

Independent AUDITOR'S Report on the QUATERLY and ANNUAL Standalone Financial Results of RKEC Projects Ltd (the Company) for the Quarter and year ended March 31 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of RKEC Projects Ltd

Report on the AUDIT of the Standalone Financial Results

### Opinion

We have audited the accompanying statement of quarterly and annual standalone financial results of RKEC PROJECTS Limited ("the Company"), for the quarter and year ended March 31 2024 ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement read with notes therein:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income for the quarter ended March 31, 2024, net profit and other comprehensive income for the year ended March 31, 2024 and other financial information of the Company for the quarter and year ended March 31, 2024.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Management's Responsibilities for the Standalone Financial RESULTS**

The Statement has been prepared on the basis of the annual standalone financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and Completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

## **AUDITOR'S Responsibilities for the AUDIT of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of user stake non the basis of these Statement.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of OUR audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

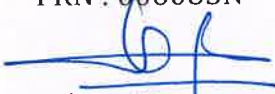
We also provide those charged with governance with a statement that we have complied with relevant ethical Requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date-figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our conclusion on the Statement is not modified in respect of the above matters.

For SARC & Associates  
Chartered Accountants  
FRN : 006085N



(Akula Chandra Sekhary)  
Founder Partner  
M No. 206704



Place: Visakhapatnam  
Date: 23<sup>rd</sup> May 2024

UDIN: 24206704BkBM SR7412





## RKEC Projects Limited

Registered office 10-12-1 ,3rd floor Rednam Alcazar , Redbam Gardens oppsbi main branch, Visakhapatnam-530002

### Audited Standalone Financial Results for the Year ended 31st Mar 2024

#### Statement of Profit and Loss Rupees in lacs

Sl. No.	Particulars	For The Quarter ended				For the Year Ended	
		31.03.2024	Audited	31 st Dec 2023 Un Audited	31.03.2023 Audited	31.03.2024 Audited	31.03.2023 Audited
1	Revenue from Contracts		14,011.63	11,730.40	9,886.72	34,108.98	29,996.83
2	Other Income		244.92	9.31	12.70	358.03	371.19
3	Total (1+2)		14,256.55	11,739.71	6,754.78	34,467.00	30,368.02
4	Expenses						
	a) Operating expenses		11,390.22	8,619.40	5,781.44	24,890.18	20,988.68
	b) Impairment of Financial Instruments						
	c) Employee Benefit expenses		627.25	533.72	588.45	2,162.64	1,813.91
	d) Finance Costs		472.56	428.07	749.95	1,457.86	1,438.00
	e) Depreciation and amortisation expenses		206.36	206.33	158.25	811.64	497.28
	f) Other expenses		693.58	529.12	1,559.19	2,330.76	2,939.25
	Total exepeses (4)		13,389.97	10,316.63	8,837.28	31,653.08	27,677.11
5	Profit before exceptional items (3-4)		866.58	1,423.07	1,062.15	2,813.93	2,690.91
6	Exceptional Items			-			
7	Profit before Tax (5-6)		866.58	1,423.07	1,062.15	2,813.93	2,690.91
8	Tax expenses						
	(a) Current Tax		186.49	379.15	973.95	699.99	1,391.57
	(a) Deferred Tax		134.98	-28.45	80.89	127.32	86.06
	Total Tax Expenses		321.47	350.70	1,054.84	827.31	1,477.63
9	Profit for the year (7-8)		545.11	1,072.37	7.31	1,986.62	1,213.28
10	Other Comprehensive Income , net of income Tax			-	16.88		16.88
(a) (i)	Items that will not be reclassified to profit or loss						
(ii)	Income tax relating to Items that will not be classified to profit or loss						
(b) (i)	Items that will be reclassified to profit or loss						
(ii)	Income tax relating to Items that will be classified to profit or loss						
	Total other comprehensive Income, net of income tax						
11	Total Comprehensive Income / (loss) for the period (9+10)		545.11	1,072.37	24.18	1,986.62	1,230.16
12	Paid up Equity Share capital (Face value of Rs. 10 each)		2,399.00	2,399.00	2,399.00	2,399.00	2,399.00
13	Paid up debt capital/ Outstanding debt	Nil		Nil	Nil	Nil	Nil
14	Earning per share						
	(1) Basic (In Rs.)		2.27	4.47	0.10	8.28	5.13
	(2) Diluted ( In Rs.)		3.95	4.47	0.10	8.28	5.13

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner  
Membership No. 206704

UDIN: 24206704BKBSHS57412

Dt:23-05-2024  
Visakhapatnam



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

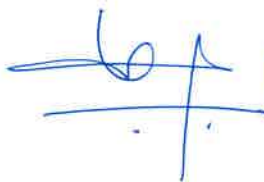
G.Radhakrishna  
Chairman  
DIN : 00073080

R. Jayachandran  
Managing Director /CFO  
DIN: 09263976

Deepika Rathi  
Company Secretary



<b>RKEC PROJECTS LIMITED</b>					
<b>RKEC PROJECTS LTD AUDITED STANDALONE BALANCE SHEET AS AT 31-03-2024</b>					
<b>Amount in Lacs</b>					
Particulars	Note. No.	Figures as at 2024	31-03-	Figures as at 2023	31-03-
<b>ASSETS</b>					
<b>Non- Current Assets</b>					
a) Property, Plant and Equipment	2	5,346.19		5,410.68	
b) Capital Work-in-Progress		2,782.74		919.85	
c) Investment Property		-		-	
d) Goodwill		-		-	
e) Other Intangible Assets	3	-		0.02	
f) Intangible Assets under Development		-		-	
e) Biological Assets other than Bearer Plants		-		-	
h) Financial Assets		-		-	
i) Investments	4	-		-	
ii) Trade Receivables		-		-	
iii) Loans		-		-	
iv) Others (to be specified)		-		-	
i) Deferred tax Assets	5	-		46.45	
j) Other Non- Current Assets		-		-	
		<b>8,128.93</b>		<b>6,377.00</b>	
<b>Current Assets</b>					
a) Inventories	6	11,062.00		9,247.44	
b) Financial Assets		-		-	
i) Investments		-		-	
ii) Trade Receivables	7	17,537.54		16,074.58	
iii) Cash and cash equivalents	8	606.20		671.70	
iv) Bank balances other than (iii) a	9	2,745.61		2,089.07	
v) Loans	10	210.64		198.47	
vi) Others (to be specified)		-		-	
c) Current tax Assets (Net)		-		-	
d) Other Current Assets	11	2,757.65		3,845.55	
		<b>34,919.63</b>		<b>32,126.80</b>	
<b>Total Assets</b>		<b>43,048.56</b>		<b>38,503.81</b>	





**RKEC Projects Limited**

PAN : AACCR9682A

<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
a) Equity Share Capital	12		2,399.06	2,399.06
b) Other Equity	13		14,443.89	12,457.27
			<b>16,842.95</b>	<b>14,856.33</b>
<b>Liabilities</b>				
<b>Non- Current Liabilities</b>				
a) Financial Liabilities				
i) Borrowings	14		4,032.43	4,286.27
ii) Trade Payables			-	-
iii) Other Financial Liabilities (other than those specified in item (b) above, to be specified)			-	-
b) Provisions	15		147.33	150.44
c) Deferred tax Liabilities (Net)			80.86	-
d) Other Non- Current Liabilities			-	-
			4,260.62	4,436.70
<b>Current Liabilities</b>				
a) Financial Liabilities				
i) Borrowings	16		9,866.01	6,836.37
ii) Trade Payables	17		7,739.12	7,405.81
iii) Other Financial Liabilities (other than those specified in item (C))	18		1,129.00	498.43
b) Other Current Liabilities	19		2,613.39	3,468.71
c) Provisions	20		597.46	1,001.44
d) Current tax Liabilities (Net)			-	-
			<b>21,944.98</b>	<b>19,210.77</b>
<b>Total Equity and Liabilities</b>			<b>43,048.56</b>	<b>38,503.81</b>

See accompanying notes to financial statements

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In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner  
Membership No. 206704

UDIN: 24206704 D1C BM 357412

Dt:23-05-2024

Visakhapatnam

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

G.Radhakrishna  
Chairman  
DIN : 00073080

R. Jayachandran  
Managing Director /CFO  
DIN: 09263976

Deepika Rathi  
Company Secretary

**RKEC Projects Limited**

PAN : AACCR9682A

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002  
M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com



**RKEC PROJECTS LIMITED**

**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 23.03.2024**

Amount in Lacs

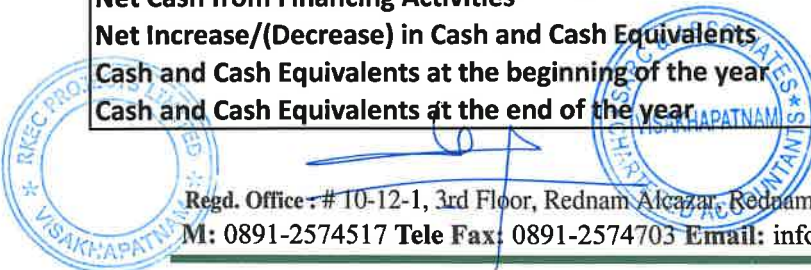
Particulars	Figures as at 31-03-2024	Figures as at 31-03-2023
<b>Cash flow from Operating Activities</b>		
Profit before Tax	2,813.93	2,713.47
<b>Adjustments for</b>	-	-
Depreciation	811.64	497.28
Loss/(Profit) from Joint Venture	-	-
Loss/(Profit) on Sale of Fixed Assets	-	-
Interest Expense	1,457.86	1,438.00
Interest Income	-158.57	-204.72
<b>Operating Profit before Working Capital changes</b>	<b>4,924.86</b>	<b>4,444.03</b>
<b>Adjustments for</b>	-	-
Increase/(Decrease) in Trade Payables	333.31	2,591.32
Increase/(Decrease) in Long Term Provisions	-3.11	13.10
Increase/(Decrease) in Short Term Provisions	-403.98	693.03
Increase/(Decrease) in Other Financial Liabilities	630.57	123.77
Increase/(Decrease) in Other Current Liabilities	-855.32	581.69
(Increase)/Decrease in Trade Receivables	-1,462.96	-1,324.10
(Increase)/Decrease in Inventories	-1,814.56	-1,937.82
(Increase)/Decrease in Short Term Loans and Advances	-12.17	-40.17
(Increase)/Decrease in Other Current Assets	1,087.91	-2,119.25
(Increase)/Decrease in Deferred Tax Assets	127.32	86.06
<b>Cash (used) in/generated from Operations</b>	<b>2,551.86</b>	<b>3,111.66</b>
Income Taxes paid	-827.31	-1,483.31
<b>Net Cash from Operating Activities</b>	<b>1,724.56</b>	<b>1,628.35</b>
<b>Cash Flow from Investing Activities</b>	-	-
Purchase of Fixed Assets, including Intangible Assets, CWIP and Capital Advances	-747.12	-1,760.29
CWIP	-1,862.90	-914.97
Investment in Joint Venture	-	-
Profi/(Loss) from Joint Venture	-	-
Proceeds from Sale of Fixed Assets	-	1,066.10
Bank Balances not considered as Cash and Cash Equivalents	-656.54	1,907.10
Interest Received	158.57	204.72
<b>Net Cash from Investing Activities</b>	<b>-3,107.99</b>	<b>502.65</b>
<b>Cash Flow from Financing Activities</b>	-	-
Proceeds from (Repayment of) Long Term Borrowings	-253.84	-608.07
Proceeds from (Repayment of) Short Term Borrowings	3,029.64	-2,012.75
Dividend(Interim) paid during the year (including Dividend Distribution Tax)	-	-
Interest Paid	-1,457.86	-1,438.00
<b>Net Cash from Financing Activities</b>	<b>1,317.94</b>	<b>-4,058.82</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>-65.50</b>	<b>-1,927.81</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>671.70</b>	<b>2,599.51</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>606.20</b>	<b>671.70</b>

**RKEC Projects Limited**

PAN : AACCR9682A

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002

M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com







Notes:

- 1 The Audited Financial statements for the Year ended 31st Mar 2024 have been reviewed and recommended by the Audit committee at its meeting held on 23 rd May, 2024. The Statutory Auditor has given their report on the Audited Financial for the Year ended 31 st Mar 2024 which reviewed by the audit committee and the board on 23rd May 2024.
- 2 The statutory auditors have carried out an un Audit of the standalone financial results as required under Regulation 33 of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.
- 3 The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax and remeasured its deferred tax assets and liabilities, basis the rate prescribed in the said section.
- 4 There is a common CODM assesses the internal reports of all the projects that the company is undertaking and accordingly the resource allocation and the key decisions are being handled. Also that there is a commonality involved in all the projects that the company is undertaking with respect to the nature of the work, technicality involved, expertise etc., In view of the same, no separate reportable segments are identified by the Management for the purpose of reporting in the Financial statements.
- 5 The figures for the quarter ended Mar 31st, 2024 are the balancing figures between audited figures for Year Ended March 31, 2024 and the unaudited figures for the quarter Ended 31st Dec, 2023
- 6 The figures for the previous period have been regrouped / rearranged where ever consider necessary to confirm current period classification.
- 7 Contingent Liabilities As on 31st March 2023: As per Audited Financials contingent liabilities was Rs.27.56 cr. The company got a favorable order in appeal against VAT/Services Tax Rs 9.37 Cr. Further a favorable order from CESTAT a sum of Rs. 9.37 cr & Favourable order in appeal relating to Service Tax Rs 5.92 cr. There is a reduction in the contingent liabilities to the tune of 24.66 cr as on 31st Mar 202. This is a positive point towards credit rating / financial positive strength and borrowing powers for the company.

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N  
Chandra Sekhar Akula  
Partner  
Membership No. 206704



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

G.Radhakrishna  
Chairman  
DIN : 00073080



R.Jayachandran  
Managing Director /CFO  
DIN: 09263976  
Deepika Rathi  
Company Secretary

UDIN: 24206704BKBN87412  
Dt:23-05-2024  
Visakhapatnam

Independent AUDITOR'S Report on the QUATERLY and ANNUAL Consolidated Financial Results of RKEC Projects Ltd (the Company) for the Quarter and year ended March 31 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of RKEC Projects Limited

Report on the AUDIT of the Consolidated Financial Results

### **Opinion**

We have audited the accompanying statement of quarterly and annual Consolidated financial results of RKEC Projects Ltd ("the Company") and its subsidiary and also its Associate Companies (the Company and its subsidiary along with Associate Company together referred to as "the Group"), for the quarter and year ended March 31 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement read with notes therein:

- i. includes the results of the subsidiary and associates given above;
- ii. is presented in accordance with the requirements of the Listing Regulations in this regard and
- iii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income for the quarter ended March 31, 2024, net profit and other comprehensive income for the year ended March 31, 2024 and other financial information of the Company for the quarter and year ended March 31, 2024.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of

Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Management's Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the Consolidated annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurements principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities: selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors, as aforesaid.

In preparing the Statement, respective board of directors are responsible for assessing the group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibilities for the AUDIT of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of User stake on the basis of these Statement.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit.



We also:

Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of board of director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Statement, including the Disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic Decisions of a reasonably knowledge able user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.

We communicate with those charged with governance of the company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



## Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our conclusion on the Statement is not modified in respect of the above matters.

For SARC & Associates  
Chartered Accountants  
FRN : 006085N

  
(Akula Chandra Sekhar)  
Founder Partner  
M No. 206704



Place: Visakhapatnam  
Date: 23<sup>rd</sup> May 2024

UDIN: 24206704 BK BM SC 9435

**RKEC Projects Limited**

Registered office 10-12-1 ,3rd floor Rednam Alcazar , Redbam Gardens oppsbi main branch, Visakhapatnam-530002

**Consolidated Financial Results for the Qtr ended 31st Mar 2024****Statement of Profit and Loss****Rupees in lacs**

Sl. No.	Particulars	For The Quarter ended			For the Year Ended	
		31.03.2024 Audited	31 st Dec 2023 Un Audited	31.03.2023 Audited	Year ended 31st March 2024 Audited	Year ended 31st March 2023 Audited
1	Revenue from Operations	15,133.25	10,603.26	6,740.29	35,277.32	30,034.03
2	Other Income	247.95	9.31	30.71	361.06	389.20
3	Total (1+2)	15,381.21	10,612.57	6,771.00	35,638.38	30,423.23
4	Expenses	-	-	-	-	-
	a) Operating expenses	12,513.00	7,493.13	2,712.27	26,048.82	21,025.88
	b) Impairment of Financial Instruments	-	-	-	-	-
	c) Employee Benefit expenses	627.25	533.72	588.45	2,162.64	1,813.91
	d) Finance Costs	470.50	430.13	749.95	1,457.86	1,438.00
	e) Depreciation and amortisation expenses	206.36	206.33	158.25	811.64	497.28
	f) Other expenses	693.69	532.13	1,480.79	2,333.87	2,939.38
	Total expenses (4)	14,510.79	9,195.43	5,689.70	32,814.83	27,714.44
5	Profit before exceptional items (3-4)	870.42	1,417.14	1,081.30	2,823.55	2,708.79
6	Exceptional Items	-	-	-	-	-
7	Profit before Tax (5-6)	870.42	1,417.14	1,081.30	2,823.55	2,708.79
8	Tax expenses	-	-	-	-	-
	(a) Current Tax	185.47	377.63	979.32	700.46	1,396.94
	(a) Deferred Tax	134.98	-28.45	80.89	127.32	86.06
	Total Tax Expenses	320.45	349.18	1,060.21	827.77	1,483.00
9	Profit for the year (7-8)	549.96	1,067.96	21.09	1,995.78	1,225.79
10	Other Comprehensive Income , net of income Tax	-	-	16.88	-	16.88
	Items that will not be reclassified to profit or loss	-	-	-	-	-
(a) (i)	Income tax relating to Items that will not be clasified to profit or loss	-	-	-	-	-
(ii)		-	-	-	-	-
	Items that will be reclassified to profit or loss	-	-	-	-	-
(b) (i)	Income tax relating to Items that will be clasified to profit or loss	-	-	-	-	-
(ii)		-	-	-	-	-
	Total other comprehensive Income, net of income tax	-	-	-	-	-
11	Total Comprehensive Income / (loss) for the period (9+10)	549.96	1,067.96	37.97	1,995.78	1,242.67
12	Paid up Equity Share capital (Face value of Rs. 10 each)	-	-2,399.00	2,399.00	2,399.00	2,399.00
13	Paid up debt capital/ Outstanding debt	Nil	Nil	Nil	-	Nil
14	Earning per share	-	-	-	-	-
	(1) Basic (In Rs.)	2.29	4.45	0.15	8.32	5.18
	(2) Diluted ( In Rs.)	2.29	4.45	0.15	8.32	5.18

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085NChandra Sekhar Akula  
Partner  
Membership No. 206704

UDIN: 24206704151215MSC9435

Dt: 23 -05-2024  
Visakhapatnamfor and on behalf of board of directors of  
RKEC Projects LimitedG.Radhakrishna  
Chairman  
DIN : 00073080R. Jayachandran  
Managing Director /CFO  
DIN: 09263976  
Deepika Rath  
Company Secretary

<b>RKEC PROJECTS LIMITED</b>				
<b>RKEC PROJECTS LTD AUDITED CONSOLIDATED BALANCE SHEET AS AT 31.12.2024</b>				
<b>Amount in Lacs</b>				
Particulars	Note. No.		Figures as at 31-03-2024	Figures as at 03-2023
<b>ASSETS</b>				
<b>Non- Current Assets</b>				
a) Property, Plant and Equipment	2		5,346.19	5,410.68
b) Capital Work-in-Progress			2,782.74	919.85
c) Investment Property			-	-
d) Goodwill			-	-
e) Other Intangible Assets	3		-	0.02
f) Intangible Assets under Development			-	-
e) Biological Assets other than Bearer Plants			-	-
h) Financial Assets			-	-
i) Investments	4		-	-
ii) Trade Receivables			-	-
iii) Loans			-	-
iv) Others (to be specified)			-	-
i) Deferred tax Assets	4		-	46.45
j) Other Non- Current Assets				
			<b>8,128.93</b>	<b>6,377.00</b>
<b>Current Assets</b>				
a) Inventories	5		12,045.79	12,110.17
b) Financial Assets			-	-
i) Investments			-	-
ii) Trade Receivables	6		17,537.54	16,424.19
iii) Cash and cash equivalents	7		1,304.74	679.09
iv) Bank balances other than (iii) above	8		2,745.61	2,089.07
v) Loans	9		210.64	198.47
vi) Others (to be specified)			-	-
c) Current tax Assets (Net)			-	-
d) Other Current Assets	10		4,637.85	6,154.95
			<b>38,482.16</b>	<b>37,655.93</b>
<b>Total Assets</b>			<b>46,611.09</b>	<b>44,032.94</b>

Visakhapatnam






**RKEC Projects Limited**  
PAN : AACCR9682A

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002  
M: 0891-2574517 Tele Fax: 0891-2574703 Email: info@rkecprojects.com, Website: www.rkecprojects.com

<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
a) Equity Share Capital	11		2,399.06	2,399.06
b) Other Equity	12		14,466.21	12,469.17
			<b>16,865.27</b>	<b>14,868.23</b>
<b>Liabilities</b>				
<b>Non- Current Liabilities</b>				
a) Financial Liabilities				
i) Borrowings	13		4,032.43	4,286.27
ii) Trade Payables				
iii) Other Financial Liabilities (other than those specified in item (b) above, to be specified)	14		147.33	150.44
b) Provisions			80.86	
c) Deferred tax Liabilities (Net)				
d) Other Non- Current Liabilities				
			<b>4,260.62</b>	<b>4,436.70</b>
<b>Current Liabilities</b>				
a) Financial Liabilities				
i) Borrowings	15		9,866.01	6,836.37
ii) Trade Payables	16		7,733.89	7,612.89
iii) Other Financial Liabilities (other than those specified in item (C))	17		1,129.00	498.43
b) Other Current Liabilities	18		6,157.35	8,772.30
c) Provisions	19		598.95	1,008.00
d) Current tax Liabilities (Net)			-	-
			<b>25,485.20</b>	<b>24,728.00</b>
<b>Total Equity and Liabilities</b>			<b>46,611.09</b>	<b>44,032.94</b>

See accompanying notes to financial statements

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner

Membership No. 206704

UDIN: 24206704 BKBMSC 9435

Dt: 23 -05-2024

Visakhapatnam



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

G.Radhakrishna  
Chairman

DIN : 00073080

R. Jayachandran  
Managing Director /CFO

DIN: 09263976

Deepika Rath  
Deepika Rath  
Company Secretary



**RKEC Projects Limited**

PAN : AACCR9682A

Regd. Office : # 10-12-1, 3rd Floor, Rednam Alcazar, Rednam Gardens, Opp. SBI Main Branch, Visakhapatnam-530 002  
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<b>RKEC PROJECTS LIMITED</b>		
<b>CONSOLIDATED CASH FLOW STATEMENT FOR THE QTR ENDED 31.03.2024</b>		
<b>Amount in Lacs</b>		
<b>Particulars</b>	<b>Figures as at 31-03-2024</b>	<b>Figures as at 31-03-2023</b>
<b>Cash flow from Operating Activities</b>		
Profit before Tax		2,731.35
<b>Adjustments for</b>	-	-
Depreciation	811.64	497.28
Loss/(Profit) from Joint Venture	-	-
Loss/(Profit) on Sale of Fixed Assets	-	-
Interest Expense	1,457.86	1,438.00
Interest Income	-161.60	-222.73
<b>Operating Profit before Working Capital changes</b>	4,931.45	4,443.90
<b>Adjustments for</b>	-	-
Increase/(Decrease) in Trade Payables	121.00	2,627.15
Increase/(Decrease) in Long Term Provisions	-3.11	13.10
Increase/(Decrease) in Short Term Provisions	-409.05	699.62
Increase/(Decrease) in Other Financial Liabilities	630.57	123.77
Increase/(Decrease) in Other Current Liabilities	-2,614.95	5,216.93
(Increase)/Decrease in Trade Receivables	-1,113.35	-1,626.58
(Increase)/Decrease in Inventories	64.38	-4,665.24
(Increase)/Decrease in Short Term Loans and Advances	-12.17	-40.17
(Increase)/Decrease in Other Current Assets	1,518.35	-3,787.10
(Increase)/Decrease in Deferred Tax Assets	127.32	86.06
<b>Cash (used) in/generated from Operations</b>	3,240.44	3,091.44
Income Taxes paid	-827.77	-1,488.67
<b>Net Cash from Operating Activities</b>	2,412.67	1,602.77
<b>Cash Flow from Investing Activities</b>	-	-
Purchase of Fixed Assets, including Intangible Assets, CWIP and Capital Advances	-747.12	-1,760.29
CWIP	-1,862.90	-914.97
Investment in Joint Venture	-	-
Profi/(Loss) from Joint Venture	-	-
Proceeds from Sale of Fixed Assets	-	1,066.10
Bank Balances not considered as Cash and Cash Equivalents	-656.54	1,907.10
Interest Received	161.60	222.73
<b>Net Cash from Investing Activities</b>	-3,104.96	520.66
<b>Cash Flow from Financing Activities</b>	-	-
Proceeds from (Repayment of) Long Term Borrowings	-253.84	-608.07
Proceeds from (Repayment of) Short Term Borrowings	3,029.64	-2,012.75
Dividend(Interim) paid during the year (including Dividend Distribution Tax)	-	-
Interest Paid	-1,457.86	-1,438.00
<b>Net Cash from Financing Activities</b>	1,317.94	-4,058.82
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	625.65	-1,935.39
<b>Cash and Cash Equivalents at the beginning of the year</b>	679.09	2,614.48
<b>Cash and Cash Equivalents at the end of the year</b>	1,304.74	679.09



Notes:

1 The Audited Financial statements for the Qtr ended 31st Mar 2024 have been reviewed and recommended by the Audit committee at its meeting held on 23rd May, 2024. The Statutory Auditor has given their Audit report on the Audited Financial for the Qtr ended 31st Mar 2024 which reviewed by the audit committee and the board on 23rd May 2024.

2 The statutory auditors have carried out an Audit of the Consolidated financial results as required under Regulation 33 of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.

3 The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax and remeasured its deferred tax assets and liabilities, basis the rate prescribed in the said section.

4 There is a common CODM assesses the internal reports of all the projects that the company is undertaking and accordingly the resource allocation and the key decisions are being handled. Also that there is a commonality involved in all the projects that the company is undertaking with respect to the nature of the work, technicality involved, expertise etc., In view of the same, no separate reportable segments are identified by the Management for the purpose of reporting in the Financial statements.

5 The figures for the quarter ended Mar 31, 2024 are the balancing figures between audited figures for Year Ended March 31, 2024 and the unaudited figures for the Nine Months Period Ended Dec 31, 2023

6 The figures for the previous period have been regrouped / rearranged where ever consider necessary to confirm current period classification. classifications.

7 Contingent Liabilities As on 31st March 2023: As per Audited Financials contingent liabilities was Rs.27.56 cr. The company got a favorable order in appeal against VAT/Services Tax Rs 9.37 Cr. Further a favorable order from CESTAT a sum of Rs. 9.37 cr & Favourable order in appeal relating to Service Tax Rs 5.92 cr . There is a reduction in the contingent liabilities to the tune of 24.66 cr as on 31st Mar 202. This is a positive point towards credit rating / financial positive strength and borrowing powers for the company.

In Terms of our report of even date annexed

for SARC & Associates  
Chartered Accountants  
FRN : 006085N

Chandra Sekhar Akula  
Partner  
Membership No. 206704

UDIN: 24206709BK5M5C9435

Dt: 23-05-2024  
Visakhapatnam

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

G.Radhakrishna  
Chairman  
DIN : 00073080

R. Jayachandran  
Managing Director /CFO  
DIN: 09263976  
Deepika Rathi  
Company Secretary

