



VASCON

August 18, 2020

To,
National Stock Exchange of India Limited,
Listing Department,
Exchange Plaza,
Bandra (E), Mumbai – 400 051

To,
BSE Limited,
The Department of Corporate Services
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai 400 001

Ref Symbol: **VASCONEQ**

Ref: **Scrip Code: 533156**

Kind Attn: The Manager
Listing Department

Kind Attn: The Manager
Department of Corporate Services

Dear Sir/Madam

Subject: Outcome of Board Meeting held on August 18, 2020

Please find attached herewith outcome of the meeting of Board of Directors of Vascon Engineers Limited, commenced at 12:05 hours and concluded at 12:59 hours on August 18, 2020.

Request you to take the same on record.

Thanking you,

For **Vascon Engineers Limited**

Vibhuti Dani

Company Secretary and Compliance Officer



VASCON ENGINEERS LTD.

Registered & Corporate Office: Vascon Weikfield Chambers, Behind Hotel Novotel, Opposite Hyatt Hotel, Pune Nagar Road, Pune Maharashtra, India, 411014

Tel.: +91 20 3056 2100/200/300, Fax: +91 20 3056 2600, Web: www.vascon.com

CIN: L70100PN1986PLC175750



VASCON

August 18, 2020

To,
National Stock Exchange of India Limited,
Listing Department,
Exchange Plaza,
Bandra (E), Mumbai - 400 051

To,
BSE Limited,
The Department of Corporate Services
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai 400 001

Ref Symbol: **VASCONEQ**

Ref: **Scrip Code: 533156**

Kind Attn: The Manager
Listing Department

Kind Attn: The Manager
Department of Corporate Services

Dear Sir/Madam

Subject: Outcome of Board Meeting held on August 18, 2020

In continuation of our letter dated August 10, 2020, and pursuant to provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company, at its meeting concluded today, inter alia:

- a) Approved the Unaudited Financial Statements (Standalone and Consolidated) for the Quarter ended June 30, 2020, as recommended by the Audit Committee pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015. The copy of the said results together with the copy of the Limited Review Report issued by Auditors of the Company is attached herewith.

The statement aforesaid is also being published in Financial Express (English Daily) and Loksatta (Marathi Daily).

- b) Approved issuance of corporate guarantee towards performance security amounting to approximately Rs. 17.50 million to M/s Adhiraj Constructions Private Limited for the work of residential projects at Navi Mumbai.

The meeting of the Board of Directors commenced at 12:05 hours and concluded at 12:59 hours.

Kindly take the same on your records.

Thanking you.

For **Vascon Engineers Limited**


Vibhuti Dani

Company Secretary and Compliance Officer



VASCON ENGINEERS LTD.

Registered & Corporate Office: Vascon Weikfield Chambers, Behind Hotel Novotel, Opposite Hyatt Hotel, Pune Nagar Road, Pune Maharashtra, India, 411 004
Tel.: +91 20 3056 2100/200/300, Fax: +91 20 3056 2600, Web: www.vascon.com

CIN: L70100PN1986PLC175750

Independent Auditor's Limited Review Report on standalone unaudited financial results of Vascon Engineers Limited for the quarter ended June 30, 2020, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

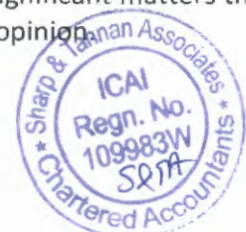
To,
The Board of Directors
Vascon Engineers Limited
(CIN: L70100PN1986PLC175750)
Pune 411 014.

Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Vascon Engineers Limited** ("the Company") for the quarter ended June 30, 2020, together with notes thereon ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors on August 18, 2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended ("the Act"), read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India and Regulation 33 of the Listing Regulations in this regard. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India ("ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 as prescribed under section 133 of the Act and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations in this regard, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

5. We draw attention to Note 5 to the Statement, which describes the management's assessment of economic and social consequences the entity is facing as a result of outbreak of Covid-19 pandemic which is impacting operations of the Company, supply chains, personnel available for work etc.

Our conclusion is not modified in respect of this matter of emphasis.

Other matters

6. The standalone financial statements of the company for the quarter ended June 30, 2019 was reviewed by the predecessor auditor and has issued unmodified conclusion on the same.
7. The figure for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter ended December 31, 2019 of the financial year ended March 31, 2020, which were subjected to limited review by us.
8. Due to the Covid-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the review process was carried out based on the remote access and evidence shared digitally.

Our conclusion is not modified in respect of these other matters.

Sharp & Tannan Associates

Chartered Accountants

Firm's Registration No. 0109983W

by the hand of



Tirtharaj Khot

Partner

Membership No: (F) 037457

Membership No. (F) 037457

UDIN: 20037457AAAABV2855

Pune, August 18, 2020

Independent Auditor's Limited Review report on consolidated unaudited financial results of Vascon Engineers Limited for the quarter ended June 30, 2020 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

Vascon Engineers Limited

(CIN: L70100PN1986PLC175750)

Pune 411 014

Introduction

1. We have reviewed the accompanying statement of consolidated unaudited financial results of the **Vascon Engineers Limited** ("the Parent" or "the Holding Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), which includes Group's share of profit/(loss) in its associates and joint ventures for the quarter ended June 30, 2020, together with notes thereon ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. The Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors on 18 August 2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, ("the Act") as amended, read with rules issued there under and other recognised accounting practices and policies generally accepted in India and Regulation 33 of the Listing Regulations in this regard. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations in this regard, to the extent applicable.



4. 'The Statement' includes the results of the entities mentioned in Annexure A.

Conclusion

5. Based on our review conducted and procedures performed as stated in "Scope of review" paragraph above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with recognition and measurement principles laid down in Ind AS 34 as prescribed under section 133 of the Act and other recognised accounting practice and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations in this regard, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

6. We draw attention to Note 5 to the Statement, which describes the management's assessment of economic and social consequences the Group is facing as a result of outbreak of Covid-19 pandemic which is impacting operations of the Group (including its associate and joint ventures), supply chains, personnel available for work etc.

Our conclusion is not modified in respect of this matter of emphasis.

Other matters

7. We did not review the Ind AS financial statements of five domestic subsidiaries & one foreign step-down subsidiary included in the Statement, who's Ind AS financial statements reflect total revenues of Rs. 376.56 lakhs, total net loss after tax of Rs 270.89 lakhs, total other comprehensive income of Rs Nil lakhs for the quarter ended June 30, 2020, as considered in the Statement. The consolidated financial results also include the Group's share of loss after tax of Rs. 57.86 lakhs and total comprehensive loss of Rs. 124.71 lakhs for the quarter ended June 30, 2020, as considered in the Statement, in respect of five joint ventures whose financial statements have not been reviewed by us. These financial statements / information are not reviewed and have been furnished to us by the Holding company's management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these five joint ventures, five subsidiaries & one foreign step-down subsidiary, are based solely on such unaudited financial information as certified by management. In our opinion and according to the information and explanations given to us by the Holding company's management, these components are not material to the Group.
8. One domestic associate is non-operative entities and its financial information as of June 30, 2020 is unaudited. This financial information is provided by the Holding Company's management in whose opinion it is not material to the group.
9. The consolidated financial statements of the Company for the quarter ended June 30, 2019 were reviewed by the predecessor auditor and have issued unmodified conclusion on the same.



10. The figure for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter ended December 31, 2019 of the financial year ended March 31, 2020, which were subjected to limited review by us.
11. Due to the Covid-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the review process was carried out based on the remote access and evidence shared digitally

Our conclusion is not modified in respect of these other matters.

Sharp & Tannan Associates
Chartered Accountants
Firm's Registration No. 0109983W
by the hand of



Tirtharaj Khot
Partner

Membership No: (F) 037457
UDIN: 20037457AAAABW1082

Pune, August 18, 2020

Annexure A to the Independent Auditors' Limited Review Report on consolidated unaudited financial results of Vascon Engineers Limited for quarter ended 30 June 2020

Sr. No.	Name of the related party	Nature of relationship
1.	Vascon Engineers Limited	Parent Company
2.	Marvel Housing Private Limited	Subsidiary Company
3.	GMP Technical Solutions Private Limited	Subsidiary Company
4.	Almet Corporation Limited	Subsidiary Company
5.	Marathwada Realtors Private Limited	Subsidiary Company
6.	Vascon Value Homes Private Limited	Subsidiary Company
7.	Vascon EPC limited	Subsidiary Company
8.	GMP Technical Solutions Middle East (FZE)	Step Down Subsidiary
9.	Phoenix Venture	Joint Venture
10.	Cosmos Premises Private Limited	Joint Venture
11.	Ajanta Enterprises	Joint Venture
12.	Vascon Saga Construction LLP	Joint Venture
13.	Vascon Qatar WLL	Joint Venture
14.	Mumbai Estates Private Limited	Associate

- 0 -



Vascon Engineers Limited

CIN: L70100PN1986PLC175750

Registered Office: Vascon Weikfield chambers , Behind Novatel Hotel , Opposite Hyatt Hotel, Pune Nagar Road, Pune - 411014

Tel. No. + 91 20 3562100 Fax no. + 91 20 30562600 Website www.vascon.com Email : compliance@vascon.com

STATEMENT OF UNAUDITED CONSOLIDATED AND STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2020

(Rs in Lakhs)

Sr. No.	PARTICULARS	STANDALONE				CONSOLIDATED			
		Quarter Ended			Year Ended	Quarter Ended			Year Ended
		30th June, 2020	31st Mar, 2020 (Refer Note 6)	30th June, 2019 (Refer Note 4)	31st March, 2020	30th June, 2020	31st Mar, 2020 (Refer Note 6)	30th June, 2019 (Refer Note 4)	31st March, 2020
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Income								
	a) Revenue from Operations	3,234	9,213	9,563	36,600	4,335	12,790	13,060	48,498
	b) Other Income	319	208	991	1,724	257	399	1,080	1,997
	Total Income	3,553	9,421	10,554	38,324	4,592	13,189	14,140	50,495
2	Expenses								
	a) Construction Expenses / Cost of materials consumed including cost of land	3,283	7,895	5,073	23,855	4,025	9,846	7,330	33,326
	b) Purchase of stock- in- trade	-	1	-	1	-	1	-	1
	c) Changes in inventories of finished goods, work in progress and stock in trade	(379)	(357)	2,561	1,542	(485)	(198)	2,374	1,566
	d) Employee benefits expenses	908	1,386	1,074	4,218	1,512	2,125	1,821	7,179
	e) Finance Cost	685	(288)	522	1,551	765	(188)	611	1,905
	f) Depreciation and amortisation expenses	181	226	204	865	301	391	354	1,499
	g) Other expenses	1,769	559	587	2,478	2,150	1,094	1,092	4,630
	Total Expenses	6,447	9,422	10,021	34,510	8,268	13,071	13,582	50,106
3	Profit / (Loss) from Operations	(2,894)	(1)	533	3,814	(3,676)	118	558	389
4	Share of Profit / (Loss) from Joint Venture / Associates	-	-	-	-	(58)	(238)	8	3,594
5	Profit / (Loss) before tax (3+4)	(2,894)	(1)	533	3,814	(3,734)	(120)	566	3,983
6	Tax Expenses								
	Current tax (includes earlier year taxation)	-	-	-	-	-	(24)	-	10
	Deferred Tax	-	-	-	-	-	(1)	-	(1)
7	Net Profit/(Loss) after tax (5-6)	(2,894)	(1)	533	3,814	(3,734)	(95)	566	3,974
8	Other Comprehensive Income (OCI)								
	Items that will not be reclassified to profit or loss (Net of tax)	(37)	177	9	163	(37)	126	9	112
9	Total comprehensive income (7+8)	(2,931)	176	542	3,977	(3,771)	31	575	4,086
10	Total comprehensive income for the quarter / half year /year attributable to:								
	Owners of the Company	(2,931)	176	542	3,977	(3,716)	50	574	4,078
	Non controlling interests	-	-	-	-	(55)	(19)	1	8
11	Paid-up Equity Share Capital (Face Value Rs. 10/- per share)	17,814	17,814	17,814	17,814	17,814	17,814	17,814	17,814
12	Earnings Per Share (EPS) *								
	a) Basic EPS (in Rs.) (Not annualized)	(1.62)	-	0.30	2.14	(2.07)	(0.05)	0.32	2.22
	b) Diluted EPS (in Rs.) (Not annualized)	(1.62)	-	0.30	2.13	(2.07)	(0.05)	0.32	2.21
	* Basic and diluted EPS for all periods except for the year ended March 31, 2020 are not annualised								



Vascon Engineers Limited
CIN: L70100PN1986PLC175750

Segment wise Revenue and Results

Particulars	STANDALONE				CONSOLIDATED			
	Quarter Ended		Year Ended		Quarter Ended		Year Ended	
	30th June, 2020	31st Mar, 2020 (Refer Note 6)	30th June, 2019 (Refer Note 4)	31st March, 2020	30th June, 2020	31st Mar, 2020 (Refer Note 6)	30th June, 2019 (Refer Note 4)	31st March, 2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1. Segment Revenue								
EPC (Engineering, Procurement and Construction)	3,189	8,165	5,355	25,554	3,189	8,165	5,355	25,554
Real Estate Development	45	1,048	4,208	11,046	74	1,356	4,253	7,660
Manufacturing & BMS (Building Management System)	-	-	-	-	1,072	3,269	3,452	15,284
Total	3,234	9,213	9,563	36,600	4,335	12,790	13,060	48,498
Less: Inter-Segment Revenue	-	-	-	-	-	-	-	-
Net Sales/Income from operations	3,234	9,213	9,563	36,600	4,335	12,790	13,060	48,498
2. Segment Results								
EPC (Engineering, Procurement and Construction)	(1,441)	899	950	3,976	(1,402)	899	950	3,976
Real Estate Development	(65)	(109)	400	4,123	(327)	(165)	370	4,004
Manufacturing & BMS (Building Management System)	-	-	-	-	(291)	28	127	585
Subtotal	(1,506)	790	1,350	8,099	(2,020)	762	1,447	8,565
Less: Finance Cost	(685)	288	(523)	(1,551)	(765)	188	(611)	(1,905)
Other unallocable expenditure net off unallocable income	(703)	(1,079)	(294)	(2,734)	(949)	(1,070)	(270)	(2,677)
Total Profit before Tax	(2,894)	(1)	533	3,814	(3,734)	(120)	566	3,983
3. Segment Assets and Liabilities								
Segments Assets								
EPC (Engineering, Procurement and Construction)	34,606	38,171	34,264	38,171	34,063	37,642	33,684	37,642
Real Estate Development	68,481	68,849	67,328	68,849	71,668	72,287	70,956	72,287
Manufacturing & BMS (Building Management System)	-	-	-	-	12,595	13,352	13,305	13,352
Unallocable	21,681	20,232	21,479	20,232	13,390	12,285	13,410	12,285
Total	124,768	127,252	123,071	127,252	131,716	135,566	131,355	135,566
Segments Liabilities								
EPC (Engineering, Procurement and Construction)	17,993	17,842	16,981	17,842	16,340	17,842	16,981	17,842
Real Estate Development	27,914	28,140	27,808	28,140	27,857	28,302	27,983	28,302
Manufacturing & BMS (Building Management System)	-	-	-	-	5,434	5,637	6,005	5,637
Unallocable	9,107	8,674	9,421	8,674	12,283	10,355	10,760	10,355
Total	55,014	54,656	54,210	54,656	61,914	62,136	61,729	62,136



Notes:

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 18th August, 2020.

2. These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

3. The Group has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (Ind AS 108) read with SEBI circular dated 5th July, 2016. The identification of operating segments is consistent with performance assessment and resource allocation by the Chief Operating Decision Maker (CODM). The Company's Chief Operating Decision Maker (CODM) is CEO and Managing Director.

Primary reporting business segments are as follows:

- a) Engineering, Procurement and Construction (EPC)
- b) Real Estate Development
- c) Manufacturing and BMS (Building Management System)

4. The financial results for the quarter ended 30 June 2019 was reviewed by the predecessor auditor and they have issued unmodified conclusion on the same.

5. The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Group, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts and consensus estimates from market sources on the expected future performance of the Group. The Group has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Group's financial statements may differ from that estimated as at the date of approval of these consolidated financial statements.

6. The figures for the preceding 3 months ended 31 March 2020 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter ended 31 December 2019 of the relevant financial year. Also, the figures up to the end of third quarter has only been reviewed and not subjected to audit.

7. Employee Benefit expense includes provision of Rs 500 lakhs as ex-gratia to Mr R.Vasudevan, Executive Chairman of company on account of commendable services rendered to the company in previous years as per recommendation by nomination remuneration committee, in board meeting dated July 14,2020

8. The figures for the corresponding period / year have been regrouped and rearranged wherever necessary to make them comparable.

By Order of the Board of Directors

Place : Pune

Date: 18.08.2020



Siddharth Vasudevan
Siddharth Vasudevan

Managing Director



RB