



ARSS INFRASTRUCTURE PROJECTS LTD.

Dated: 27.05.2017

Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
1st Floor, Rotunda Building,
Dalal Street,
Mumbai- 400 001

National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E),
Mumbai- 400051

Sub: Outcome of the Meeting of the Board of Directors held on 27.05.2017

Dear Sir/ Madam,

This is to intimate to your good-self that the meeting of the Board of Directors of the company held today i. e on Saturday, 27th May, 2017 at registered office of the company. Board of directors considered and approved Audited Financial Results of the Company for the Quarter and financial year ended on 31st March, 2017 along-with Audit Report of the Statutory Auditors thereon.

Further, please find the attached signed copy of Audited Financial Results of the Company (by Managing Director) for the Quarter and financial year ended on 31st March, 2017 along-with Audit Report of the Statutory Auditors thereon and Annexure 1 as required under reg. 33 of SEBI (LODR), Regulations, 2015 and SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016 regarding Disclosure of the Impact of Audit Qualifications by the Listed Entities under Regulation 33/52 of SEBI (LODR), (Amendment) Regulations, 2016 respectively.

The same is for your kind information and record.

Thanking You,

For ARSS Infrastructure Projects Limited


(Alka Khemka)
Company Secretary



Encl: as above

CIN : L14103OR2000PLC006230

Regd. Office : Sector A, Zone D, Plot #38, Mancheswar Industrial Estate, Bhubaneswar 751010, Odisha

Tel : 91 674 2588552 / 2588554, Fax : +91 674 2585074, E-mail: response@arssgroup.in, Website : www.arssgroup.in

Corp. Office : ARSS Mall, Community Centre, Plot No. 40, Block-A, Paschim Vihar, Opposit to Jwalaheer Market, New Delhi-110063 (India)
Tel.: +91 1125252024, Fax : +91 1125252012, E-mail : delhi@arssgroup.in



AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2017

(₹ in Lakhs except for shares & EPS)

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
PART I-STATEMENT OF FINANCIAL RESULTS					
1. Income from operations					
a) Net Sales/ Income from Operation	33,388.04	20,110.17	11,282.66	85,036.14	62,330.03
b) Other operating Income	259.72	162.79	484.30	612.22	672.00
Total Income from Operation (Net)	33,647.76	20,272.97	11,766.96	85,648.36	63,002.02
2. Income from Investments	36.89	10.13	16.79	51.79	70.96
3. Net Sales/ Income from Operations and Investments	33,684.65	20,283.09	11,783.75	85,700.15	63,072.98
4. Expenses					
a) Cost of materials consumed	7,437.59	4,190.19	3,608.68	17,319.45	11,241.93
b) Purchases of Stock-in-trade	-	-	-	-	-
c) Changes in Inventories of finished goods, work-in-progress and Stock-in-trade	9,976.37	22,529.98	(6,811.00)	46,660.01	1,764.45
d) Employee benefits expense	849.49	669.59	633.26	2,767.97	2,689.42
e) Power & Fuel	3,505.94	1,941.35	1,390.80	7,861.22	4,756.29
f) Depreciation & Amortisation	785.32	614.95	923.60	3,259.12	3,613.85
g) Other Expenses	11,579.75	10,844.93	4,882.15	34,111.42	23,316.78
Total Expenses	34,134.46	40,790.98	4,627.49	111,979.19	47,382.73
5. Profit / (Loss) from operations & investments before other Incomes, Finance costs and Exceptional Items	(449.81)	(20,507.89)	7,156.26	(26,279.04)	15,690.26
6. Other Income	200.24	663.82	5.30	871.45	1,416.54
7. Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items	(249.57)	(19,844.07)	7,161.56	(25,407.60)	17,106.80
8. Finance Costs	816.49	1,290.55	4,425.27	8,215.07	16,483.92
9 Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items & Tax	(1,066.07)	(21,134.62)	2,736.29	(33,622.66)	622.88
10. Exceptional items	-	-	-	-	-
11. Profit / (Loss) from Ordinary Activities before Tax	(1,066.07)	(21,134.62)	2,736.29	(33,622.66)	622.88
12. Tax Expenses	69.94	(443.16)	(152.24)	(560.10)	121.15
13. Net Profit / (Loss) from Ordinary Activities after tax	(1,136.00)	(20,691.46)	2,888.53	(33,062.57)	501.73
14. Extraordinary items (net of tax expense)	-	-	-	-	-
15. Net Profit / (Loss) for the period	(1,136.00)	(20,691.46)	2,888.53	(33,062.57)	501.73
16. Paid up Equity Share Capital (Rs.10/- per share)	1,484.32	1,484.32	1,484.32	1,484.32	1,484.32
17. Reserves (excluding Revaluation Reserve)	-	-	-	2,164.69	35,227.26
18. Earnings per Share (Rs.) (before extraordinary items)					
- Basic	(7.65)	(139.40)	19.46	(222.75)	3.38
- Diluted	(5.00)	(91.00)	12.70	(145.41)	2.21
19. Earnings per Share (Rs.) (after extraordinary items)					
- Basic	(7.65)	(139.40)	19.46	(222.75)	3.38
- Diluted	(5.00)	(91.00)	12.70	(145.41)	2.21

Regd. Office : Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar, Odisha - 751010
 Corp. Office : ARSS Mall, Plot no-40, Community Centre, Block-A, Paschim Vihar, Opp-Jwalaheri Market, New Delhi - 110063
 E-mail : response@arssgroup.in, Website: www.arssgroup.in



Statement of Assets & liabilities

(₹ in Lakhs)

PARTICULARS	31.03.2017	31.03.2016
A. EQUITY AND LIABILITIES		
(1) Shareholders' Funds		
(a) Share Capital	2,984.32	2,984.32
(b) Reserves & Surplus	2,164.69	35,227.26
Shareholders' Funds	5,149.02	38,211.58
(2) Non-Current Liabilities		
(a) Long-term borrowings	65,835.12	73,236.05
(b) Deferred Tax liabilities (Net)	2,235.98	2,816.51
Non-Current Liabilities	68,071.10	76,052.56
(3) Current Liabilities		
(a) Short term borrowings	101,599.06	94,549.04
(b) Trade Payables	5,476.77	5,484.06
(c) Other Current Liabilities	4,512.24	25,991.94
(d) Short Term Provisions	-	127.00
Current Liabilities	111,588.08	126,152.04
TOTAL EQUITY AND LIABILITIES	184,808.19	240,416.19
B. ASSETS		
(1) Non-Current Assets		
(a) Fixed Assets	20,656.90	26,609.07
(b) Non-Current Investments	4,256.34	3,936.80
(c) Long term Loans & Advances	87,903.65	93,477.59
Non-Current Assets	112,816.89	124,023.46
(2) Current Assets		
(a) Inventories	5,874.00	55,783.19
(b) Trade Receivables	12,552.86	26,989.13
(c) Cash and cash equivalents	7,433.82	7,600.05
(d) Short term loans & advances	46,130.62	26,020.35
Current Assets	71,991.30	116,392.73
TOTAL ASSETS	184,808.19	240,416.19

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Notes forming part of the reviewed audited financial results for the quarter/Year ending 31st March, 2017

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 27th May, 2017. The same were also subjected to limited review by the Statutory Auditors in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The Company is following the same accounting policies in preparation of these financial results as were followed in the annual financial statements for the year ended 31st March, 2016.
3. The Company's operations predominantly consist of Civil Construction activities. Hence there are no reportable segments as defined by Accounting Standard-17, "Segment Reporting" issued by the Institute of Chartered Accountants of India. During the year under report, substantial part of the company's business has been carried out in India. The conditions prevailing in India being uniform, no separate geographical disclosure is considered necessary.
4. The loan from Export Import Bank has been taken over by Edelweiss Asset Reconstruction Company Limited and during the quarter, there is no transaction in such account. However, pending account statement from Edelweiss Asset Reconstruction Company Limited, the interest has not been charged.
5. Contract wise surplus / deficit has not been prepared as the number and complexity of the contracts are very high.
6. Company has recognised claims receivable during the year from various agencies amounting to Rs.412.48 Crores in view of increased in certainty of recoverability.
7. Based on the recoverability of debtors and inventories, during the year management has written-down the debtors by Rs.93.06 Crores and there is decrease in inventories by Rs.499.09 Crores.
8. No interest has been charged on Service tax payable of Rs. 182.83 Lacs.
9. Provision of Rs. 11.05 Crores has been made against Performance BG Invoked during the quarter.
10. The figures for the corresponding quarter of the previous year are regrouped / reclassified wherever necessary to make them comparable with that of current quarter.

For ARSS Infrastructure Projects Ltd.



RAJESH AGARWAL

Rajesh Agarwal
DIN: 00217823
(Managing Director)

Date : 27th Day of May, 2017

Place : Bhubaneswar



Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors
ARSS Infrastructure Projects Limited
CIN : L14103OR2000PLC006230
Plot-no-38, Sector-A, Zone-D
Mancheswar Industrial Estate
Bhubaneswar-751 010, Odisha

We have audited the quarterly financial results of **ARSS Infrastructure Projects Limited** ('the Company'), for the quarter ended 31/03/2017 and the year to date results for the period 01/04/2016 to 31/03/2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular CIR/CFD/FAC/62 2016 dated July 5th 2016. These quarterly financial results as well as the year to date financial results have been prepared on the basis of annual financial statement for the year ended on 31st March 2017, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

The Statement includes the results for the Quarter ended 31st March 2017 being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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 misstatement(s). 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 opinion.





AJAY B GARG

CHARTERED ACCOUNTANT

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62 2016 dated July 5th 2016 in this regard; and

(ii) give a true and fair view of the net loss and other financial information for the quarter ended 31/03/2017 as well as the year to date results for the period from 1st April, 2016 to 31st March, 2017, *except for*:

- a) *In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with the requirements of para 34 and 35 of AS-7 "Construction Contracts" issued by the Institute of Chartered Accountants of India.*
- b) *In the absence of audited books of accounts of Balaji-ARSS (JV), ARSS-MVPL JV, and ARSS-SIPS JV discrepancies, if any, between the said accounts with that of the Company is not ascertainable.*
- c) *No interest has been charged from July 2016 on loan outstanding of Rs.1471.00 Crores to the Profit & Loss account resulting in understatement of loss to that extent.*
- d) *Interest on Service Tax payable of Rs.182.83 lakhs has not provided, resulting to underreporting of loss to that extent.*
- e) *Without qualifying our opinion we draw attention to note No.6 to the accompanying statement, wherein the Company has recognised claims receivable during the year from various agencies in view of increased certainty of receiving the same.*
- f) *Without qualifying our opinion we draw attention to note No.7 to the accompanying statement which describes the non recoverability of debtors and inventories and the management has written-down the debtors and inventories of some projects.*

For Ajay B Garg
Chartered Accountants


A Garg

Proprietor

Membership No : 032538



Date : 27th day of May, 2017.

Place : Mumbai

Annexure I

Statement on Impact of Audit Qualifications (for audit report dated 27.05.2017 with modified opinion) submitted along-with Annual Audited Financial Results of ARSS Infrastructure Projects Limited for the Financial Year ended on 31st March, 2017.

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Amount in Rs.)	Adjusted Figures (audited figures after adjusting for qualifications) (Amount in Rs.)
	1.	Turnover / Total income	865,71,59,435.00	865,71,59,435.00
	2.	Total Expenditure	1201,94,25,762.00	1201,94,25,762.00
	3.	Net Profit/(Loss)	(336,22,66,327.00)	(336,22,66,327.00)
	4.	Earnings Per Share	(222.75)	(222.75)
	5.	Total Assets	1848,08,19,237.00	1848,08,19,237.00
	6.	Total Liabilities	1796,59,17,719	1796,59,17,719
	7.	Net Worth	51,49,01,518.00	51,49,01,518.00
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:			
	1. In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with the requirements of para 34 and 35 of AS-7 "Construction Contracts" issued by the Institute of Chartered Accountants of India.			
	2. In the absence of audited books of accounts of Balaji-ARSS (JV), ARSS-MVPL JV, and ARSS-SIPS JV discrepancies, if any, between the said accounts with that of the Company is not ascertainable.			
	3. No interest has been charged for this quarter on loan outstanding of Rs.1471.00 Crores to the Profit & Loss account resulting in understatement of loss to that extent.			
	4. Interest on Service Tax payable of Rs.182.83 lakhs has not provided, resulting to underreporting of loss to that extent.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification:			

	<p>Qualification No. 1 since Financial Year 2013-14</p> <p>Qualification No. 2 since Financial Year 2013-14</p> <p>Qualification No. 3 since Financial Year 2016-17</p> <p>Qualification No. 4 since Financial Year 2016-17</p>
	<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA</p>
	<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>
	<p>(i) Management's estimation on the impact of audit qualification: Nil</p>
	<p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>For Qualification No-1: During the work execution period there is escalation claim, revision of contract value, extension of completion period, etc due to which unpredictable variation in reliable estimation of revenue and cost. Also the allocation of combine Operating overhead, Head office overhead and Financial Cost is not possible due to combine use or high swapping of resources, size of the Contracts. Hence financial implication of the qualification is not quantifiable.</p> <p>For Qualification No-2: The Joint Venture has completed the object for which it was formed. No transaction has been entered into during the Year. The accounts of the JVs are under the control of respective JV Partners i.e. Balaji Engicons Pvt.Ltd , Mateshwari Vanijya Pvt.Ltd and Sham Indus Power Solutions Pvt Ltd and the same has not been yet finalized from their end. Hence financial implication for the JV is not quantifiable. However the accounting effect of the discrepancies, if any after the finalization of its accounts will be given at current date.</p> <p>For Qualification No-3: The Company has not provided interest on NPA accounts, Since the outstanding amount is not quantifiable.</p> <p>For Qualification No-4: Management is unable to determined input credit of service tax and there would be variation in service tax liability, hence unable to quantify interest liability on same.</p>
	<p>(iii) Auditors' Comments on (i) or (ii) above: As per our qualification</p>

III.	Signatories: <p style="text-align: right;">For ARSS Infrastructure Projects Ltd.</p>
	<input type="checkbox"/> CEO/Managing Director  Managing Director
	<input type="checkbox"/> CFO 
	<input type="checkbox"/> Audit Committee Chairman 
	<input type="checkbox"/> Statutory Auditor 
	Place: Bhubaneswar
	Date: 27.05.2017