

# RKEC PROJECTS LIMITED

STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2019



Particulars	Note	As at 31 <sup>st</sup> Mar, 2019	As at 31 <sup>st</sup> Mar, 2018
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share Capital	3	23,99,06,000	23,99,06,000
Reserves and Surplus	4	71,98,45,257	50,74,29,551
		<u>95,97,51,257</u>	<u>74,73,35,551</u>
<b>Non-Current Liabilities</b>			
Long Term borrowings	5	1,50,75,160	1,19,58,334
Long-term provisions	6	61,82,101	16,57,574
		<u>2,12,57,261</u>	<u>1,36,15,908</u>
<b>Current Liabilities</b>			
Short-term borrowings	7	46,64,42,112	13,83,36,787
Trade Payables	8	75,06,95,617	41,31,10,559
Other Current liabilities	9	12,34,79,459	15,29,35,592
Short Term provisions	10	2,44,25,969	3,15,39,432
		<u>1,36,50,43,157</u>	<u>73,59,22,370</u>
<b>TOTAL</b>		<u><u>2,34,60,51,674</u></u>	<u><u>1,49,68,73,830</u></u>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	11	19,55,09,957	14,21,35,416
Intangible assets	11	1,97,968	3,71,355
Capital Work In Progress		9,97,18,191	-
Deferred tax asset (Net)	12	97,63,314	88,49,540
Non Current Investments	13	13,41,227	8,543
		<u>30,65,30,658</u>	<u>15,13,64,853</u>
<b>Current Assets</b>			
Inventories	14	44,51,79,377	15,09,96,666
Trade receivables	15	82,15,33,403	82,03,36,195
Cash and Bank balances	16	33,04,91,328	18,43,31,463
Short-term Loans and advances	17	42,12,46,616	17,44,77,100
Other Current assets	18	2,10,70,293	1,53,67,553
		<u>2,03,95,21,016</u>	<u>1,34,55,08,977</u>
<b>TOTAL</b>		<u><u>2,34,60,51,674</u></u>	<u><u>1,49,68,73,830</u></u>

Summary of significant accounting policies 1 - 2

The accompanying notes form an integral part of the financial statements

for Brahmananda Reddy & Associates  
Chartered Accountants,  
Firm Registration Number: 016662S

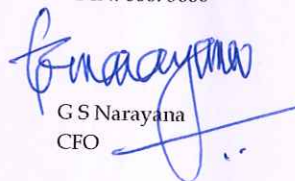
  
G Govinda Rao  
Partner  
Membership No.244754

Visakhapatnam  
29-05-2019




for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

  
G S Narayana  
CFO

  
G. Parvathi Devi  
(G. Parvathi Devi)  
Whole-time Director  
DIN: 00094961

  
Vijay Kumar Jannada  
Company Secretary, ACS  
M.No.A41810

# RKEC PROJECTS LIMITED



STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st March , 2019

Particulars	Note	for the year ended 31 <sup>st</sup> March, 2019	for the year ended 31 <sup>st</sup> March, 2018
<b>REVENUE</b>			
Revenue from operations	19	2,43,99,07,510	2,39,72,42,963
Other income	20	1,46,59,734	1,04,57,660
<b>Total Revenue - A</b>		<b>2,45,45,67,244</b>	<b>2,40,77,00,623</b>
<b>EXPENSES</b>			
Cost of materials consumed	21	1,10,76,95,237	1,07,16,38,021
Construction expenses	22	90,60,42,382	70,97,12,346
Changes in inventories of work-in-progress	23	(25,51,03,537)	(93,41,842)
Employee benefit expense	24	13,40,33,542	15,44,72,105
Finance costs	25	5,44,14,361	3,85,47,301
Depreciation expense	11	3,53,54,754	3,08,76,820
Other expenses	26	12,60,66,270	8,63,87,893
<b>Total expenses - B</b>		<b>2,10,85,03,009</b>	<b>2,08,22,92,644</b>
<b>Profit / (Loss) before tax: C = (A - B)</b>		<b>34,60,64,235</b>	<b>32,54,07,978</b>
<b>Tax expense:</b>			
Current tax		10,30,58,997	11,97,18,828
Tax expense of earlier years		25,81,369	30,29,019
Deferred tax		(9,13,774)	(8,79,821)
<b>Total tax expense (D)</b>		<b>10,47,26,592</b>	<b>12,18,68,026</b>
<b>Profit / (Loss) for the year (C - D)</b>		<b>24,13,37,643.29</b>	<b>20,35,39,952</b>
<b>Earnings per share (for face value of Rs 10/- each):</b>			
Basic & Diluted	27	10.06	9.40
<b>Summary of significant accounting policies</b> 1 - 2			
The accompanying notes form an integral part of the financial statements			

for Brahmananda Reddy & Associates  
Chartered Accountants,  
Firm Registration Number: 016662S



Membership No.244754

Visakhapatnam



for and on behalf of board of directors of  
RKEC Projects Ltd

(G. Radhakrishna)  
Managing Director  
DIN: 00073080

*G S Narayana*  
G S Narayana  
CFO

*G. Parvathi Devi*  
G. Parvathi Devi  
Whole-time Director  
DIN: 00094961

*Jannada*  
Vijay Kumar Jannada  
Company Secretary, ACS

**RKEC PROJECTS LIMITED**

Notes forming part of the standalone financial statements

(All amounts are in Indian Rupees, unless otherwise stated)



Note		As at		As at	
		31st March, 2019	Amount	31st March, 2018	Amount
3	Share capital	No of shares		No of shares	
	Authorized share capital				
	Equity shares of Rs.10/- each	2,50,00,000	25,00,00,000	2,50,00,000	25,00,00,000
	Issued, Subscribed and fully paid-up				
	Equity shares of Rs.10/- each fully paid up	2,39,90,600	23,99,06,000	2,39,90,600	23,99,06,000
	<b>Total</b>	<b>2,39,90,600</b>	<b>23,99,06,000</b>	<b>2,39,90,600</b>	<b>23,99,06,000</b>

**a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:**

Particulars	Number	Number
Equity shares of Rs. 10/- each fully paid up		
Number of Shares at the beginning	2,39,90,600	1,93,12,600
Add : Bonus Issue Shares		-
Add : Public Issue Shares		46,78,000
Number of Shares at the end of the year	<b>2,39,90,600</b>	<b>2,39,90,600</b>

**b) Terms/ rights attached to equity shares**

The Company has only one class of equity shares having par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of Dividend declaration, Company will pay the amount in Indian rupees, if dividend is proposed by the Board of Directors subject to approval of the shareholders in the ensuing Annual General Meeting.

**c) Public issue of equity shares**

During the Financial year ended 31st March 2018, the Company had completed the initial public offer (IPO), pursuant to which 63,78,000 equity shares of Rs. 10 each were allotted, at an issue price of Rs. 45, consisting of fresh issue of 46,78,000 equity shares and an offer for sale of 17,00,000 equity shares by selling shareholder. The equity shares of the Company were listed on SME-Emerge of National Stock Exchange of India Limited (NSE) via Symbol RKEC on October 09, 2017.

**d) Details of shareholders holding more than 5% shares in the Company**

Name of share holder	As at 31st March, 2019		As at 31st March, 2018	
	No. of shares	% of Holding	No. of shares	% of Holding
Equity shares of Rs.10/- each fully paid				
G Radha Krishna	1,76,01,700	73.37%	1,76,01,700	73.37%

**e) Aggregate number of bonus shares issued during the period of Five years immediately preceding the reporting date**

During the FY 2016-17, 96,56,300 number of equity shares of Rs. 10 each (fully paid-up) have been issued as bonus shares by Capitalisation of General reserve in the ratio of 1:1 to all existing share holders.

Note		As at 31st March, 2019	As at 31st March, 2018
4	Reserves and Surplus		
	a) Security Premium	16,37,30,000	16,37,30,000
	Profit and loss account		
	Opening balance	34,36,99,551	16,90,34,120
	Add : Profit / (Loss) for the year	24,13,37,643	20,35,39,952
	<b>Less: Appropriations:</b>		
	Dividend Declared in the Year	2,39,90,600	2,39,90,600
	Tax on Dividend Distribution	49,31,338	(2,89,21,938)
		48,83,921	(2,88,74,521)
	<b>Closing balance</b>	<b>71,98,45,257</b>	<b>50,74,29,551</b>

#Interim Dividend During the financial year 2017-18. ## Final dividend for the financial year 2017-2018 paid in financial year 2018-19.

Gr. Parvathi Devi



**RKEC PROJECTS LIMITED**

 Notes forming part of the standalone financial statements  
 (All amounts are in Indian Rupees, unless otherwise stated)


Note	As at 31st March, 2019		As at 31st March, 2018	
	Non-current portion	Current Maturities	Non-current portion	Current Maturities
5	<b>Long Term Borrowings</b>			
	<b>Secured:</b>			
	<b>Rupee Term Loans from Banks*</b>			
	CAR Loan-I -Vijaya Bank	14,54,206	5,58,720	18,10,152
	CAR Loan-II - Vijaya Bank	11,41,406	4,38,960	14,21,186
	CAR Loan-III - Vijaya Bank	4,99,722	1,56,720	5,92,292
	CAR Loan-IV - Vijaya Bank	59,57,429	30,94,920	81,34,704
	PLANT & MACHINERY Loan - Indusind Bank	22,85,621	23,98,800	-
	<b>Rupee Term Loans from Non Banking Financial Companies (NBFC) *</b>			
	PLANT & MACHINERY Loan -I Mahindra	5,80,120	11,68,716	-
	PLANT & MACHINERY Loan -II Mahindra	12,46,110	25,10,412	-
	PLANT & MACHINERY Loan -III Mahindra	9,55,273	19,24,488	-
	PLANT & MACHINERY Loan -IV Mahindra	9,55,273	19,24,488	-
		<u>1,50,75,160</u>	<u>1,41,76,224</u>	<u>1,19,58,334</u>
				<u>42,49,320</u>

\* Secured against the primary security of specific assets purchased out of the loans taken i.e Plant & Machinery, HCV & Motar Cars .

Note	As at 31st March, 2019	As at 31st March, 2018
6	<b>Long Term Provisions</b>	
	Provisions for Gratuity	61,82,101.00
	<b>Total</b>	<u>61,82,101</u>
		<u>16,57,574</u>

Note	As at 31st March, 2019	As at 31st March, 2018
7	<b>Short Term Borrowings</b>	
	<b>Secured Loans, from banks</b>	
	Cash Credit (See Note-7.1)	46,17,38,922.44
	<b>Unsecured Loans from Non Banking Financial Companies (NBFC) *</b>	
	Short Term loans (See Note-7.2)	47,03,189.81
	<b>Total</b>	<u>46,64,42,112</u>
		<u>13,83,36,787</u>

7.1 **Nature of Security & Terms of repayment**  
 Company availed Cash credit limit of Rs. 50.00 crores (Prev Year 15.00 Crores) from Vijaya Bank, at an interest rate of base rate+3.00% (present effective rate is 10.65% p.a., Previous Year 12.65% P.a) . The loan was secured by way of first charge on current assets of company, collateral security on assets of the directors & Company and personal guarantee of certain Directors.

7.2 **Terms of repayment**  
 Company availed Unsecured Working Capital Loan of Rs. 1.10 crores from Bajaj finance Ltd , Magama fincorp ltd & Tata capital financial at an interest rate of & Repayable period of Bajaj (19.15% repayable in 12months) , Magama fincorp ltd (@19.5% , repayable in 24 months ) Tata Capital Financial (@18% repayable in 18 months)

Note	As at 31st March, 2019	As at 31st March, 2018
8	<b>Trade Payables</b>	
	a) Total Outstanding dues to Micro and Small & Medium Enterprises ( Refer Note 29.14)	40,22,041.00
	b) Dues to other than Micro and Small & Medium Enterprises	
	- Acceptances - LC payable*	40,86,32,917.00
	- Other than acceptances	33,80,40,658.98
	<b>Total</b>	<u>75,06,95,616.98</u>
		<u>41,31,10,559</u>

\* Guaranteed by vijaya bank

Note	As at 31st March, 2019	As at 31st March, 2018
9	<b>Other Current Liabilities</b>	
	Current maturities of long term debt (Refer note-5)	1,41,76,224
	Mobilisation advances from Contractees	2,34,68,649
	Material advances from Contractees	3,47,19,817
	Retention money payable	1,10,91,260
	Dues to employees	1,43,28,243
	Statutory dues	2,53,69,180
	Other liabilities	72,086
	Dividend Payable	2,54,000
	<b>Total</b>	<u>12,34,79,459</u>
		<u>15,29,35,592</u>

Note	As at 31st March, 2019	As at 31st March, 2018
10	<b>Short term provisions</b>	
	Provisions for Gratuity	11,68,335
	Income tax Provision (net of TDS, advance tax)	1,23,53,560
	Other provisions	1,09,04,074
	<b>Total</b>	<u>2,44,25,969</u>
		<u>3,15,39,432</u>

G. Parvathi Devi



# RKEC PROJECTS LIMITED

Notes forming part of the standalone financials statements  
(All amounts are in Indian Rupees, unless otherwise stated)



Note		As at 31st March, 2019	As at 31st March, 2018
12	Deferred Tax Asset (net)		
	On differences between depreciation as per books and Income tax act	75,67,511	82,75,886
	On other timing differences		
	On employee benefits payable by employer	21,95,803	5,73,653
	<b>Total</b>	<b>97,63,314</b>	<b>88,49,540</b>

Note		As at 31st March, 2019	As at 31st March, 2018
13	Non Current Investments	13,41,227	8,543
	Investment in RKEC and Suryadevara JV*		NA
	Investment in CQCE AND RKEC JV*		
	<b>Total</b>	<b>13,41,227</b>	<b>8,543</b>

\*interest in joint venture

Name of the Joint Venture	Other constituent name	Interest of the company in profit / (Loss) (%)	Share of profit/Loss for the year Ended 31st March 2019 (Rs)	Share of profit/Loss for the year Ended 31st March 2018 (Rs)
RKEC and Suryadevara JV	M/s. Suryadevara Engineers and contractors	51	13,32,685	8,543
CQCE AND RKEC JV	M/s. Qingdao Construction Engineering Group Company Limited	99	-	NA

The company discloses its investment in joint ventures at cost and recognises its share of profit/(loss) in the profit and loss account.

Note		As at 31st March, 2019	As at 31st March, 2018
14	Inventories (as valued & certified by management)		
	Construction Material, Stores & spares	14,13,91,760	10,23,12,586
	Work-in-Progress	30,37,87,617	4,86,84,080
	Stores, Spares & Loose Tools		
	<b>Total</b>	<b>44,51,79,377</b>	<b>15,09,96,666</b>

Note		As at 31st March, 2019	As at 31st March, 2018
15	Trade Receivables		
	Unsecured, considered and good		
	a) Outstanding for a period exceeding six months from the date they are due for payment* [including retention of Rs. 32.11 Cr, ]	69,81,96,662	11,37,29,662
	b) Others [including retention of Rs. 23.03 Lcs ]	12,33,36,741	70,66,06,533
	<b>Total</b>	<b>82,15,33,403</b>	<b>82,03,36,195</b>

\* Refer note 29.12

Note		As at 31st March, 2019	As at 31st March, 2018
16	Cash and Bank balances		
	a) Cash and Cash equivalents	2,75,278	8,56,177
	Cash in hand		-
	Balance in CC account	38,56,196	2,14,72,593
	Balance with banks in Current accounts	41,31,474	2,23,28,770
	b) Other Bank balances		
	in Fixed Deposit accounts	32,31,91,670	15,57,34,254
	held as margin money deposits *	31,68,184	62,68,439
	held as deposits **		
	<b>Total</b>	<b>83,04,91,328</b>	<b>18,43,31,463</b>

\* Margin money deposits have been lodged with banks against LC & guarantees issued by the bank.

\*\* Deposits held as performance guarantee with Contractees.

G. Parvathi Devi



# RKEC PROJECTS LIMITED

Notes forming part of the standalone financials statements  
(All amounts are in Indian Rupees, unless otherwise stated)



Note	As at 31st March, 2019	As at 31st March, 2018
17	<b>Short Term Loans and Advances</b>	
	<i>(Unsecured, Considered and good, for the value to be received in cash or kind)</i>	
	16,98,95,885	3,18,76,442
	Security deposits	
	50,69,017	
	Deposits for enlistment	
	1,49,19,811	
	Earnest money and other deposits *	
	11,95,61,226	
	Advances to material suppliers**	
	Balances with government authorities	2,31,40,448
	- VAT input credit receivable	10,13,55,078
	- GST Receivable	
	70,30,500	
	- Service Tax Receivable	1,81,05,133
	48,37,205	
	Others advances ***	
	<b>Total</b>	<b>17,44,77,100</b>
	<b>42,12,46,616</b>	<b>17,44,77,100</b>

\* EMD as a tender security

\*\* Refer note 29.13

\*\*\* This includes an amount of Rs. 40.00 lakhs (Previous Year 112.50 Lakhs) paid for loan arrangement to individuals & other for supply of material & for execution of work, who failed to arrange the said loan & fail to deliver the goods & fail to execution of work, in the past years. The company has lodged police complaint as on date. The management is taking steps for recovery and it is under process of mediation. No provision was made for the said amount in the books, the management is confident about the recovery of the said amount in full.

Note	As at 31st March, 2019	As at 31st March, 2018
18	<b>Other Current Assets</b>	
	1,19,45,243	88,03,554
	TDS receivable/carry forward to next year/ Advance Tax	
	91,25,050	65,63,999
	Prepaid Expenses	1,53,67,553
	<b>Total</b>	<b>1,53,67,553</b>
	<b>2,10,70,293</b>	<b>1,53,67,553</b>

Note	for the year ended 31st March, 2019	for the year ended 31st March, 2018
19	<b>Revenue from operations</b>	
	2,43,02,91,559	2,39,58,15,963
	Contract revenue	14,27,000
	96,15,951	
	Other operating revenue	2,39,72,42,963
	<b>Total</b>	<b>2,39,72,42,963</b>
	<b>2,43,99,07,510</b>	<b>2,39,72,42,963</b>
	<i>Other Operating Revenue comprises of</i>	
	1,63,600	13,56,400
	- Hire charges received	20,600
	41,17,245	
	- Scrap sale	50,000
	53,35,106	
	- Work Receipts Technical Services	14,27,000
	96,15,951	

Note	for the year ended 31st March, 2019	for the year ended 31st March, 2018
20	<b>Other Income</b>	
	1,33,25,259	1,04,49,117
	Interest income	-
	1,790	
	Profit on sale of assets	8,543
	13,32,685	
	Share of Profit from Joint Venture (Refer note no. 13)	1,04,57,660
	<b>Total</b>	<b>1,04,57,660</b>
	<b>1,46,59,734</b>	<b>1,04,57,660</b>

Note	for the year ended 31st March, 2019	for the year ended 31st March, 2018
21	<b>Cost of materials consumed</b>	
	<b>Construction Materials, Stores and spares</b>	
	10,23,12,586	27,96,59,614
	Opening Stock	89,42,90,992
	1,14,67,74,411	
	Add: Purchases	1,17,39,50,606
	1,24,90,86,997	
	14,13,91,760	10,23,12,586
	Less: Closing Stock	1,07,16,38,021
	<b>Total</b>	<b>1,07,16,38,021</b>
	<b>1,10,76,95,237</b>	<b>1,07,16,38,021</b>

Note	for the year ended 31st March, 2019	for the year ended 31st March, 2018
22	<b>Construction Expenses</b>	
	68,92,41,889	57,23,50,481
	Project work expenses	
	Repairs and maintenance:	53,27,422
	- Plant & machinery, vehicles	3,72,82,627
	5,38,42,086	
	Hire Charges for machinery and others	2,40,49,044
	4,61,58,487	
	Transport Charges	
	Power and fuel:	3,81,48,179
	- Diesel & Petrol expenses	7,79,693
	16,08,110	
	- Electricity expenses	1,22,47,784
	2,59,55,707	
	Technical and engineering consultancy services	22,60,394
	11,92,814	
	Testing charges	53,28,040
	1,43,89,202	
	Labour cess (recoveries)	26,26,347
	1,74,08,760	
	Other recoveries (by Contractees)	26,50,184
	17,05,572	
	Loading and unloading charges	32,30,654
	32,97,589	
	Water charges	34,31,499
	2,40,44,782	
	Other Project expenses	70,97,12,346
	90,60,42,382	
	<b>Total</b>	<b>70,97,12,346</b>
	<b>90,60,42,382</b>	<b>70,97,12,346</b>

G. Parvathi Devi



**RKEC PROJECTS LIMITED**

 Notes forming part of the standalone financials statements  
 (All amounts are in Indian Rupees, unless otherwise stated)


Note		for the year ended 31st March, 2019	for the year ended 31st March, 2018
23	Changes in inventories of work-in-progress		
	Opening balance	4,86,84,080	3,93,42,238
	Closing balance	30,37,87,617	4,86,84,080
	<b>Total</b>	<b>-25,51,03,537</b>	<b>-93,41,842</b>

Note		for the year ended 31st March, 2019	for the year ended 31st March, 2018
24	Employee Benefit Expenses		
	Salaries and wages	11,77,70,392	12,37,65,832
	Contribution to Provident fund and other funds	60,53,068	99,40,259
	Staff Welfare Expenses	1,02,10,082	2,07,66,014
	Directors remuneration		
	<b>Total</b>	<b>13,40,33,542</b>	<b>15,44,72,105</b>

Note		for the year ended 31st March, 2019	for the year ended 31st March, 2018
25	Finance Costs		
	Interest expense on		
	Term loans	29,84,166	10,76,231
	Working capital demand loans & Cash credit	3,67,94,200	1,21,81,230
	Mobilisation advance		49,45,814
	Others		83,50,516
	Other borrowing costs (LC charges, BG commission etc.,)	1,46,35,995	1,19,93,510
	<b>Total</b>	<b>5,44,14,361</b>	<b>3,85,47,301</b>

Note		for the year ended 31st March, 2019	for the year ended 31st March, 2018
26	Other Expenses		
	Auditors' fee:		
	- statutory audit fee	5,00,000	4,00,000
	- tax audit fee	1,80,000	1,80,000
	- for other services	54,160	67,500
	Bank charges	48,50,785	12,86,586
	LC & BG Issue charges	2,11,67,588	
	Commission on - bank guarantees	74,03,290	83,30,255
	Rent	1,07,07,815	
	Travelling & conveyance expenses	81,83,145	95,38,669
	Repairs & maintenance of computers and others		1,56,810
	Office maintenance	1,04,153	36,06,130
	Security services	34,37,618	28,26,747
	Rates and taxes	41,89,694	45,32,510
	Communication expenses (Postage & telephone)	8,17,589	11,91,426
	Insurance	1,30,76,596	36,81,690
	Printing and stationery	15,19,422	6,77,852
	Professional charges	2,17,50,775	1,84,51,641
	IPO & Listing Expenses		2,11,51,048
	CSR Expenses (Refer note 29.2)	20,10,000	1,75,000
	Foreign Exchange (Gain)/Loss		6,56,904
	Sitting Fee to Directors	2,00,000	3,50,000
	Project site admin expenses	67,49,987	23,58,554
	Tender expenses	5,53,158	4,40,892
	Donations	7,48,989	6,85,699
	Bad debts written off **	72,50,000	19,017
	Business promotion expenses	51,64,441	35,68,416
	ROC charges	28,824	26,251
	Loss on sale of fixed assets		9,531
	Interest on Statutory Dues	54,18,241	18,80,420
	Miscellaneous expenses		1,38,346
	<b>Total</b>	<b>12,60,66,270</b>	<b>8,63,87,893</b>

\*\* During the year Company has written off the advance paid to Sudhakar Jagtap & various individual who fail to arrange the loan & Case was closed with a decision of paying Rs 40 lacs as full & final settlement. The difference amount of Rs 72.5 lacs is written off as Bad Debts.

**27 EARNING PER SHARE (Face value of each share Rs. 10/-)**

(a) Surplus available to equity share holders	24,13,37,643	20,35,39,952
(b) Weighted average number of Shares ***	2,39,90,600	2,16,51,600
(c) Earning per share (Face value of each share Rs. 10/-)	10.06	9.40
*** Calculation of weighted average number of shares		
Opening number of shares	2,39,90,600	1,93,12,600
Issued during the year		46,78,000
Weighted average number of shares	2,39,90,600	2,16,51,600

G. Parvathi Devi



Notes to the Standalone Statement of Profit and Loss for the year ended 31st March, 2019

28.0 The company has classified the various benefits prescribed to employees as under:

Particulars	31st March, 2019	31st March, 2018
<b>I. Defined Contribution Plans:</b>		
Employer's Contribution to Provident Fund	36,65,158	32,70,452
Employer's Contribution to ESI	8,33,069	13,81,121

**II. Defined benefit plans:**

Provision for Gratuity has been provided in accordance with AS-15. Actuarial valuation was performed in respect of the Gratuity based on the following assumptions:

All actuarial gains and losses arising during the year are recognized in the Statement of Profit and Loss for the year.

The following table sets out the status of the gratuity plans as required under AS-15(Revised)

**Reconciliation of opening and closing balances of the present value of the defined benefit obligation :**

Particulars	31st March, 2019	31st March, 2018
<b>Change in the present value of defined obligation</b>		
Opening present value of defined benefit obligation	83,36,047	36,21,424
Current services cost	13,82,031	11,21,355
Interest cost	6,16,867	2,89,714
Expected return on planned assets	-	-
Actuarial losses/ (gain) on obligation	(7,12,577)	33,03,554
Benefits paid	(1,90,096)	-
Closing present value of defined benefit obligation	94,32,272	83,36,047
<b>Change in the fair value of assets</b>		
Opening fair value of plan assets	19,63,850	-
Expected return on plan assets	1,58,575	76,099
Actuarial gains/ (losses)	(40,589)	(76,099)
Contributions by employer	20,81,836	19,63,850
Benefits paid	-	-
Closing fair value of plan assets	20,81,836	19,63,850
Actual Return on Asset	1,17,986	-
<b>Amount recognized in the Balance Sheet</b>		
Present Value of Funded Obligations	94,32,272	83,36,047
Less: Fair Value of Plan Assets	20,81,836	19,63,850
<b>Net Liability</b>	<b>73,50,436</b>	<b>63,72,197</b>
<b>Expense recognized in Statement of Profit and Loss</b>		
Current services cost	13,03,285	11,21,355
Interest on Defined Benefit Obligation	6,16,867	2,89,714
Expected return on plan assets	(1,58,575)	(76,099)
Net actuarial losses / (gains) recognized in year	(6,71,988)	33,79,653
Past service cost	78,746	-
Net benefit expense	11,68,335	47,14,623
Actual return on plan assets	-	-
<b>Summary of Actuarial Assumptions</b>		
<b>Financial assumptions at the valuation date:</b>		
Discount Rate	7.35%	7.40%
Salary Escalation Rate	5.00%	5.00%
Attrition Rate	9.70	9.50%

G. Parvathi Devi







Comparison between Consumption of Imported and Indigenous raw materials, spare parts and components during the financial year :

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Rs. in lakhs	%	Rs. in lakhs	%
a) Construction materials				
(i) Imported	-		290	3%
(ii) Indigenous	11,468	100%	8,772	97%
b) Stores & spares				
(i) Imported			-	0%
(ii) Indigenous	506	100%	385	100%

29.2 Corporate Social Responsibility:

In light of section 135 of the Companies Act, the company has incurred expenses on Corporate Social Responsibility (CSR) which details are as follows.

Years	Amount(Rs.)			
	Amount required to be spent	Amount brought forward from previous year	Amount spent	Amounts to be spent
2016-17	10,94,000	-	-	10,94,000
2017-18	21,00,000	10,94,000	1,75,000	30,19,000
2018-19	40,38,695	30,19,000	20,10,000	50,47,695

29.3 Related Party Disclosures:

As required under Accounting Standard 18 "Related party Disclosures", following are details of transactions during the year with the related parties.

a Name of the related parties and description of their relationship:

i) Key Managerial Personnel

Garapati Radhakrishna Managing Director  
Garapati Parvathi devi Whole-Time Director

ii) Relatives of Key Managerial Personnel

Nagapushyami Daughter of Director  
Himabindu Sree Daughter of Director  
GV Ram Mohan Son-in-law of Director  
Karna Mahendra Raj Son-in-law of Director

iii) Enterprises controlled or significantly influenced by key management personnel or their relatives

Naram Enterprises Private Limited

iv) Associates, Subsidiaries and Joint Ventures

RKEC and Suryadevara JV Joint Venture  
CQCE and RKEC JV Joint Venture

b Disclosure of transactions between the Company and Related Parties and the status of outstanding balances as on 31.03.2019

Related party transactions summary	Rs. in lakhs				
	Key Management Personnel (KMP)	Relatives of Key Management Personnel (KMP)	Enterprises controlled or significantly influenced by KMP or relatives	Joint venture	TOTAL
	2018-19	2018-19	2018-19	2018-19	2018-19
<i>Note: ** Amounts in brackets were pertains to previous year 2017-18</i>					
1 Lease of machinery	-	18.00 (20.00)	-	-	18.00 (20.00)
2 Managerial Remuneration	320.00 (320.00)	-	-	-	320.00 (320.00)
3 Salaries & wages	-	56.00 (70.48)	-	-	56.00 (70.48)
4 Commission to bank guarantees	63.35 (19.78)	10.67 (1.47)	-	-	74.02 (21.25)
5 Purchases	-	-	(594.96)	-	(594.96)
6 Construction Exp	-	-	253.62	-	253.62
7 Borrowings (Unsecured Loans received)	-	-	-	-	-
8 Profit from Joint Venture	-	-	-	13.32 (0.09)	13.32 (0.09)
9 Contract Revenue	-	-	-	6,092.82	6,092.82
10 Investment in Joint Venture	-	-	-	13.41 (0.09)	13.41 (0.09)
11 Balance as at 31st March					
Payables/(Receivables)	79.12 (26.50)	2.76 2.20	100.65 0.17	(485.22)	(302.69) (24.13)

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**RKEC PROJECTS LIMITED**

Notes forming part of the Standalone Financials Statements



Rs. in lakhs

c Information Regarding Significant Transactions / balances		Rs. in lakhs	
Related party transactions		For the year 2018-19	For the year 2017-18
1	Lease of machinery		
	Naga pushyami	18.00	20.00
2	Commission on guarantees to		
	Garapati Radhakrishna	32.31	12.76
	Garapati Parvathi devi	31.03	7.02
	Naga pushyami	4.77	1.47
	Himabindu sree	5.90	-
3	Managerial Remuneration		
	Garapati Radhakrishna	160.00	160.00
	Garapati Parvathi devi	160.00	160.00
4	Purchase of Materials		
	Naram Enterprises Pvt Ltd	-	594.96
5	Construction Expenses		
	Naram Enterprises Pvt Ltd	253.62	
6	Contract Revenue		
	CQCE and RKEC JV	6,092.82	
7	Investment in Joint Venture		
	RKEC & Suryadevara JV	13.32	0.09
	CQCE & RKEC JV	-	

29.4 Disclosure in Accordance with Accounting Standard 7 (revised)		Rs. in lakhs	
Particulars		for the year ended 31st March, 2019	for the year ended 31st March, 2018
a	Contract Revenue recognized as revenue in the period	24,303	23,958
b	For contracts in progress at the reporting date:		
	- aggregate amount of cost incurred and recognized	74,856	
	profits (less recognised losses) upto the reporting date		45,617
	- advance amounts received	582	999
	- amount of retentions	3,234	2,048
c	Gross amount due from customers for contract work as	8,215	8,203
d	Gross amount due to customers for contract work as a liability	3,816	3,047

**29.5 IPO Expenses (Fin Year 2017-18)**

The IPO expenses amounting to Rs. 2,84,02,400 (net off GST) have been allocated between the Company and the selling shareholder in proportion to the equity shares allotted to the public as fresh issue by the Company and under offer for sale by the existing shareholders.

**29.6 IPO Proceeds Utilization (Fin Year 2017-18)**

During the year ended 31 March 2018, the Company had completed the initial public offer (IPO), the proceeds from IPO was Rs. 21,05,10,000 to the company:

Details of utilization of IPO proceeds are as follows:

a) IPO Expenses net of recovery from selling shareholders : Rs. 2,08,31,989.

b) General corporate purposes - Working capital: Rs. 18,96,78,011.

29.7 Foreign Exchange Earnings and Outgo		Amount(Rs.) 2018-19	Amount(Rs.) 2017-18
Particulars			
Foreign exchange earnings		Nil	Nil
Foreign exchange outgo			
Towards import of materials and consumables		Nil	296.50

**29.8 Dividend**

The Board of Directors at its meeting held on May 29, 2019 have recommended a final dividend of Rs.1.00 per equity share of face value of Rs.10.00 each for the financial year ended March 31, 2019. The above is subject to approval at the ensuing Annual General Meeting of the Company and hence is not recognized as a liability.

**29.9 Segment Reporting**

The Company's operations predominantly consist of construction / project activities. The Company is also in to the business of survey works under Unmanned Aerial Systems (UAS). The Business of UAS is not very significant to identify as reportable segment. Hence there are no reportable segments under Accounting Standard - 17. During the year under report, Company has carried out all the business operations in India. The conditions prevailing in India being uniform, no separate geographical disclosures are considered necessary. The business was discontinued during the year 2018-19.

**29.10 Operating Lease Obligation**

a) The Company entered into operating lease agreement for the premises for its corporate office.

b) Lease rental payments will be as follows:

Period	2018-19	2017-18
0-12 Months	06,826	2,92,215
12-60 Months	33,251	2,53,575
Above 60 months	-	-

G. Parvathi Devi





29.11 Contingent Liabilities :

a) Guarantees		Year ended 31/03/2019 Rs. Lakhs	Year ended 31/03/2018 Rs. Lakhs
1	Collateral given to bankers in respect of Bank Guarantees <i>for the operations carrying out by the Company</i>	16,293.78	7,995.00
b) Matters under Litigation			
2	Disputed sales tax / entry tax liability for which the Company preferred appeal to High Court, Andhra Pradesh	160.38	160.38
3	Disputed service tax liability for the period 2004-05 to 2008-09 which the Company preferred appeal to CESTAT, Bangalore	592.04	592.04
4	Levy of labour cess @ 1% (w.e.f. July 2007) on the construction contracts executed by the Company in the State of Andhra Pradesh contested before the Honourable High	69.99	69.99
5	Disputed Income tax liability for which the Company preferred appeal to CIT appeals (AY 2015-16)	59.41	59.41
6	Disputed service tax liability for the period 2012-13 to 2015-16, which the Company preferred appeal to CESTAT, Hyderabad	1,874.86	1,874.86
c) Liability for Capital Commitments pending for execution			
7	Purchase of Machinery by Import under Foreign Letter of Credit with Bank	628.27	-
d) Legal cases filed against the company			
8	Some of the parties have filed legal case(s) against the company with legal authorities, Courts/ for delay/non payment of dues, due to dispute in execution of works, quality supply defects/early termination etc. For their dues the company is in the process of negotiation and will win certain cases without any payments due to merits on the company as per management opinion. (Interest not material)	230.87	-

29.12 Trade Receivables includes the following for which the Management is confident in full recovery of the same:

		Rs (in Lakhs)	Rs (in Lakhs)
a)	IVRCL Limited Amount due from the party, which the said company was under Insolvency process and claim made by the company, was not admitted and the communication was yet to be received for further appeal by the company.	106.45	106.45
b)	SEW Infrastructure Ltd Amount due from the party, notice of demand under Insolvency Act was sent against the company and no further action was initiated as on this date.	235.04	235.04
c) <b>Suspended, Delayed Contracts:</b> The company entered into a contract aggregating 11894.61 lakhs with one of the party. The work was completed more than 50% and the said party suspended the work due to serious irregularities. The party blacklisted the company and invoked bank guarantees. The company filed a writpetition before the Honourable Highcourt of Allahabad at Lucknow.			
C.1) Trade receivables includes amount due from the said party for execution of work and Retention money		3,207.40	-
C.2) Trade receivables includes amount due from the said party on account of bank guarantees invoked.		1,593.51	-
C.3) The company's work in progress as on 31/03/2019 includes unbilled work at site		516.13	-
The company, preferred Arbitration proceedings and to settle the dispute with the party through inspection committee . The management is confident in getting full revenue and recovery of the said receivables.			
d)	Amounts receivable on final bills from the parties for works executed, for the escalation and other pending issues which the company filed Arbitration proceedings for recovery, and confident in getting full recovery in the opinion of the management.	409.57	-

29.13 Advance to Suppliers includes, amounts to be recovered from parties, for which legal action is initiated through courts for recovery and supply of the same. The management is confident for full recovery of the same.

148.57      148.57



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**RKEC PROJECTS LIMITED**

Notes forming part of the Standalone Financials Statements



29.14 Based on the information available with the Company, there are suppliers registered as micro & small enterprises (MSE) under Micro, Small, Medium Enterprises Development Act, 2006.

	-40.22	-
a	Principal amount remaining unpaid to MSEs at the end of the year	-
b	Interest Due thereon at the end of the year	-
Interest paid by the company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during period;		
c		-
Interest due and payable for the period for delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;		
d		-
e	Interest accrued and remaining unpaid at the end of the Year	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.		
f		-

29.15 Previous year's figures have been regrouped/reclassified, wherever considered necessary to conform to this year's classification.

As per our Report of even date attached

for Brahmananda Reddy & Associates

Chartered Accountants,

Firm Registration Number: 0166625

*G. Srinada Rao*

G. Srinada Rao

Partner

Membership No. 244754

Visakhapatnam

May 29, 2019



for and on behalf of board of directors of

RKEC Projects Ltd

*G. Parvathi Devi*

(G. Parvathi Devi)

Whole-time Director

DIN: 00073080

*G S Narayana*

G S Narayana

CFO

*G. Parvathi Devi*

(G. Parvathi Devi)

Whole-time Director

DIN: 00094961

*Vijay Kumar Jannada*

Vijay Kumar Jannada

Company Secretary, ACS

M.No.A41810

# RKEC PROJECTS LIMITED



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	for the year ended 31st Mar, 2019	for the year ended 31st Mar, 2018
<b>Cash flows from Operating activities</b>		
Profit before tax	34,60,64,235	32,54,07,978
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation	3,53,54,754	3,08,76,820
Loss/(Profit) on sale of fixed assets	(1,790)	9,531
Loss/(Profit) from Joint Venture	(13,32,685)	(8,543)
Interest expense	5,44,14,361	3,85,47,301
Interest income	(1,33,25,259)	(1,04,49,117)
<b>Operating profit before working capital changes</b>	<b>42,11,73,617</b>	<b>38,43,83,971</b>
<b>Changes in working capital:</b>		
<b>Adjustments for (increase) / decrease in operating liabilities:</b>		
Increase/(Decrease) in Trade payables	33,75,85,058	12,37,05,389
Increase/(Decrease) in Long-term Provisions	45,24,527	(16,84,591)
Increase/(Decrease) in Short-term Provisions	(71,13,463)	
Increase/(Decrease) in /Other current liabilities	(2,94,56,133)	(26,11,06,792)
<b>Adjustments for (increase) / decrease in operating assets:</b>		
Decrease/(Increase) in Trade receivables	(11,97,208)	(42,50,86,328)
Decrease/(Increase) in Inventories	(29,41,82,711)	16,80,05,186
Decrease/(Increase) in Short-term loans and advances	(24,67,69,515)	(11,33,28,180)
Decrease/(Increase) in Other current assets	(66,16,514)	7,73,865
<b>Cash generated from / (used in) operations</b>	<b>17,79,47,657</b>	<b>(12,43,37,479)</b>
Less: Income tax paid	10,47,26,592	11,56,78,248
<b>Net cash flow from (used in) operating activities (A)</b>	<b>7,32,21,065</b>	<b>(24,00,15,727)</b>
<b>Cash flows from Investing activities</b>		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(9,64,00,331)	(6,53,96,756)
CWIP	(9,97,18,191)	
Profit/(Loss) from Joint Venture	13,32,685	8,543
Investment in Joint Venture	(13,32,685)	(8,543)
Proceeds from sale of fixed assets	78,46,213	89,625
Bank balances not considered as cash and cash equivalents	(16,43,57,161)	1,77,58,662
Interest received	1,33,25,259	1,04,49,117
<b>Net cash used in investing activities (B)</b>	<b>(33,93,04,211)</b>	<b>(3,70,99,352)</b>
<b>Cash flows from Financing activities</b>		
Proceeds from (repayment of) long term borrowings	31,16,826	77,11,426
Proceeds from (repayment of) short term borrowings	32,81,05,325	13,83,36,787
Proceeds from Issue of shares		21,05,10,000
Dividend(Final 2016-17) Paid during the year (Incl Dividend dist tax)	-	(3,48,66,286)
Dividend(Interim) Paid during the year (Incl Dividend dist tax)	(2,89,21,938)	(2,88,74,521)
Repayment of unsecured loans	-	-
Repayment of share application money	-	-
Interest paid	(5,44,14,361)	(3,85,47,301)
<b>Net cash flow from financing activities (C)</b>	<b>24,78,85,853</b>	<b>25,42,70,106</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>(1,81,97,293)</b>	<b>(2,28,44,973)</b>
Cash and cash equivalents at the beginning of the year	2,23,28,770	4,51,73,743
<b>Cash and cash equivalents at the end of the year</b>	<b>41,31,474</b>	<b>2,23,28,770</b>

*Note: The figures have been regrouped / rearranged, wherever considered necessary, for comparison purposes.*

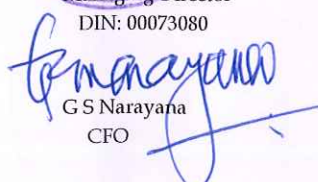
for Brahmananda Reddy & Associates  
Chartered Accountants,  
Firm Registration Number: 0166625

  
G. Govinda Rao  
Partner  
Membership No. 244754  
Visakhapatnam

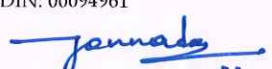
for and on behalf of board of directors of

RKEC Projects Ltd

  
(G. Radhakrishna)  
Managing Director  
DIN: 00073080

  
G. S. Narayana  
CFO

  
G. Parvathi Devi  
Whole-time Director  
DIN: 00094961

  
Vijay Kumar Jannada  
Company Secretary, ACS  
M.No. A41810

# RKEC PROJECTS PRIVATE LIMITED

Notes forming part of the financial statements

## 11 Property, Plant and Equipment



Particulars	Gross block				Depreciation				Written Down Value	
	Opening Balance as on 01/04/2018	Additions during the year	Disposals during the year	Closing Balance as on 31/03/2019	Opening bal as on 01/04/2018	Depreciation provided for the year	Deletions during the year	Closing bal as on 31/03/2019	as on 01/04/2018	as on 31/03/2019
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>(A) Tangible Assets</b>										
(a) Land Free-hold	50,00,000	-	-	50,00,000	-	-	-	-	50,00,000	50,00,000
(b) Plant and Equipment										
Plant & Machinery	14,86,25,830	4,86,56,238	35,71,782	19,37,10,286	10,83,34,524	1,24,97,508	7,07,959	12,01,24,073	4,02,91,306	7,35,86,213
Electrical Equipment	1,02,65,089	-	-	1,02,65,089	60,66,538	10,56,634	-	71,23,172	41,98,551	31,41,917
Barge, TUG others	10,19,01,412	-	-	10,19,01,412	5,01,05,327	78,91,832	-	5,79,97,158	5,17,96,085	4,39,04,254
Heavy lift equipment	3,08,02,008	2,31,88,369	-	5,39,90,377	2,12,66,161	17,53,617	-	2,30,19,779	95,35,847	3,09,70,598
(c) Furniture and Fixtures	18,39,541	3,45,927	-	21,85,468	6,96,259	2,96,827	-	9,93,086	11,43,282	11,92,382
(d) Vehicles										
Office vehicles	3,32,46,679	44,08,049	4,64,195	3,71,90,533	1,41,85,365	66,73,506	4,40,986	2,04,17,886	1,90,61,314	1,67,72,647
Construction vehicles	3,48,34,543	1,72,16,115	-	5,20,50,658	3,30,92,816	16,77,842	-	3,47,70,658	17,41,727	1,72,80,000
(e) Office equipment										
Office Equipment	95,00,502	8,31,872	39,22,821	64,09,553	36,67,642	19,48,727	15,04,363	41,20,324	58,32,860	22,89,229
Computers	67,15,983	13,48,328	32,08,608	48,55,703	31,81,539	14,48,183	11,38,418	34,82,986	35,34,444	13,72,717
Sub-total	38,27,31,587	9,59,94,897	1,11,67,406	46,75,59,078	24,05,96,171	3,52,44,674	37,91,726	27,20,49,121	14,21,35,416	19,55,09,957
<b>(B) Intangible Assets</b>										
Goodwill	-	-	-	-	-	-	-	-	-	-
Software	4,79,197	4,05,434	5,37,734	3,46,897	1,07,842	1,10,079	1,34,332	83,589	3,71,355	1,97,968
<b>TOTAL</b>	<b>38,32,10,784</b>	<b>9,64,00,331</b>	<b>1,17,05,140</b>	<b>46,79,05,975</b>	<b>24,07,04,013</b>	<b>3,53,54,754</b>	<b>39,26,058</b>	<b>27,21,32,710</b>	<b>14,25,06,771</b>	<b>19,57,07,926</b>



Gr. Parvathi Devi

## RKEC Projects Limited

### Deferred Tax statement

Particulars	31-03-2019	31-03-2018	31-03-2017	31-03-2016	31-03-2015	31-03-2014	31-03-2013	31-03-2012
<b>Deferred Tax Liability</b>	<b>19,07,07,926</b>	<b>13,75,06,771</b>	<b>10,30,85,991</b>	<b>12,34,13,002</b>	<b>15,01,04,433</b>	<b>17,44,49,757</b>	<b>19,73,34,052</b>	<b>22,25,39,005</b>
Net WDV as Per Companies Act	19,07,07,926	13,75,06,771	10,30,85,991	12,34,13,002	15,01,04,433	17,44,49,757	19,73,34,052	22,25,39,005
Net WDV As per Income Tax Act	21,66,95,258	16,14,19,989	12,29,06,564	15,57,07,164	17,81,93,161	19,26,68,052	21,66,01,227	24,37,00,571
Timing Difference Due to Depreciation	(2,59,87,332)	(2,39,13,218)	(1,98,20,573)	(3,22,94,162)	(2,80,88,728)	(1,82,18,295)	(1,92,67,175)	(2,11,61,566)
Deferred Tax Liability /(Asset) (A)	(75,67,511)	(82,75,886)	(67,38,797)	(1,09,76,786)	(91,14,792)	(59,11,837)	(62,52,198)	(68,66,928)
Incremental Due to Depreciation	7,08,375	(15,37,090)	42,37,989	(18,61,993)	(32,02,955)	3,40,361	6,14,730	(68,66,928)
Gratuity Expenses Accumulated	75,40,532	16,57,574	36,21,424	23,11,820	10,98,997	9,00,954	2,00,458	2,10,817
Expenses Disallowed u/s 43B of Income-tax Act	-	-	-	6,34,204	7,65,027	22,77,496	1,02,64,954	52,51,651
Unabsorbed Depreciation				-	-	-	-	-
DTA @ Applicable Rate	21,95,803	5,73,653	12,30,922	10,01,354	6,04,876	10,31,407	33,96,026	17,72,571
Incremental Due to Unabsorbed Depreciation/Gratuity/Exp	16,22,150	(6,57,269)	2,29,568	3,96,478	(4,26,531)	(23,64,619)	16,23,455	17,72,571
Deferred Tax Assets (B)	21,95,803	5,73,653	12,30,922	10,01,354	6,04,876	10,31,407	33,96,026	17,72,571
Cumulative Balance of Deferred Tax Liability/(Deferred Tax Assets) (A-B)	(97,63,314)	(88,49,540)	(79,69,719)	(1,19,78,139)	(97,19,668)	(69,43,244)	(96,48,224)	(86,39,499)
Opening Deferred Tax Liability/(Asset)	(88,49,540)	(79,69,719)	(1,19,78,139)	(97,19,668)	(69,43,244)	(96,48,224)	(86,39,499)	-
Debited/(Credit) to Restated Statement of Profit and Loss Account	(9,13,774)	(8,79,821)	40,08,420	(22,58,471)	(27,76,424)	27,04,981	(10,08,726)	(86,39,499)
	13421182	36,57,868	4571642	9,13,774				

DTA as per books of accounts	88,49,540							
Deferred tax as per books of accounts	99,71,729							
Deferred tax to be adjusted in reserves and surplus	11,22,189							

0

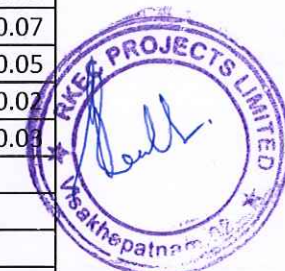


G. Parvath: Devi



**RKEC PROJECTS LIMITED**  
Statement of Sundry Debtors as on 31-03-2019 e

Party	Amount	Retention	Withheld	Total	Below 6 Months	Above 6 Months	%
Purvanchal Vidhyut Vikas Nigam Limi	39,80,88,585	8,20,02,933		48,00,91,518	-	48,00,91,518	58.44
Indian Oil Corporation Limited	4,09,56,759	4,61,17,258		8,70,74,017	4,09,56,759	4,61,17,258	10.60
Cochin Port Trust	3,18,311	85,38,585	8,13,740	96,70,636	11,32,051	85,38,585	1.18
Jawaharlal Nehru Port Trust		2,91,16,426	55,00,000	3,46,16,426	5,00,000	3,41,16,426	4.21
Cuddalore Port Company Pvt Ltd		6,25,96,291		6,25,96,291	-	6,25,96,291	7.62
GVK EMRI				-	-	-	-
Mumbai International Airport Ltd	73,63,367			73,63,367	73,63,367	-	0.90
SEW Infrastructure Limited		2,35,04,121		2,35,04,121	-	2,35,04,121	2.86
National Highway PWD		1,44,38,287		1,44,38,287	-	1,44,38,287	1.76
IVRCL Limited Mouda		91,68,334		91,68,334	-	91,68,334	1.12
Director General Naval Project		18,62,500	1,37,69,425	1,56,31,925	1,48,56,925	7,75,000	1.90
Director General Naval Project Gemini craft	51,37,203	6,400	5,570	51,49,173	51,49,173		
Director General Naval Project Shore Supply	7,28,896	5,09,432	7,58,531	19,96,859	12,67,963	7,28,896	
Director General Naval Project SSP		22,97,500	4,17,500	27,15,000	27,15,000	-	
Essar Projects Private Limited Salaya		48,33,973		48,33,973	-	48,33,973	0.59
GE MES Leimakhong		11,21,160		11,21,160	-	11,21,160	
CVRDE		34,25,627		34,25,627	-	34,25,627	0.42
DGNP EKSILA			90,000	90,000	-	90,000	0.01
Labour Misc Vsp			1,60,106	1,60,106	-	1,60,106	
Labour RINL Ponds			70,663	70,663	-	70,663	
Mumbai Port Trust		16,11,294		16,11,294	-	16,11,294	0.20
Rashtriya Ispat Nigam Limite VSP		37,36,910		37,36,910	-	37,36,910	0.45
IVRCL Limited Beas		14,76,610		14,76,610	-	14,76,610	0.18
Vedanta Limited		5,82,947		5,82,947	-	5,82,947	0.07
Essar Projects Private Limited Bharuch		3,88,356		3,88,356	-	3,88,356	0.05
Satara Irrigation		1,97,503		1,97,503	1,97,503		0.07
Container Corporation of India Limited		2,52,350		2,52,350	-	2,52,350	0.03
Akash Infra	3,55,600			3,55,600		3,55,600	
Krishna Irrigation		1,11,705	55,389	1,67,094	1,67,094		
EX Eng Koyna Irrigation	4,50,780	58,000		5,08,780	5,08,780		
Ultratech Cement Limited		16,348		16,348	-	16,348	0.00
CQCE RKEC JV	100	2,54,64,079	2,30,57,947	4,85,22,126	4,85,22,126		5.91
	<b>45,33,99,601</b>	<b>32,34,34,931</b>	<b>4,46,98,871</b>	<b>82,15,33,402</b>	<b>12,33,36,741</b>	<b>69,81,96,661</b>	<b>98.510</b>



G. Parvathi Devi



**RKEC Projects Limited**

**For the Calculation of CSR U/S 135**

Calculation of Net Profit as per section 198

Average Profit for preceding 3 years

(A) 20,19,34,755

C/F to Next year  
31.22.324

Previous Year b/f  
10,93,629

Minimum amount of CSR  
Actual Amount of Contribution

2% of (A)

40,38,695

Particulars	FY 2017-18	FY 2016-17	FY 2015-16	FY 2014-15	Remarks
Net Profit Before Tax as per Financial Statements	32,54,07,978	20,24,81,892	6,15,48,644	3,44,79,735	

Add: Credit shall be given as per sub-section (2), if not given

- Bounties and subsidies received from:
  - Central Government
  - State Government
  - Public Authorities

	-	-	-	-	Not Applicable
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Less: Credit shall not be given as per sub-section (3), if given

- a Profit, by way of premium, on shares or debentures of the company which were issued or sold by the company. Credited directly to reserve and not in P&L
- b Profits on sales by the company of forfeited shares Not Applicable
- c Profits of capital nature including profits from the sale of the undertaking or any of the undertakings of the company, or any part thereof Not Applicable
- d Profits from the sale of immovables property or fixed assets of a capital nature comprised in the undertaking or any of the undertakings of the company unless the business of the company consists, whether wholly or partly, of buying and selling any such property or assets Included in above profit, hence deducted
- e Any changes in carrying amount of any assets or of a liability recognised in equity reserves including surplus in profit and loss account on measurement of the asset or the liability at fair value Not Applicable

Less: Sum shall be deducted as per sub-section (4), if not deducted

- a All the usual working charges. Already deducted
- b Director's remuneration Already deducted
- c Bonus or commission paid or payable to any member of the company's staff, or to engineer, technician, or person employed or engaged by the company, whether on a whole time or on a part time basis Already deducted
- d Any tax notified by the Central Government as being in the nature of a tax on excess or abnormal profits. Not Applicable
- e Any tax on business profits imposed for special reasons or in special circumstances and notified by the Central Government in this behalf Not Applicable
- f Interest on debentures issued by the company Not Applicable
- g Interest on mortgages executed by the company and on loans and advances secured by a charge on its fixed assets or floating assets Already deducted
- h Interest on unsecured loans and advances Already deducted
- i Expenses on repairs, whether to immovable or to movable property, provided the repairs are not of a capital nature Already deducted
- j Outgoings, inclusive of contributions made under Section 181 Not Applicable
- k Depreciation to the extent provided in Section 123 Already deducted
- l The excess of expenditure over income, which had arisen in computing the net profits in accordance with Section 349 in any year which begins at or after the commencement of this Act, in so far as such excess has not been deducted in any subsequent year preceding the year in respect of which the net profits have to be ascertained Not Applicable
- m Any compensation or damages to be paid by virtue of any legal liability, including a liability arising from a breach of contract Not Applicable
- n Any sum paid by way of insurance against the risk of meeting any liability such as is referred to in the previous clause Not Applicable
- o Debts considered bad and written off or adjusted during the year of account Already deducted

Add: Sum shall not be deducted as per sub-section (5), if deducted

- a Income tax and super tax payable by the company under the Income tax Act, 1961 or any other tax on the income of the company not falling under clauses 3 (d) and (e) Not deducted as PBT is considered to calculate "Net Profit"
- b Any compensation, damages or payments made voluntarily the is to say, otherwise than by virtue of any liability as referred in Clause 3(m) Not Applicable
- c Loss of capital nature including loss on sale of undertaking or any of the undertakings of the company or of any part thereof not including any excess referred to in the proviso to Section 350 of the WDV of any assets which is sold, discarded, demolished or destroyed over: its sale proceeds or its scrap value Deducted from above profit, hence added back
- d Any change in carrying amount of an assets or of a liability recognised in equity reserve including surplus in profit and loss account on measurement of the assets or the liability at fair value Not Applicable

<b>Net Profit as per Section 198</b>	<b>32,54,17,509</b>	<b>21,82,93,540</b>	<b>6,20,93,215</b>	<b>3,46,33,458</b>	
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Less:

- 1 Profit arising from any overseas branch or branches
- 2 Dividend received from Indian Companies covered U/s 135 of the act

<b>Net Profit</b>	<b>32,54,17,509</b>	<b>21,82,93,540</b>	<b>6,20,93,215</b>	<b>3,46,33,458</b>	
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*Gurpreet Singh Dahi*



# RKEC PROJECTS PRIVATE LIMITED

Notes forming part of the financial statements

## 11 Property, Plant and Equipment



Particulars	Gross block				Depreciation				Written Down Value	
	Opening Balance as on 01/04/2018	Additions during the year	Disposals during the year	Closing Balance as on 31/03/2019	Opening bal as on 01/04/2018	Depreciation provided for the year	Deletions during the year	Closing bal as on 31/03/2019	as on 01/04/2018	as on 31/03/2019
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>(A) Tangible Assets</b>										
(a) Land Free-hold	50,00,000	-	-	50,00,000	-	-	-	-	50,00,000	50,00,000
(b) Plant and Equipment										
Plant & Machinery	14,86,25,830	4,86,56,238	35,71,782	19,37,10,286	10,83,34,524	1,24,97,508	7,07,959	12,01,24,073	4,02,91,306	7,35,86,213
Electrical Equipment	1,02,65,089	-	-	1,02,65,089	60,66,538	10,56,634	-	71,23,172	41,98,551	31,41,917
Barge, TUG others	10,19,01,412	-	-	10,19,01,412	5,01,05,327	78,91,832	-	5,79,97,158	5,17,96,085	4,39,04,254
Heavy lift equipment	3,08,02,008	2,31,88,369	-	5,39,90,377	2,12,66,161	17,53,617	-	2,30,19,779	95,35,847	3,09,70,598
(c) Furniture and Fixtures	18,39,541	3,45,927	-	21,85,468	6,96,259	2,96,827	-	9,93,086	11,43,282	11,92,382
(d) Vehicles										
Office vehicles	3,32,46,679	44,08,049	4,64,195	3,71,90,533	1,41,85,365	66,73,506	4,40,986	2,04,17,886	1,90,61,314	1,67,72,647
Construction vehicles	3,48,34,543	1,72,16,115	-	5,20,50,658	3,30,92,816	16,77,842	-	3,47,70,658	17,41,727	1,72,80,000
(e) Office equipment										
Office Equipment	95,00,502	8,31,872	39,22,821	64,09,553	36,67,642	19,48,727	15,04,363	41,20,324	58,32,860	22,89,229
Computers	67,15,983	13,48,328	32,08,608	48,55,703	31,81,539	14,48,183	11,38,418	34,82,986	35,34,444	13,72,717
<b>Sub-total</b>	<b>38,27,31,587</b>	<b>9,59,94,897</b>	<b>1,11,67,406</b>	<b>46,75,59,078</b>	<b>24,05,96,171</b>	<b>3,52,44,674</b>	<b>37,91,726</b>	<b>27,20,49,121</b>	<b>14,21,35,416</b>	<b>19,55,09,957</b>
<b>(B) Intangible Assets</b>										
Goodwill	-	-	-	-	-	-	-	-	-	-
Software	4,79,197	4,05,434	5,37,734	3,46,897	1,07,842	1,10,079	1,34,332	83,589	3,71,355	1,97,968
<b>TOTAL</b>	<b>38,32,10,784</b>	<b>9,64,00,331</b>	<b>1,17,05,140</b>	<b>46,79,05,975</b>	<b>24,07,04,013</b>	<b>3,53,54,754</b>	<b>39,26,058</b>	<b>27,21,32,710</b>	<b>14,25,06,771</b>	<b>19,57,07,926</b>

Gr. Parvathi Devi

