represent its true market value and the realizable amount of SIBPL is higher than the carrying value of its net assets as at 31 March 2019 and due to these, the Group's carrying value of net assets (capital employed) amounting to ₹ 126,960.70 lakhs and non controlling interest amounting to ₹ 6,166.45 lakhs is considered as good and recoverable.

Statutory Auditors have included qualifications in their audit report in respect of the above matters.

4 On 29 March 2019, framework agreement was signed between the Company and the majority of the lenders pursuant to the sanction of the resolution plan by the lenders under the aegis of the Reserve Bank of India (RBI) circular dated 12 February 2018 and confirmation by the promoters to infuse additional funds, (wherein out of the total estimated debt ₹ 304,520 lakhs existing as at reference date i.e. 31 August 2018 ₹ 100,000 lakhs is to be classified as sustainable debt to be serviced as per the existing terms and conditions and the remainder is to be converted into fully paid up equity shares and cumulative redeemable preference shares). While rest of the lenders were in the process of sanctioning the Resolution Plan, on 2 April 2019, the aforesaid circular has been held ultra vires to existing banking regulations, by the Honourable Supreme Court of India. On 7 June 2019, RBI has issued revised circular for resolution of the stressed assets, basis which the majority lenders have signed the Inter-Creditor agreement (ICA) and are in the process of executing the revised resolution plan.



**SUPREME INFRASTRUCTURE INDIA LTD.**  
 (AN ISO-9001/14001/OHSAS-18001 CERTIFIED COMPANY)

Further, the Group has incurred a net loss after tax of ₹ 142,320.73 lakhs during the year ended 31 March 2019 and, has also suffered losses from operations during the preceding financial years and of that date, the Group's accumulated losses amounts to ₹ 251,038.91 lakhs and its current liabilities exceeded its current assets by ₹ 366,321.32 lakhs. The Group also has external borrowings from banks and financial institutions, principal and interest repayment of which has been delayed during the current period. Pending execution of the revised resolution plan as discussed above, the aforesaid conditions, indicate existence of material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern due to which the Group may not be able to realise its assets and discharge its liabilities in the normal course of business. However, on expectation of execution and implementation of the aforesaid revised resolution plan, further fund infusion by the promoters and business growth prospects once revised guidelines are issued by the RBI. Management has prepared the financial results on a "Going Concern" basis.

- 5 In respect of Supreme Suyog Funicular Ropeways Private Limited ("SSFRPL"), Intangible Assets under Development (IAUD) as at 31 March 2019 represents amounts aggregating ₹ 12,321.89 lakhs, substantially being carried from earlier years in respect of a project presently under construction. The commercial operation date (COD) of the project was delayed due to various reasons attributable to the client primarily due to nonavailability of right of way, environmental clearances etc. and having regard to the same, the Client has already extended the time for completion of project upto 31 December 2018. SSFRPL has now received the requisite right of way, however, considering the substantial delay caused, SSFRPL has applied for further extension of time upto 30 September 2019 for completion of the project, approval for which is presently awaited and the Management is confident of getting the same approved from the Client. Considering the contractual tenability and independent valuation, management is confident of realization of the carrying value of the costs incurred without any loss to the SSFRPL and accordingly believes that no adjustments are required to the carrying value of the IAUD as at 31 March 2019.

- 6 Exceptional items represent the following:

Particulars	(₹ in lakhs)	
	Year ended 31 March 2019	Year ended 31 March 2018
Impairment allowance including expected credit loss allowance (allowance for doubtful loans, trade receivable and other financial assets)	1,100.00	9,346.80
Impairment allowance on investments	1,872.64	438.84
Assets written off (trade receivable, other financial assets and other assets written off)	71,337.12	15,539.35
Investments written off	-	12,272.60
Impairment loss - Inventories written off	848.48	-
Provision for loss written back in respect of a joint venture	(9,522.53)	-
Additional contractual interest expense and other charges	9,668.74	-
<b>Total loss</b>	<b>75,304.45</b>	<b>37,597.59</b>

- 7 Effective 1 April 2018, the Group has adopted Ind AS 115 - Revenue from Customers. The adoption of Ind AS 115 did not have any material impact on recognition and measurement of revenue and related items in the consolidated financial results for the year ended 31 March 2019.

- 8 Segment results

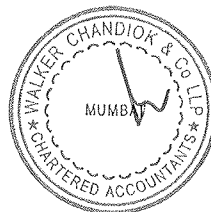
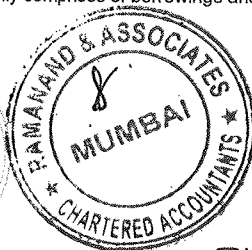
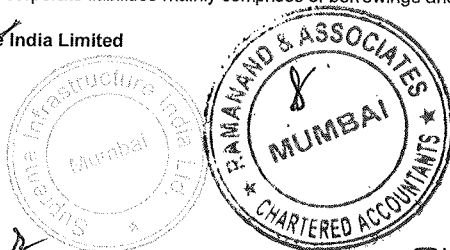
S.No.	Particulars	(₹ in lakhs)	
		31 March 2019	31 March 2018
<b>1</b>	<b>Segment Revenue</b>		
(a)	Engineering and construction	55,915.82	90,964.68
(b)	Road Infrastructure	11,784.19	9,603.03
	<b>Total Revenue</b>	<b>67,700.01</b>	<b>100,567.71</b>
<b>2</b>	<b>Segment profit/ (loss) before tax, finance cost and exceptional item</b>		
(a)	Engineering and construction	2,888.18	16,690.79
(b)	Road Infrastructure	(1,327.16)	(8,035.62)
	<b>Total</b>	<b>1,561.02</b>	<b>8,655.17</b>
	Less: Exceptional items		
	- Engineering and construction	59,427.74	25,818.88
	- Road Infrastructure	15,876.71	11,778.71
	<b>Profit/ (loss) before finance cost, share of profit/ (loss) of associates and joint ventures and tax</b>	<b>(73,743.43)</b>	<b>(28,942.42)</b>
<b>3</b>	<b>Segment Assets</b>		
(a)	Engineering and construction	103,863.29	154,692.51
(b)	Road Infrastructure	339,828.78	335,459.00
(c)	Unallocable corporate assets	6,959.27	6,773.85
	<b>Total</b>	<b>450,651.34</b>	<b>496,925.36</b>
<b>4</b>	<b>Segment liabilities</b>		
(a)	Engineering and construction	40,799.25	56,601.63
(b)	Road Infrastructure	13,117.88	12,960.00
(c)	Unallocable corporate liabilities (Refer note below)	621,650.63	508,474.00
	<b>Total</b>	<b>675,567.76</b>	<b>578,035.63</b>

Note: The unallocable corporate liabilities mainly comprises of borrowings and its related liabilities.

For Supreme Infrastructure India Limited

Vikram Sharma  
Managing Director

Place: Mumbai  
Date: 17 September 2019



**SUPREME INFRASTRUCTURE INDIA LTD.**

(AN ISO-9001/14001/OHSAS-18001 CERTIFIED COMPANY)

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CIN : L74999MH1983PLC029752

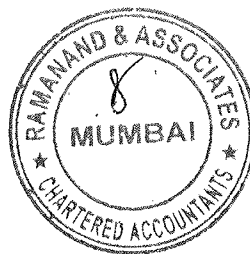
**Walker Chandiook & Co LLP**  
Chartered Accountants  
16th floor, Indiabulls Finance Centre,  
612/ 613, Senapati Bapat Marg,  
Elphinstone (W),  
Mumbai – 400 013

**Ramanand & Associates**  
Chartered Accountants  
6/C, Ground Floor, Ostwal Park,  
Bldg No. 4, CHSL Near Jesal Park,  
Jain Temple, Bhayander (East)  
Thane – 401 105

**Independent Auditor's Report on Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of Supreme Infrastructure India Limited**

1. We have audited the consolidated financial results of Supreme Infrastructure India Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate and joint ventures for the year ended 31 March 2019, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated financial results are based on the consolidated financial statements for the year ended 31 March 2019 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the consolidated financial statements for the year ended 31 March 2019.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.
3. a) As stated in Note 2 to the consolidated financial results, the Holding Company's current financial assets as at 31 March 2019 include trade receivables aggregating ₹ 41,075.63 lakhs (31 March 2018: ₹ 55,396.37 lakhs) in respect of projects which were closed/substantially closed and where the receivables have been outstanding for a substantial period. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. Consequently, in the absence of sufficient appropriate evidence to support the management's contention of recoverability of these balances, we are unable to comment upon the adjustments, if any, that are required to the carrying value of the aforesaid balances, and consequential impact, if any, on the accompanying consolidated financial results. Our opinion on the consolidated financial results for the year ended 31 March 2018 was also modified in respect of this matter.  
  
b) As stated in Note 3(a) to the consolidated financial results, the Holding Company's non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/ statements from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations/statements from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results. Our opinion on the consolidated financial results for the year ended 31 March 2018 was also modified in respect of this matter.



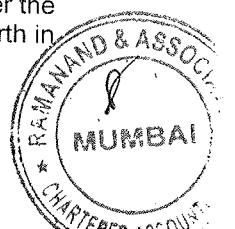
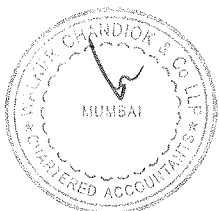
c) As stated in Note 3(e) to the consolidated financial results, relating to the Group's carrying value of net assets (capital employed) aggregating ₹ 126,960.70 lakhs and non-controlling interest amounting to ₹ 6,166.45 lakhs as at 31 March 2019 relating to Supreme Infrastructure BOT Private Limited, a subsidiary of the Holding Company. This subsidiary is facing liquidity constraints due to which it may not be able to realize projections made as per its approved business plans. Based on the valuation report of an independent valuer as at 31 March 2019 and other factors described in the aforesaid note, Management has considered such balance as fully recoverable. In the absence of sufficient appropriate evidence to support the Management's assessment as above and other relevant alternate evidence, we are unable to comment upon adjustments, if any, that may be required to the carrying values of these balances and the consequential impact on the accompanying consolidated financial results.

We further report that the following qualifications to the audit opinion on the consolidated financial statements of Supreme Infrastructure BOT Private Limited ('SIBPL'), subsidiary of the Holding Company, issued by an independent firm of Chartered Accountants vide its report dated 7 September 2019 and reproduced by us as under:

- i. As stated in Note 3(b) to the accompanying consolidated financial results, which indicate that Supreme Vasai Bhiwandi Tollways Private Limited, a subsidiary of SIBPL, current maturities of long term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 10,255.23 lakhs and ₹ 3,355.47 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.
- ii. As stated in Note 3(c) to the accompanying consolidated financial results, which indicate that Kotkapura Muktsar Tollways Private Limited, a subsidiary of the SIBPL, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.
- iii. As stated in Note 3(d) to the accompanying consolidated financial results, which indicate that Kopargaon Ahmednagar (Phase 1) Tollways Private Limited, a subsidiary of SIBPL, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.

We, further draw attention to the following emphasis of matter on the consolidated financial statements of SIBPL, subsidiary of the Holding Company issued by an independent firm of Chartered Accountants vide its report dated 7 September 2019 and reproduced by us as under:

We draw attention to Note 5 to the accompanying consolidated financial results with respect to Supreme Suyog Funicular Ropeways Private Limited, a subsidiary of SIBPL, intangible assets under development as at 31 March 2019 aggregating ₹ 12,321.89 lakhs, which is being substantially carry forward from earlier years in respect of cost incurred for construction of Funicular Ropeway under the BOT scheme. Based on the valuation report obtained, legal opinion and other matters as set forth in





the aforesaid note, Management believes that no adjustment is required to the carrying value of the aforesaid balance. Our opinion is not modified in respect of this matter.

- 4 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 financial results and on other financial information of the subsidiaries, joint ventures and associates, the consolidated financial results:

(i) include the financial results for the year ended 31 March 2019, of the following entities:

<b>Subsidiary Companies</b>	
Supreme Infrastructure BOT Private Limited	Supreme Suyog Funicular Ropeways Private Limited
Supreme Kopargaon Ahmednagar Phase-I Tollways Private Limited	Supreme Manor Wada Bhiwandi Infrastructure Private Limited
Supreme Mega Structures Private Limited	Supreme Infrastructure Overseas LLC
Kotkapura Muktsar Tollways Private Limited	Supreme Panvel Indapur Tollways Private Limited
Supreme Vasai Bhiwandi Tollways Private Limited	Patiala Nabha Infra Projects Private Limited
Mohol Kurul Kamati Mandrup Tollways Private Limited	

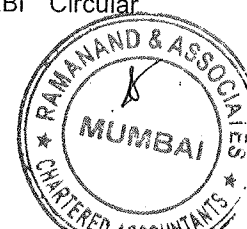
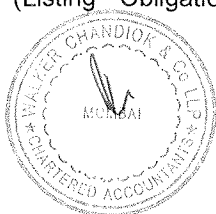
<b>Associate</b>	
Sohar Stones LLC	

<b>Joint venture companies</b>	
Supreme Infrastructure BOT Holdings Private Limited	Supreme Best Value Kolhapur (Shiroli) Sangli Tollways Private Limited
Supreme Kopargaon Ahmednagar Tollways Private Limited	Supreme Ahmednagar Karmala Tembhorni Tollways Private Limited
Sanjose Supreme Tollways Development Private Limited (upto 9 August 2018)	

- (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard except for the possible effects of the matters described in paragraph 3; and
- (iii) give a true and fair view of the consolidated net loss (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act for the year ended 31 March 2019 except for the possible effects of the matters described in paragraph 3.

#### **Material Uncertainty related to Going Concern**

5. We draw attention to Note 4 to the consolidated financial results, which indicates that the Group has incurred a net loss of ₹ 142,320.73 lakhs during the year ended 31 March 2019 as of that date, the Group's accumulated losses amounts to ₹ 251,038.91 lakhs which have resulted in a full erosion of net worth of the Group and its current liabilities exceeded its current assets by ₹ 366,321.32 lakhs. Further, as disclosed in Note 4 to the said consolidated financial results, there have been delays in repayment of principal and interest in respect of borrowings during the current year. The above factors, along with other matters as set forth in the aforesaid note, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. However, based on ongoing discussion with the lenders for restructuring of the loans, revised business plans, equity infusion by the promoters, and other mitigating factors mentioned in the aforementioned note, Management is of the view that going concern basis of accounting is appropriate. Our opinion is not modified in respect of this matter.
6. We did not audit the financial statements of ten (10) subsidiaries, whose financial statements (before eliminating inter-company balances) reflects total assets of ₹ 361,928.40 lakhs and net liabilities of ₹ 50,253.60 lakhs as at 31 March 2019 and total revenues (before eliminating inter-company transactions) of ₹ 45,449.62 lakhs for the year ended on that date, as considered in the consolidated financial results. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular



CIR/CFD/FAC/62/2016 dated 5 July 2016, in so far as it relates to the aforesaid subsidiaries are based solely on the reports of the other auditors.

Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the work done by, and the reports of, the other auditors.

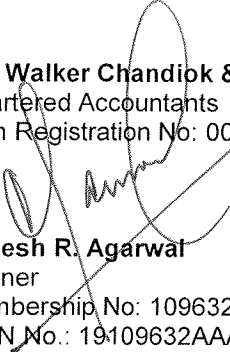
7. The consolidated financial results also include the Group's share of net loss (including other comprehensive income) of ₹ 9,809.57 lakhs for the year ended 31 March 2019, as considered in the consolidated financial results, in respect of one (1) joint venture company, along with its three (3) subsidiaries, whose financial statements have not been audited by us. The consolidated financial statements of the said joint venture company have been audited by one of the joint auditors, Messrs Walker Chandiook & Co LLP, Chartered Accountants, who have expressed an adverse opinion on such financial statements, and whose reports has been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the above joint venture company, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, in so far as it relates to the aforesaid joint venture, is based solely on the reports of Messrs Walker Chandiook & Co LLP. The investment in the said joint venture company has been fully provided for in these consolidated financial results.

Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the work done by, and the reports of, one of the joint auditors.


8. We did not audit the financial statements/financial information of one (1) subsidiary whose financial information (before eliminating inter-company balances) reflects total assets of ₹ 1,352.85 lakhs and net liabilities of ₹ 697.03 lakhs as at 31 March 2019 and total revenues of ₹ Nil (before eliminating inter-company transactions) for the year ended on that date, as considered in the consolidated financial results. The consolidated financial results also include the Group's share of net loss (including other comprehensive income) of Nil for the year ended 31 March 2019, as considered in the consolidated financial results, in respect of one (1) associate and one (1) joint venture, whose financial information has not been audited by us. These financial information is unaudited and have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiary, associate and joint venture, and our report in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, in so far as it relates to the aforesaid subsidiary, associate and joint venture, are based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the management, these financial information are not material to the Group.

Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the financial statements/financial information certified by the management.

**For Walker Chandiook & Co LLP**  
Chartered Accountants  
Firm Registration No: 001076N/N500013

  
**Rakesh R. Agarwal**  
Partner  
Membership No: 109632  
UDIN No.: 19109632AAAAHG7687

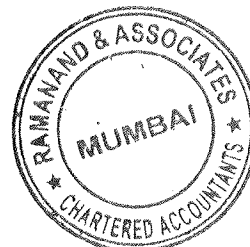
**For Ramanand & Associates**  
Chartered Accountants  
Firm Registration No: 117776W

  
**Santosh Jadhav**  
Partner  
Membership No: 115983  
UDIN No.: 19115983AAAAAP8501

Place: Mumbai  
Date: 17 September 2019



Place: Mumbai  
Date: 17 September 2019



Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended 31 March 2019 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	(Amount in ₹ lakhs except earnings per share)	
			Adjusted Figures (audited figures after adjusting for qualifications)	
1	Turnover / Total income	69,277.22	69,277.22	
2	Total Expenditure	213,137.25		[Refer II (e) (ii)]
3	Net Profit/(Loss)	(143,860.03)		[Refer II (e) (ii)]
4	Earnings/ (Loss) Per Share	(553.81)		[Refer II (e) (ii)]
5	Total Assets	450,651.34		[Refer II (e) (ii)]
6	Total Liabilities	675,567.76		[Refer II (e) (ii)]
7	Net Worth	(224,916.42)		[Refer II (e) (ii)]
8	Any other financial item (s) (as felt by appropriate by the management)			[Refer II (e) (ii)]

**ii Audit Qualification (each audit qualification separately):**

**a Details of Audit Qualification:**

**(i) Auditor's Qualification on the financial results (consolidated)**

(a) As stated in Note 2 to the consolidated financial results, the Holding Company's current financial assets as at 31 March 2019 include trade receivables aggregating ₹ 41,075.63 lakhs (31 March 2018: ₹ 55,396.37 lakhs) in respect of projects which were closed/substantially closed and where the receivables have been outstanding for a substantial period. Management has assessed that no adjustments are required to the carrying value of the aforesaid balances, which is not in accordance with the requirements of Ind AS 109, 'Financial Instruments'. Consequently, in the absence of sufficient appropriate evidence to support the management's contention of recoverability of these balances, we are unable to comment upon the adjustments, if any, that are required to the carrying value of the aforesaid balances, and consequential impact, if any, on the accompanying consolidated financial results. Our opinion on the consolidated financial results for the year ended 31 March 2018 was also modified in respect of this matter.

(b) As stated in Note 3(a) to the consolidated financial results, the Holding Company's non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/ statements from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations/statements from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results. Our opinion on the consolidated financial results for the year ended 31 March 2018 was also modified in respect of this matter.

(c) As stated in Note 3(e) to the consolidated financial results, relating to the Group's carrying value of net assets (capital employed) aggregating ₹ 126,960.70 lakhs and non-controlling interest amounting to ₹ 6,166.45 lakhs as at 31 March 2019 relating to Supreme Infrastructure BOT Private Limited, a subsidiary of the Holding Company. This subsidiary is facing liquidity constraints due to which it may not be able to realize projections made as per its approved business plans. Based on the valuation report of an independent valuer as at 31 March 2019 and other factors described in the aforementioned note, Management has considered such balance as fully recoverable. In the absence of sufficient appropriate evidence to support the Management's assessment as above and other relevant alternate evidence, we are unable to comment upon adjustments, if any, that may be required to the carrying values of these balances and the consequential impact on the accompanying consolidated financial results.

We further report that the following qualifications to the audit opinion on the consolidated financial statements of Supreme Infrastructure BOT Private Limited ('SIBPL'), subsidiary of the Holding Company issued by an independent firm of Chartered Accountants vide its report dated 7 September 2019 and reproduced by us as under:

i. As stated in Note 3(b) to the accompanying consolidated financial results, which indicate that Supreme Vasai Bhiwandi Tollways Private Limited, a subsidiary of SIBPL, current maturities of long term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 10,255.23 lakhs and ₹ 3,355.47 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.

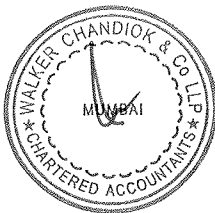
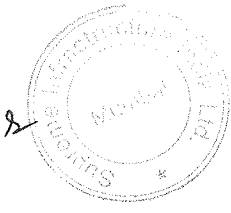
ii. As stated in Note 3(c) to the accompanying consolidated financial results, which indicate that Kotkapura Muktsar Tollways Private Limited, a subsidiary of the SIBPL, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.

iii. As stated in Note 3(d) to the accompanying consolidated financial results, which indicate that Kopargaon Ahmednagar (Phase 1) Tollways Private Limited, a subsidiary of SIBPL, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs respectively in respect of which direct confirmations from the respective lenders have not been received. These borrowings have been classified into current and non-current, basis the original maturity terms stated in the agreements which is not in accordance with the terms of the agreements in the event of defaults in repayment of borrowings. Further, whilst we have been able to perform alternate procedures with respect to certain balances, in the absence of confirmations from the lenders, we are unable to comment on the adjustments, if any, that may be required to the carrying value of these balances on account of changes, if any, to the terms and conditions of the transactions, and consequential impact, on the accompanying consolidated financial results.

We, further draw attention to the following emphasis of matters on the consolidated financial statements of SIBPL, subsidiary of the Holding Company issued by an independent firm of Chartered Accountants vide its report dated 7 September 2019 and reproduced by us as under:

We draw attention to Note 5 to the accompanying consolidated financial results with respect to Supreme Suyog Funicular Ropeways Private Limited, a subsidiary of SIBPL, intangible assets under development as at 31 March 2019 aggregating ₹ 12,321.89 lakhs, which is being substantially carry forward from earlier years in respect of cost incurred for construction of Funicular Ropeway under the BOT scheme. Based on the valuation report obtained, legal opinion and other matters as set forth in the aforesaid note, Management believes that no adjustment is required to the carrying value of the aforesaid balance. Our opinion is not modified in respect of this matter.

	<p><b>(ii) Auditor's Qualification on the Internal Financial Controls relating to above matters:</b>          In our opinion, according to the information and explanations given to us and based on our audit procedures performed, the following material weaknesses have been identified in the operating effectiveness of the Holding Company's Internal Financial Controls over Financial Reporting as at 31 March 2019.</p> <p><b>Matter II a. (i) (a)</b> The Holding Company's internal financial controls over financial reporting with respect to the process of assessing impairment of trade receivables were not operating effectively which could potentially result in a material misstatement in the recognition of impairment loss and the resultant carrying value of the trade receivables in the consolidated financial statements</p> <p><b>Matter II a. (i) (c)</b> The Holding Company's internal control system towards estimating the carrying value of net assets in Supreme Infrastructure BOT Private Limited, subsidiary of the holding company, to determine the need to recognise an impairment loss as laid down under Ind AS 36 'Impairment of Assets' were not operating effectively, which could potentially result in a material misstatement in the carrying values of net assets and its consequential impact on the earnings, reserves and related disclosures in the consolidated financial statements</p> <p>A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's annual financial statements or interim financial statements will not be prevented or detected on a timely basis</p> <p>We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the consolidated financial statements of the Group and its joint venture companies, which are companies covered under the Act as at and for the year ended 31 March 2019, and the material weaknesses have affected our opinion on the consolidated financial statements of the Group and its joint venture companies, which are companies covered under the Act and we have issued a qualified opinion on the consolidated financial statements</p>
<p>b. Type of Audit Qualification :</p> <p>c. Frequency of qualification:</p>	<p>Qualified Opinion</p> <p><b>Qualifications:</b>          Qualification II (a) (i) (a) has been appearing from the year ended 31 March 2015; Qualification II (a) (i) (b) has been appearing from the year ended 31 March 2018 and Qualifications II (a) (i) (c) has been included for the first time during the year 31 March 2019.</p>
<p>d. For Audit Qualifications where the impact is quantified by the auditor, Management's Views:</p>	<p>Not applicable</p>
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>	<p></p>
<p>(i) Management's estimation on the impact of audit</p>	<p>Not ascertainable</p>
<p>(ii) If management is unable to estimate the impact, reasons for the same:</p>	<p>II (a) (i) (a): Trade receivables as at 31 March 2019 include ₹ 41,075.63 lakhs (31 March 2018: ₹ 55,396.37 lakhs), in respect of projects which were closed/substantially closed and which are overdue for a substantial period of time. Based on the contract terms and the ongoing recovery/arbitration procedures (which are at various stages), Management is reasonably confident of recovering these amounts in full. Accordingly, these amounts have been considered as good and recoverable.</p> <p>II (a) (i) (b): Non-current borrowings, short-term borrowings and other current financial liabilities as at 31 March 2019 include balances amounting to Nil (31 March 2018: ₹ 9,324.24 lakhs), Nil (31 March 2018: ₹ 294.21 lakhs) and ₹ 11,925.03 lakhs (31 March 2018: ₹ 11,510.27 lakhs), respectively in respect of which confirmations/statements from the respective lenders have not been received. In the absence of confirmations/statements from the lenders, the Company has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. The Company's management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.</p> <p>II (a) (i) (c) Supreme Infrastructure BOT Private Limited ('SIBPL'), a subsidiary company, is having various Build, Operate and Transfer (BOT) SPVs under its fold. While SIBPL has incurred losses during its initial years and has accumulated losses, causing the net worth of the entity to be fully eroded as at 31 March 2019, the underlying projects are expected to achieve adequate profitability on substantial completion of the underlying projects. Further, commercial operation date (COD) in respect of few subsidiaries of SIBPL has been delayed due to various reasons attributable to the clients primarily due to non-availability of right of way, environmental clearances etc. and in respect of few subsidiaries of SIBPL, the toll receipts is lower as compared to the projected receipts on account of delay in receiving compensation from government for exempted vehicles. Further, there have been delays in repayment of principal and interest in respect of the borrowings and the respective entities are in discussion with their lenders for the restructuring of the loans. Management is in discussion with the respective lenders, clients for the availability of right of way and other required clearances and is confident of resolving the matter without any loss to the respective SPVs. Therefore, based on certain estimates like future business plans, growth prospects, ongoing discussions with the clients and consortium lenders, the valuation report of the independent valuer and other factors, Management believes that the net-worth of SIBPL does not represent its true market value and the realizable amount of SIBPL is higher than the carrying value of its net assets as at 31 March 2019 and due to these, the Group's carrying value of net assets (capital employed) amounting to ₹ 126,960.70 lakhs and non controlling interest amounting to ₹ 6,166.45 lakhs is considered as good and recoverable.</p> <p>In case of Supreme Vasai Bhiwandi Tollways Private Limited ('SVBTPL'), a subsidiary company, current maturities of long term borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 10,255.23 lakhs and ₹ 3,355.47 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of long term borrowings and other current financial liabilities amounting to ₹ 2,277 lakhs and ₹ 267.25 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, SVBTPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.</p>



In case of Kotkapura Muktsar Tollways Private Limited ("KMTPL"), a subsidiary company, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 356.47 lakhs and ₹ 96.23 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, KMTPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

In case of Kopargaon Ahmednagar (Phase I) Tollways Private Limited ("KATPL"), a subsidiary company, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs, respectively in respect of which direct confirmations from the respective lenders have not been received. Further, out of these balance, current maturities of non-current borrowings and other current financial liabilities as at 31 March 2019 include balances aggregating ₹ 404.38 lakhs and ₹ 95.71 lakhs, respectively, represent loans which were classified as Non-Performing Assets (NPAs) by the lenders. In the absence of confirmations from the lenders, KATPL has provided for interest and other penal charges on these borrowings based on the latest communication available from the respective lenders at the interest rate specified in the agreement. Management believes that amount payable on settlement will not exceed the liability provided in books in respect of these borrowings. Further, certain lenders have not recalled or initiated recovery proceedings for the existing facilities at present. Accordingly, classification of these borrowings into current and non-current as at 31 March 2019 is based on the original maturity terms stated in the agreements with the lenders.

In respect of Supreme Suyog Funicular Ropeways Private Limited ("SSFRPL"), Intangible Assets under Development (IAUD) as at 31 March 2019 represents amounts aggregating ₹ 12,321.89 lakhs, substantially being carried from earlier years in respect of a project presently under construction. The commercial operation date (COD) of the project was delayed due to various reasons attributable to the client primarily due to nonavailability of right of way, environmental clearances etc. and having regard to the same, the Client has already extended the time for completion of project upto 31 December 2018. SSFRPL has now received the requisite right of way, however, considering the substantial delay caused, SSFRPL has applied for further extension of time upto 30 September 2019 for completion of the project, approval for which is presently awaited and the Management is confident of getting the same approved from the Client. Considering the contractual tenability and independent valuation, management is confident of realization of the carrying value of the costs incurred without any loss to the SSFRPL and accordingly believes that no adjustments are required to the carrying value of the IAUD as at 31 March 2019.

II (a) (ii): Management believes that Holding Company's internal financial controls in respect of assessment of the recoverability of trade receivables and towards estimating the carrying value of net assets in Supreme Infrastructure BOT Private Limited were operating effectively and there is no material weakness in such controls and procedures.

(iii) Auditors' Comments on (i) or (ii) above:

Included in details of auditor's qualifications as stated above

**III Signatories:**

**Joint Statutory Auditors**

For Walker Chandlok & Co LLP  
 Chartered Accountants  
 Firm Registration No: 001076N / N500013

For Ramanand & Associates  
 Chartered Accountants  
 Firm Registration No: 117776W

For Supreme Infrastructure India Limited

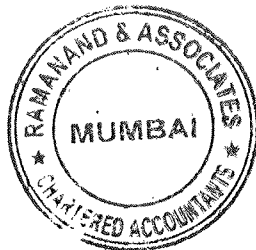
Rakesh R. Agarwal  
 Partner  
 Membership No. : 108632

Santosh Jadhav  
 Partner  
 Membership No. : 115983

Mr. Vikram Sharma  
 Managing Director

Mr. Sandeep Khandelwal  
 Chief Financial Officer

Mr. V.P. Singh  
 Audit Committee Chairman



Place : Mumbai  
 Date : 17 September 2019

Place : Mumbai  
 Date : 17 September 2019