

Date: 10<sup>th</sup> December, 2016

**BSE Limited**  
1st Floor, New Trading Ring,  
Rotunda Building, P.J. Towers,  
Dalal Street, Fort, Mumbai-400001

**National Stock Exchange of India Limited**  
Exchange Plaza, 5th Floor,  
Bandra Kurla Complex,  
Bandra (E), Mumbai-400051

Dear Sir/Ma'am,

**Sub: Unaudited Financial Results for the quarter ended 30<sup>th</sup> September, 2016.**

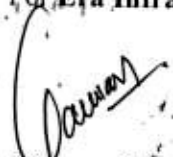
This is to inform you that the Board of Directors of the Company at their meeting held on 10<sup>th</sup> December, 2016; have inter alia, approved the Un-Audited Financial Results of the Company for the quarter ended 30<sup>th</sup> September, 2016 under Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. A Copy of the same along with Limited Review Report is enclosed herewith.

Kindly acknowledge the receipt.

Thanking you,

Yours faithfully,

For Era Infra Engineering Limited

  
(Gaurav Rajoriya)  
Company Secretary

Encl: a/a

Era Infra Engineering Limited  
Registered Office : 1107, Indraprakash Building, 21, Barakhamba Road, New Delhi-110001  
CIN : L74899DL1990PLC041350

**Part-I Statement of Un-audited financial results for the quarter and half year ended September 30, 2016** (Rs in Lakhs)


Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)	
	30-Sep-16	30-Jun-16	30-Sep-15	30-Sep-16	30-Sep-15
1 [a] Revenue from Operations	21,475.75	23,795.98	26,494.48	45,271.73	53,561.86
<b>Total Income from operations</b>	<b>21,475.75</b>	<b>23,795.98</b>	<b>26,494.48</b>	<b>45,271.73</b>	<b>53,561.86</b>
2 <b>Expenses</b>					
[a] Direct Expenses	29,860.29	25,055.82	31,109.97	54,916.11	64,426.09
[b] Employees Cost	1,531.55	1,766.49	2,552.90	3,298.04	5,020.09
[c] Depreciation	4,918.45	4,869.91	4,927.69	9,788.36	9,798.46
[d] Other Expenditure	218.27	1,014.45	1,519.70	1,232.72	3,725.50
<b>Total Expenses</b>	<b>36,528.55</b>	<b>32,706.67</b>	<b>40,110.26</b>	<b>69,235.22</b>	<b>82,970.14</b>
<b>Profit From Operations before other income, finance costs and exceptional items (1-2)</b>	<b>(15,052.80)</b>	<b>(8,910.69)</b>	<b>(13,615.78)</b>	<b>(23,963.49)</b>	<b>(29,408.28)</b>
4 Other Income	148.33	139.81	188.61	288.14	381.63
5 <b>Profit before finance costs and exceptional items (3+4)</b>	<b>(14,904.47)</b>	<b>(8,770.88)</b>	<b>(13,427.17)</b>	<b>(23,675.35)</b>	<b>(29,026.65)</b>
6 Finance Costs	22,920.61	21,599.06	17,472.93	44,519.67	35,700.78
7 <b>Profit after finance costs but before exceptional items</b>	<b>(37,825.08)</b>	<b>(30,369.94)</b>	<b>(30,900.10)</b>	<b>(68,195.02)</b>	<b>(64,727.43)</b>
8 Exceptional Items	-	-	-	-	-
9 <b>Profit Before Tax (7+8)</b>	<b>(37,825.08)</b>	<b>(30,369.94)</b>	<b>(30,900.10)</b>	<b>(68,195.02)</b>	<b>(64,727.43)</b>
10 Tax Expenses	-	-	-	-	-
11 <b>Net Profit after Tax (9-10) (PAT)</b>	<b>(37,825.08)</b>	<b>(30,369.94)</b>	<b>(30,900.10)</b>	<b>(68,195.02)</b>	<b>(64,727.43)</b>
12 Other Comprehensive Income (OCI)	50.07	53.08	73.08	103.15	146.15
13 <b>Total Income Including Other Comprehensive Income (11+12)</b>	<b>(37,775.01)</b>	<b>(30,316.86)</b>	<b>(30,827.02)</b>	<b>(68,091.87)</b>	<b>(64,581.28)</b>
14 Paid Up equity Share Capital (face value of share : Rs. 2 each)	6,631.99	6,631.99	6,631.99	6,631.99	6,631.99
15 <b>Earnings per share (EPS) of Rs. 2 each (non annualized)</b>					
[a] Basic EPS	(11.39)	(9.14)	(9.30)	(20.53)	(19.48)
[b] Diluted EPS	(11.39)	(9.14)	(9.30)	(20.53)	(19.48)

See accompanying notes to the financial results

**Part-II Statement of Assets and Liabilities as at 30th September 2016**

ASSETS	Amount (Rs Lakhs)
(1) <b>Non - current assets</b>	
Property, plant and equipment	1,17,222.29
<b>Financial assets</b>	
-Investment	1,18,122.81
-Loans	2,520.23
Other Financial Assets	17,699.73
(2) <b>Current assets</b>	
Inventories	89,287.75
<b>Financial assets</b>	
-Trade receivables	3,37,168.19
-Cash and cash equivalents	1,016.03
-Bank Balances	6,176.41
-Loans	1,42,851.31
-Other Financial Assets	337.67
Other current assets	
	<b>8,32,402.41</b>
<b>EQUITY AND LIABILITIES</b>	<b>Amount (Rs Lakhs)</b>
(1) <b>EQUITY</b>	
-Equity share capital	6,631.99
-Other equity	(1,21,067.17)
<b>LIABILITIES</b>	
(2) <b>Non - current liabilities</b>	
<b>Financial liabilities</b>	
-Borrowings	4,16,351.01
Provisions	665.57
(3) <b>Current liabilities</b>	
<b>Financial liabilities</b>	
-Borrowings	2,37,578.54
-Other Financial liabilities	2,36,590.55
-Trade Payable	50,124.08
Other current liabilities	5,477.85
Current tax liability	
Provisions	49.99
	<b>8,32,402.41</b>

See accompanying notes to the financial results

  
Era Infra Engineering Limited

Standalone Segment-wise Revenue, Result, Assets and Liabilities in terms of Regulation 33 of the SEBI (Listing Obligations and Other Disclosure Requirements) Regulations, 2015 \*

(Rs in Lakhs)

Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)	
	30-Sep-16	30-Jun-16	30-Sep-15	30-Sep-16	30-Sep-15
<b>1 Segment Revenue</b>					
(a) Contracts	20,866.86	22,648.10	21,438.05	43,514.96	46,024.56
(b) Equipment Hiring	961.18	1,077.56	1,635.36	2,038.74	3,350.59
(c) Trading	533.67	975.33	4,832.86	1,509.00	7,065.71
<b>Total</b>	<b>22,361.71</b>	<b>24,700.99</b>	<b>27,906.27</b>	<b>47,062.70</b>	<b>56,440.86</b>
Less: Inter Segment Revenue	885.94	905.02	1,411.79	1,790.96	2,879.00
<b>Net Segment Revenue</b>	<b>21,475.76</b>	<b>23,795.97</b>	<b>26,494.48</b>	<b>45,271.73</b>	<b>53,561.86</b>
<b>2 Segment Results (Profit/ (Loss) Before Interest and Tax</b>					
(a) Contracts	(13,854.17)	(8,225.46)	(13,791.95)	(22,079.63)	(29,870.62)
(b) Equipment Hiring	(797.06)	(683.07)	(298.30)	(1,480.13)	(517.10)
(c) Trading	15.03	33.83	202.07	48.86	288.46
<b>Total</b>	<b>(14,636.20)</b>	<b>(8,874.70)</b>	<b>(13,888.18)</b>	<b>(23,510.90)</b>	<b>(30,099.26)</b>
Less: i) Interest	22,695.87	21,560.35	17,087.49	44,256.22	34,784.16
ii) Other Un-allocable Expenditure	-	-	-	-	-
iii) Un-allocable income	(148.33)	(139.81)	(188.61)	(288.14)	(381.63)
<b>Profit / (Loss) Before Tax (7+8)</b>	<b>(37,183.73)</b>	<b>(30,295.24)</b>	<b>(30,787.06)</b>	<b>(68,055.26)</b>	<b>(64,501.79)</b>
<b>3 Segment Assets</b>					
(a) Contracts	6,30,725.89	6,45,270.94	6,73,488.40	6,30,725.89	6,73,488.40
(b) Equipment Hiring	83,553.71	85,278.08	86,233.43	83,553.71	86,233.43
(c) Trading	-	-	-	-	-
(d) Other Un-allocable Assets	1,18,122.81	1,18,082.81	1,17,279.18	1,18,122.81	1,17,279.18
<b>Total Assets</b>	<b>8,32,402.40</b>	<b>8,48,631.83</b>	<b>8,77,001.01</b>	<b>8,32,402.40</b>	<b>8,77,001.01</b>
<b>4 Segment Liabilities</b>					
(a) Contracts	8,57,437.04	8,35,053.57	7,73,101.03	8,57,437.04	7,73,101.03
(b) Equipment Hiring	88,725.78	89,525.82	82,703.43	88,725.78	82,703.43
(c) Trading	-	-	-	-	-
(d) Other Un-allocable Liabilities	715.56	768.39	954.65	715.56	954.65
<b>Total Liabilities</b>	<b>9,46,878.37</b>	<b>9,25,347.78</b>	<b>8,56,759.12</b>	<b>9,46,878.37</b>	<b>8,56,759.12</b>

See accompanying notes to the financial results

\* Based on the "management approach" as defined in Ind AS 10B - Operating Segments, the Management evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented alongwith these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

Notes

- The above unaudited results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 10th December 2016. The Statutory Auditors have carried out limited review of the financial results for the quarter ended 30th September, 2016.
- The above results are in compliance with the Indian Accounting Standards (Ind-AS) notified by the Ministry of Corporate Affairs, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.
- As per Regulation 33 of the SEBI (Listing Obligations and Other Disclosure Requirements) Regulations, 2015, the Company has opted to publish standalone financial results. Also, the Company has not presented the equity reconciliation as on March 31, 2016 and the comparative statement of assets & liabilities as on September 30, 2015.
- These Standalone financial statements are the Company's first Ind-AS financial statements. The Company has adopted all the Ind-AS standards and the adoptions were carried out in accordance with Ind-AS 101-First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Sec 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.
- The Auditors of the Company have carried out the limited review of the financial results only for the quarter and half year ended September 30, 2016 and statement of assets and liabilities as on September 30, 2016. Results for the quarter and half year ended 30th September 2015 have been restated to comply with Ind-AS to make them comparable, it has not been subjected to limited review or audit, however the management has exercised necessary due diligence to ensure that financials results provide a true and fair view of company's affairs.
- Reconciliation of Statement of Profit and loss as previously reported under IGAAP to Ind-AS for the quarter ended 30th September, 2015

Particulars	Standalone (Rs in Lakhs)	
	Quarter Ended 30.9.15	Half year ended 30.9.15
Net Profit/(Loss) as per Indian GAAP	(30,787.06)	(64,501.79)
Increase in borrowing cost pursuant to application of effective interest rate method	(39.96)	(79.49)
Reclassification of Net Actuarial gain/(loss) on employee defined benefit obligation to other comprehensive income (net of tax)	(73.08)	(146.15)
<b>Total Profit/(Loss)</b>	<b>(113.04)</b>	<b>(225.64)</b>
<b>Net Profit/(Loss) as per IND AS after tax</b>	<b>(30,900.10)</b>	<b>(64,727.43)</b>

*Signature*  


- 7 In view of no reasonable certainty of recovery of losses, deferred tax assets provision has not been recognized.
- 8 With respect to emphasis of matter & qualified opinion as given by Statutory Auditors in the prior annual audit report, limited reviews and annual audit report for the year ended 31st March, 2016. Status of which as follows:
- a. The management is in the process to obtain new contracts. Further the management is in the process of realising the pending dues by way of arbitration and other possible methods of amicable settlement to revive the financial position/ improvement in the profitability and in view of this the going concern has not impacted. In some cases, the Company has invoked arbitration proceedings/ filed claims as prescribed in most of the projects undertaken by the Company.
  - b. The management is taking steps to minimize the litigations by way of settling the liabilities of the complainants.
  - c. The management is analyzing/ reconciling the outstanding trade receivables and take appropriate measures to recover by way of arbitration/legal proceeding.
  - d. The management is in the process of discussions/ reconciliation with suppliers/ contractors to comply with the supply of material and execute the work at site to settle the advances.
  - e. The management is considering to devise a programme for verification of Work in Progress.
  - f. Diminution has not been considered for all road projects (BOT/Annuity) in subsidiaries' and associates are in progress and long term in nature.
  - g. Previously, due to financial constraints and mismatch of cash inflow, there has been a delay in depositing the statutory dues. Now the Company is trying comply to its obligations within the prescribed period.
  - h. Due to financial constraints, the Company was unable to meet its interest obligations and lender dues. The Company is carrying out its business as per the CDR mechanism.
  - i. The Company is in process of complying with secretarial non compliances.
  - j. The Company is in the process of identifying the MSME suppliers and has sent written representations to its suppliers to confirm whether or not they are registered under the MSME Act, 2006 still company awaiting reply from them.
  - k. The other points of the auditors which have not been addressed in the above paras are self-explanatory and no further clarification is necessary.
- 9 Figures relating to previous period have been regrouped /rearranged, whenever necessary, to make them comparable with those of current quarter /period

Place : Noida  
Date : 10th December 2016

For and on behalf of the board of directors

HS Bharana  
Chairman & Managing Director



**Limited Review Report on Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To Board of Directors of

**ERA Infra Engineering Limited**

We have reviewed the accompanying standalone statement of unaudited financial results of **ERA Infra Engineering Limited** for the quarter and half year ended on 30.09.2016 and Statement of Assets and Liabilities as at 30.09.2016 being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 34' Interim Financial Reporting ("IND AS 34") prescribed under Section 133 of The Companies Act, 2013 read with relevant rules issued thereunder and other accounting principle generally accepted in India. Our responsibility is to issue a report on these financial results based on our review. The results for the quarter ended 30<sup>th</sup> June, 2015 and half year ended 30<sup>th</sup> September, 2015 has not been subjected to limited review, however the management has exercised necessary due diligence to ensure that financial result provided a true and fair view of company's affairs.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We believe that our review provides a reasonable basis for in continuations of our **qualified opinion** which was reported in the year ended 31<sup>st</sup> March, 2016 which has been incorporated as below. Based on review of quarter ending September, 2016, we have updated the status, accordingly.

1. *Based on the Standard of Auditing (SA) 570, 'Going Concern' issued by the Institute of Chartered Accountants read with section 143 of the Companies Act, 2013 the going concern of Company is impacted in view of certain major indicators mentioned therein and listed here – in below from serial no. 2 onwards.*



2. *The Company has been incurring losses from prior years including in the current quarter due to which the entire net worth of the Company had been eroded as reported in March, 2016. The accumulated losses of Rs. 223259.55 Lakhs are more than the entire net-worth as on 30.09.2016.*
3. *The Company is contesting material litigations against it including winding up petitions and matters under section 138 of the Negotiable Instruments Act, 1881 as amended thereto.*
4. *Out of the total trade receivables of Rs.346201.18 Lakhs as on 30.09.2016 Rs. 140686.22 Lakhs are outstanding from the period prior to 01.04.2014;*
  - a. *These are slow moving as partly received or non-moving as no movement due to delay in obtaining confirmation and subsequent reconciliation. In some cases invoices raised by the Company are to be recognised by these customers which includes joint ventures, associates and other related parties;*
  - b. *The management is of the opinion that as the Company has*
    - (i) *filed arbitration in some cases, &*
    - (ii) *undertaken confirmation and reconciliation process along-with of its dues/claims in other than arbitration cases.*
    - (iii) *been continuously updating the documentation, it is not appropriate to make any provision at this point of time which may dilute the recovery of these receivables. Provisions in the books of accounts will be made at the time of finalization of matters;*
5. *Out of the total 'Other short term loans & advances' of Rs. 124720.83 Lakhs as on 30.09.2016 (excluding claims for invocation of Bank Guarantee), and in most of the cases the balances are outstanding from the period prior to 01.04.2014. Based on updated document regarding the terms & conditions and written confirmation, it cannot be ascertained whether the amounts will be recovered or goods & services will be received in future. Management is of the view that ongoing confirmation and reconciliation process is under progress and shall make further provision only on completion of the process including as provided under the applicable laws.*
6. *As mentioned above in paragraph 5, a claim of Rs. 4362.25 lakhs for the quarter under review and Rs 16634.06 Lakhs for the half year ended under review, pertains to invocation of Performance and other Bank Guarantees are receivable due to noncompliance of terms & conditions of the contract. The management has initiated the legal process for recovery of the said claim.*



7. A sum of Rs.17033.35 Lakhs as on 31<sup>st</sup> March, 2016 under Capital advances is outstanding since long. The management has initiated the process of recovery of the amount of loans & advances or receipt of goods & services there – against.
8. During the year, the company is developing a program for physical verification of work -in progress, of Rs. 62696.93 Lakhs recognised in books as on 30.09.2016. On completion of physical verification & post reconciliation with the records, discrepancies will be written off. For raw material & other inventory management has completed the physical verification, is under process of reconciling the difference and discrepancies will be written off on completion of such reconciliation.
9. The Company has made investments in securities, non – current & current, of / through its subsidiaries, associates, Joint ventures & group companies. In case of two associates Gwalior bypass projects limited & Hyderabad Ring Road Projects Private Limited, considering the accumulated losses in these and in others, the management is of view since these investee entities business is toll / annuity based which has a long gestation period, & also arbitration claims will be filed, the impairment, if any, is considered to be temporary in nature.
10. There is delay in deductions & deposit of statutory dues including VAT, service - tax, excise & customs duty, income tax, royalty, labour cess, entry tax, provident fund etc. & other similar dues, returns and forms. Provisions of interest on delay of these have not been recognised & exact quantum is not determinable, as delay on overall basis and for the quarter under review, reconciliations are under progress.
11. Based on inadequate security cover, prior approval of CDR EG before sale of assets etc., and other non-compliances of CDR terms & conditions still continues as already reported in earlier periods.
12. The loans provided by lenders under consortium have been reclassified as Non-Performing Assets (NPA) by all the Lenders.
13. For earlier non-compliances the Company is in the process of complying with the relevant provisions of the Companies Act 2013 & the SEBI Act, 1992, as amended, with respect to, quorums, meetings of Board of Directors, various committees, submission & publication of quarterly results, filing of various forms & declarations, compliance with listing regulations etc.
14. Compliance & records relating to the related parties are being updated. MGT - 14 relating approval of Board of Directors for issue of debentures is still pending. The appointment of woman director & common director to material subsidiaries, is under progress.
15. The stock exchanges have levied a penalty of Rs. 33.22 Lakhs for non-publishing & filing of results of quarter ended 30<sup>th</sup> June & 30<sup>th</sup> September-2015 on time. Management expects it to be waived off.



16. The observations on report of Companies Auditor's Report Order( CARO),2016 ,para 7(a) as on 31<sup>st</sup> March, 2016 are as:

(a) The undisputed amount of statutory dues including Provident fund, ESI, VAT, WCT, TDS, Service tax etc. more than six month old as on 31.03.2016 are Rs. 3746.82 Lakhs, as stated during the quarter.  
The final amounts will be disclosed on annual audit.

(b) The managerial remuneration in case of respected Chairman & Managing Director (CMD) is excess as per the approval of central government. As per management there is some typographic error in the approval letter, for which clarification has been sought & expect to be corrected soon.  
The necessary clarifications have not been received as yet.

In our opinion and to the best of our information and according to the explanations given to us except for the possible effects of the matters described in the aforesaid paragraphs 1 to 16 for our basis of qualified opinion, these quarterly and half yearly financial results and statement of assets and liabilities , 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 Accounting Standard AS-34 'Interim Financial Reporting' ("IND AS 34") [notified pursuant to the Companies (Accounting Standards) Rules, 2015 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S. S. Kothari Mehta & Co.  
(Chartered Accountants)  
Firm Registration No.: 000756N



  
(Neeraj Bansal)

Partner

Membership No.: 095960

Date: 10<sup>th</sup> December, 2016

Place: Noida