

JHARKHAND ROAD PROJECTS IMPLEMENTATION COMPANY LIMITED
Regd. Office: 443/A, Road No. 5, Ashok Nagar, Ranchi - 834002 Tel. + 91 651 2247410
Fax: + 91 651 2240952
CIN: U45200JH2009PLC013693

August 13, 2024

To,
National Stock Exchange of India Limited
'Exchange Plaza', Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051

Kind attention: **Vice President - Listing Department.**

Re: Outcome of Board Meeting held on August 13, 2024

Ref: Listed, Rated, Redeemable, Secured, Non-Convertible Debentures ("NCD")

Dear Sir / Madam,

Pursuant to the provisions of Regulation 52 read with Part B of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that Board of Directors of **Jharkhand Road Projects Implementation Company Limited** at its meeting held on August 13, 2024 *inter alia* considered and approved the Unaudited Financial Results along with the Limited Review Report of Auditors for the quarter ended June 30, 2024 and in this regard please find attached herewith the abovementioned documents.

Please note the Board Meeting commenced at around 3:50 p.m. and concluded at 4:07 p.m.

You are requested to take the same on record.

For **Jharkhand Road Projects Implementation Company Limited**

Ravi Praveen Kumar
Director
DIN: 09452074

Jharkhand Road Projects Implementation Company Limited

Registered Office : 443/A , Road No 5 , Ashok Nagar , Ranchi -834002.

<http://www.itnlindia.com/JRPICL-SPV.aspx>

CIN: U45200JH2009PLC013693

Statement of Financial Results for the quarter ended June 30, 2024

(Rs. in Lakhs)

	Particulars	Quarter ended			Year ended
		June 30, 2024	Mar 31, 2024	June 30, 2023	Mar 31, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations				
	(a) Revenue from operations	7,622	7,727	10,479	34,395
	(b) Other income	30	82	353	669
	Total income	7,652	7,809	10,831	35,064
2	Expenses				
	(a) Construction Costs	-	-	-	-
	(b) Operating expenses	1,350	1,408	3,679	8,352
	(c) Employee benefits expense	8	3	10	34
	(d) Finance costs (net)	3,623	3,602	3,879	14,689
	(e) Modification Loss (Refer note 12 below)	1,013	10,248	2,491	20,044
	(f) Expected Credit Loss	-	-	-	-
	(g) Depreciation and amortisation expense	-	-	0	0
	(h) Other expenses	135	350	108	622
	Total expenses	6,129	15,612	10,167	43,741
3	Profit before Tax	1,522	(7,803)	665	(8,677)
4	Less : Tax expense				
	(1) Current Tax	-	-	-	-
	(2) Deferred Tax	-	-	-	-
5	Net profit after tax for the period/year	1,522	(7,803)	665	(8,677)
6	Other Comprehensive Income / (Expense) (after tax)	-	-	-	-
7	Total comprehensive income (after tax)	1,522	(7,803)	665	(8,677)
8 i	Paid-up equity share capital (face value - ₹ 10 per share)	25,950	25,950	25,950	25,950
8 ii	Paid-up Debt Capital	1,77,132	1,74,725	1,67,620	1,74,725
9	Net worth	(24,906)	(26,428)	(17,086)	(26,428)
10	Debenture Redemption Reserve	11,409	11,409	11,409	11,409
11	Earnings per share (of ₹ 10/- each) : (*Not annualised):				
	(a) Basic	0.06*	-0.3*	0.26*	(3.34)
	(b) Diluted	0.06*	-0.3*	0.26*	(3.34)
12	Ratios				
	(a) Debt/Equity Ratio (number of times)	(7.11)	(6.61)	(9.81)	(6.61)
	(b) Debt Service Coverage Ratio (DSCR) (number of times)	-	-	0.29	1.60
	(c) Interest Service Coverage Ratio (ISCR) (number of times)	-	-	1.81	1.88
	(d) Assets Coverage Ratio (ACR) (number of times)	1.37	1.35	1.43	1.35
	(e) Current Ratio (number of times)	1.53	1.31	0.17	1.31
	(f) Long term debt to working capital	4.56	8.81	4.21	8.81
	(g) Bad debts to account receivable ratio (number of times)	-	-	-	-
	(h) Current liability ratio (number of times)	0.06	0.05	0.05	0.05
	(i) Total debts to total assets (number of times)	1.08	1.10	1.06	1.10
	(j) Debtors turnover (number of times)	-	-	-	-
	(k) Inventory turnover	-	-	-	-
	(l) Operating Margin (in %)	80.41%	77.21%	63.76%	73.81%
	(m) Net Profit Margin (in %)	19.89%	-99.92%	6.14%	-24.75%
	See accompanying Notes 1 to 13 to the financial results				

Notes to the Financial Results for quarter ended June 30, 2024

- 1 The above financial results of the Company has been approved by the Board of Directors at their meeting held on August 13, 2024 and has been reviewed by the Statutory Auditor of the Company
- 2 All secured borrowings obtained by the Company are covered under a pari-passu first charge in favour of the Debenture Trustee on the project assets and all tangible and intangible assets, including but not limited to rights over the project site, project documents, financial assets such as receivables, cash, investments, insurance proceeds, etc.
- 3 Contractors for three projects have raised claims totaling Rs. 60,956 lakhs against the Company, which has counterclaimed Rs. 39,418 lakhs. The Arbitral Tribunal has issued awards for all three projects. In the CKC Project, claims by and against the Company were dismissed, but the contractor has challenged this in the High Court of Jharkhand, Ranchi. The awards for the RRR and AK Projects were unfavorable to the Company and have been challenged. The RRR Project is pending before the Delhi High Court and NCLAT, while the AK Project is pending before the High Court of Jharkhand, Ranchi and NCLAT
- 4 The Company is engaged in the business of setting up of infrastructure facility by way of development of infrastructure projects, operation and maintenance of infrastructural facilities. As such, all activities undertaken by the Company are incidental to the main business. There are no separate reportable business segments as per IND AS 108 on "Operating Segment".
- 5 The Company has a negative net worth of Rs 24,906 Lakhs as of June 30, 2024. The New Board of IL&FS has invited bids for divestment of its entire stake held by IL&FS and ITNL in the Company. Management believes, though there has been delay in receipt of annuities from the Authority aggregating Rs 81,352 lacs, the same will be streamlined in near future. Accordingly, management believes that use of the going concern assumption for preparation of these financial results is appropriate.
- 6 In accordance with the principles of IND-AS 109, Modification loss of Rs. 1013.20 lakhs (Previous period: modification loss of Rs. 2,490.62 lakhs) was recorded due to delay in receipt of annuities and increased in estimated cost of major maintenance
- 7 In April 2023, IL&FS filed affidavit with NCLT to maintain the "Red entity" categorization of the Company considering the award of arbitrations against the Company for claims filed by the contractors. However, on May 11, 2023, the NCLT ordered the Company to be declared a "Green entity" once again. As a result, principal and interest due on October 22, January 23 and April 23 was paid on May 26, 2023. The Company was unable to make the payment of interest and principal due on July 20, 2023, October 20, 2023, January 20, 2024 & July 20, 2024 as no annuities were received during the period ended June 30, 2024. Given the circumstances, the Company has submitted a new application to the NCLAT seeking the reclassification of the entity as a "Red entity." w.e.f July 01, 2023. This application is currently pending adjudication. Additionally, WP No. 3029 has been filed by the company for the release of annuity payments from the Government of Jharkhand as per the Concession Agreement for road projects in Jharkhand
- 8 The Ministry of Corporate Affairs (MCA), Government of India, has vide its letter dated October 1, 2018 initiated investigation by Serious Fraud Investigation Office (SFIO) against IL&FS (ultimate holding company) and its group companies under Section 212 (1) of the Companies Act, 2013. As a part of investigation of affairs of ITNL (the Holding Company), SFIO has also been seeking from ITNL various information including relating to project undertaken by the Company (for which ITNL acted as Development Contractor and promoter). The investigation is in progress and it is understood that the relevant information is being provided by ITNL to the agency. At this stage, no material impact/ implications had arisen from the aforesaid developments. However, an uncertainty relating to the future outcome of the regulatory actions is not determinable at this stage.
- 9 The Company is not in compliance with the applicable provisions of the Companies Act 2013 and SEBI (LODR) Regulations, 2015, pertaining to appointment of KMP Company Secretary and Compliance Officer. The Management with its best estimates has identified the potential financial implications and accordingly the same has been disclosed in the financial statement.
- 10 No complaints were recorded during the period and no complaint is pending as on June 30, 2024
- 11 Net worth as per Listing Regulations means net worth as defined in sub-section (57) of section 2 of the Companies Act, 2013.
- 12 Details of Credit Rating:
Non-convertible debentures ("NCDs"): CARE D INC, CRISIL D and India Rating IND D.
- 13 Figures for the previous period /year have been regrouped, reclassified where necessary, to confirm to the classification of the current period

Place: Mumbai
Date: 13th August 2024

For and on behalf of the Board

Ravi Praveen
Kumar

Digitally signed by Ravi
Praveen Kumar
Date: 2024.08.13 16:09:44
+05'30'

Director
Ravi Praveen Kumar
DIN: 09452074

NAGESWARA
RAO CHENCHU
GORANTLA

Digitally signed by
NAGESWARA RAO
CHENCHU GORANTLA
Date: 2024.08.13
16:21:45 +05'30'

F-7 Laxmi Mills
Shakti Mills Lane (Off Dr E Moses Rd)
Mahalaxmi Mumbai 400 011 India
Tel : 91 22 2493 2502 / 6655 1770
Fax : 91 22 6655 1774
Grams : VERIFY
www.KSAiyar.com
Mail@KSAiyar.com

LIMITED REVIEW REPORT TO BOARD OF DIRECTORS OF JHARKHAND ROAD PROJECs IMPLEMENTATION COMPANY LIMITED ON THE QUARTERLY UNAUDITED STANDALONE FINANCIAL RESULTS, PURSUANT TO THE REGULATION 52 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

1. We have reviewed the accompanying statement of unaudited standalone financial results of M/s JHARKHAND ROAD PROJECTS IMPLEMENTATION COMPANY LIMITED ("the Company") for the quarter ended June 30, 2024 (the "Statement"). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the standards 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.

Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statements of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards described under Section 133 of Companies Act, 2013 read with the relevant rules issued there under and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

We draw attention to the following matters:

- i) We refer to Note No. 5 to the financial results. The Company has a negative net worth of Rs 24,906 Lakhs as of June 30, 2024. The New Board of IL&FS has invited bids for divestment of its entire stake held by IL&FS and ITNL in the Company. Management believes, though there has been delay in receipt of annuities from the Authority aggregating Rs 81,352 lacs, the same will be streamlined in near future. All these factors indicate and cast a doubt about the Company's ability to continue as a 'Going Concern'. However, management has continued to prepare financial statements on a 'Going Concern' basis for the reasons detailed in note no. 5.

Our conclusion is not modified in respect of the above matter.

- ii) We draw your attention to Note no. 7 to the financial results wherein it is mentioned that, In April 2023, IL&FS filed affidavit with NCLT to maintain the "Red entity" categorization of the Company considering the award of arbitrations against the Company for claims filed by the contractors. However, on May 11, 2023, the NCLT ordered the Company to be declared a "Green entity" once again. As a result, principal and interest due on October 22, January 23 and April 23 was paid on May 26, 2023. The Company was unable to make the payment of interest and principal due on July 20, 2023 , October 20, 2023 ,Janaury 20, 2024 & July 20, 2024 as no annuities were received during the period ended June 30, 2024. Given the circumstances, the Company has submitted a new application to the NCLAT seeking the reclassification of the entity as a "Red entity." w.e.f July 01, 2023. This application is currently pending adjudication. Additionally, WP No. 3029 has been filed by the company for the release of annuity payments from the Government of Jharkhand as per the Concession Agreement for road projects in Jharkhand

Our conclusion is not modified in respect of the above matter.

- iii) We draw your attention to Note no. 8 to the financial results wherein it is mentioned that, The Ministry of Corporate Affairs (MCA), Government of India, has vide its letter dated October 1, 2018 initiated investigation by Serious Fraud Investigation Office (SFIO) against IL&FS (ultimate holding company) and its group companies under Section 212 (1) of the Companies Act, 2013. As a part of investigation of affairs of ITNL (the Holding Company), SFIO has also been seeking from ITNL various information including relating to project undertaken by the Company (for which ITNL acted as Development Contractor and promoter). The investigation is in progress, and it is understood that the relevant information is being provided by ITNL to the agency. At this stage, no material impact/ implications had arisen from the aforesaid developments. However, an uncertainty relating to the future outcome of the regulatory actions is not determinable at this stage.

Our conclusion is not modified in respect of the above matter.

K.S AIYAR & CO.

CHARTERED ACCOUNTANTS

- iv) We draw your attention to Note no. 9 to the financial results wherein it is mentioned that, the Company is not in compliance with the Companies Act 2013 & LODR, as applicable to the Company. This non-compliance pertains to appointment of Company Secretary and Compliance Officer. Management with its best estimates has identified the potential financial implications and accordingly made provision for the same in financial statement.

Our conclusion is not modified in respect of the above matter.

For K. S. Aiyar & Co
Chartered Accountants
Firm's Registration No.100186W
UDIN: 24206784BKASZC3090
NAGESWARA Digitally signed by
NAGESWARA RAO
RAO CHENCHU CHENCHU GORANTLA
GORANTLA Date: 2024.08.13
16:21:08 +05'30'
G C NageswaraRao
Partner
M.No.206784
Place: Hyderabad
Date: 13.08.2024