

Limited Review report on unaudited quarterly Standalone financial results and Standalone year-to-date results of RKEC projects Private limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors
RKEC Projects Limited

1. We have reviewed the accompanying statement of unaudited Standalone financial results of M/s. RKEC Projects Limited (the "Company") for the quarter ended 31st December 2020 and year-to-date results for the period from 01st April 2020 to 31st December 2020 (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. The Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company, had been prepared in accordance with the recognition and measurement principles as laid down under Indian Accounting Standard 34 – Interim Reporting (the "Ind AS 34") prescribed under Sec 133 of the Companies Act 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review on the basis of information produced before us.
3. We conducted our review of the Statement 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 statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We had perform a Limited Review Audit and, accordingly we do not express an audit opinion.



Info@sarcmail.in

4. Based on review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Ind AS specified under Sec 133 of the Companies Act 2013 as amended, read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Visakhapatnam
Date: 12th February 2021

For SARC & Associates
Chartered Accountants



(Chandra Sekhar Akula)
Partner
M.No. 206704



UDIN: 21206704AAAABY4993

RKEC PROJECTS LIMITED
Registered office 10-12-1, 3rd floor Rednam Alcazar, Rednam Gardens opp SBI main branch,
Visakhapatnam 530002.



UN AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020
Statement of Profit and Loss

Sl. No.	Particulars	Rs in lacs			Rs in lacs			Rs in lacs
		For the Quarter Ended	For the Quarter Ended	For the Quarter Ended	For the Nine Months Ended	For the Nine Months Ended	For the Nine Months Ended	For the Year Ended
		31-12-2020	30-09-2020	31-12-2019	31-12-2020	31-12-2019	31-03-2020	
		Un Audited	Un Audited	Un Audited	Un Audited	Un Audited	Audited	
I	Revenue from Contracts with Customers	5,305.85	3,734.36	3,500.56	11,672.73	17,927.81	29,793.41	
II	Other Income	34.19	57.75	28.83	152.29	199.02	258.29	
III	Total Income (I + II)	5,340.04	3,792.11	3,529.39	11,825.02	18,126.83	30,051.70	
IV	Expenses							
	(a) Operating Expenses	3,866.22	2,695.66	1,904.53	8,339.43	11,795.29	20,005.05	
	(b) Employee Benefit expenses	321.05	383.33	420.11	1,012.91	1,246.57	1,834.91	
	(d) Finance Costs	364.74	213.67	604.48	685.74	1,044.01	1,132.56	
	(e) Depreciation and amortisation expenssn	179.50	167.98	147.20	515.45	423.59	649.49	
	(e) Other expenses	144.97	109.09	80.80	440.48	712.66	1,249.97	
	Total expenses (IV)	4,876.47	3,569.73	3,157.12	10,994.01	15,222.11	24,871.98	
V	Profit before exceptional items (III - IV)	463.57	222.38	372.27	831.01	2,904.72	5,179.72	
VI	Exceptional items	-	-	322.64	-	754.15	1,332.89	
VII	Profit before Tax (V - VI)	463.57	222.38	49.63	831.01	2,150.56	3,846.83	
VIII	Tax Expenses							
	Current Tax	116.67	36.51	12.78	209.15	553.62	1,087.55	
	Deferred Tax	1.34	26.95	-1.07	52.09	-2.64	-26.68	
IX	Profit for the period ending (VII - VIII)	345.56	158.92	37.92	569.77	1,599.58	2,785.96	



X		Other Comprehensive Income													
Items that will not be reclassified to P & L Account		Remeasurements of defined benefit plans													
Total															
XI		Total comprehensive Income for the period (IX+X)		345.56		158.92		37.92		569.77		1,599.58		2,785.96	
XII		Earnings per share													
(I) Basic (In INR)		1.44		0.34		0.16		2.37		6.67		11.61			
(II) Diluted (In INR)		1.44		0.34		0.16		2.37		6.67		11.61			

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N



Chandra Sekhar Akula
Partner

Membership No. 206704

UDIN: 21206704AAAABV4993

Dt: 12-02-2021
Visakhapatnam

for and on behalf of board of directors of

RKEC Projects Ltd



(G. Radhakrishna)
Managing Director
DIN: 00073080

R. Jayachandran
CFO

G. Parvathi Devi

G. Parvathi Devi
Whole Time Director
DIN: 00094961

Deepika Rathi
Company Secretary

RKEC PROJECTS LIMITED



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

(v) Un Audited Standalone Statement of assets and liabilities for the period ended 31st December 2020 as per Regulation 33(3)(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:

Particulars	Rs in Lacs			
	As at			
	31-12-2020 Unaudited	31-12-2019 Unaudited	30-09-2020 Unaudited	31-03-2020 Audited
ASSETS:				
Non-current assets				
Property, plant and equipment	5,205.92	3,073.90	2,834.87	3,097.12
Capital work-in-progress	9.74	2,115.63	2,337.90	2,253.29
Investment property				
Intangible assets	2.37	2.80	2.47	2.68
Intangible assets under development				
Right of use assets				
Financial assets:				
Investments	0.58	18.92	0.58	0.73
Loans				
Other financial assets				
Deferred tax assets(net)	73.37	101.97	74.72	124.31
Other non-current assets				
Sub-total - Non-current assets	5,291.99	5,313.22	5,250.54	5,478.12
Current assets				
Inventories	12,655.90	6,725.36	8,083.39	7,198.67
Financial assets:				
Investments				
Trade receivables	6,055.04	7,461.34	9,368.15	10,652.74
Cash and cash equivalents	46.62	679.63	271.88	302.70
Other bank balances	3,630.94	3,729.91	3,621.16	4,140.67
Loans	4,644.72	3,438.18	3,623.21	3,931.41
Other financial assets				
Other current assets	259.84	258.67	226.05	336.35
Sub-total - Current assets	27,293.06	22,293.10	25,193.83	26,562.54
Group(s) of assets classified as held for sale				
TOTAL ASSETS	32,585.05	27,606.32	30,444.37	32,040.66



EQUITY AND LIABILITIES:				
EQUITY				
Equity share capital	2,399.06	2,399.06	2,399.06	2,399.06
Other equity	9,975.73	8,219.57	9,630.17	9,405.96
Sub-total - Equity	12,374.79	10,618.63	12,029.23	11,805.02
LIABILITIES				
Non-current liabilities				
Financial liabilities:				
Borrowings	655.74	385.13	845.68	392.03
Lease liability				
Other financial liabilities				
Provisions	104.90	72.59	104.90	70.83
Other non-current liabilities				
Sub-total - Non-current liabilities	760.64	457.72	950.58	462.86
Current liabilities				
Financial liabilities:				
Borrowings	9,648.73	5,705.95	8,664.53	6,145.03
Current maturities of long term borrowings	316.81	502.33	228.66	419.85
Lease liability				
Trade payables:	4,303.54	5,130.13	5,749.02	9,380.33
Due to micro enterprises and small enterprises				
Due to others				
Other financial liabilities	2,567.77	3,346.17	2,047.87	2,391.48
Other current liabilities	1,913.60	1,117.36	336.10	473.58
Provisions	477.62	177.05	124.36	740.96
Current tax liabilities(net)	221.55	550.98	314.02	221.55
Sub-total - Current liabilities	19,449.62	16,529.97	17,464.56	19,772.78
Liabilities associated with the group(s) of assets classified as held for sale				-
TOTAL EQUITY AND LIABILITIES	32,585.05	27,606.33	30,444.37	32,040.66

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N

Chandra Sekhar Akula
Partner

Membership No. 206704
UDIN: 21206704AAAABY4993

Dt: 12-02-2021
Visakhapatnam

for and on behalf of board of directors of
RKEC Projects Ltd
(G. Radhakrishna)
Managing Director
DIN: 00073080

R.Jayachandran
CFO

RKEC PROJECTS LIMITED
Visakhapatnam-02

G.Parvathi Devi
Whole Time Director
DIN: 00094961

Deepika Rathi
Company Secretary

	Notes:
1	The above Unaudited Financial statements for the 3rd Qtr ended December 31st 2020 have been reviewed and recommended by the Audit committee at its meeting held on Febraury 12, 2021. The Statutory Auditor has given their Limited review report on the Un Audited Financial results for the 3rd Qtr ended December 31st 2021 which was reviewed by the audit committee and the board on February 12 ,2021.
2	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.
3	The mandatory requirement of implantation of Ind AS is made applicable to company from the Financial year 2020-21 since the Company is upgraded to Main board in NSE and the exemption from application Ind AS is no longer available. In view of this, this is to state that the unaudited results for the Quarter ending 31st Dec 2019 are given as comparatives.
4	Impact of COVID , The company had a Target of achieving a turnover of Rs 220 Cr for 3rd Qtr ended 31-12-2020 , however due to unprecedented attack of pandemic since Mar-2020,and the resultants impediments on account of sourcing of materials , labour turnover etc., the Company has suffered a reduction to the tune of Rs 50 Cr. A further reduction in Turnover to the Tune of Rs 50 Cr was suffered on the account for want of credit limits .The company is taking all out efforts to partly compensate the above short falls.
5	Resumption of work of Rural Electrification at Puvnl The company had taken up a work of Rural Electrification as a part of its diversification in the year 2015 . After completion of the work to the tune of Rs 95 cr out of total Rs 120 cr , the work got terminated for reasons beyond the control of the company. The matter went for litigations and Arbitration in the year 2018. Subsequently conciliation proceedings were initiated during 2019.As a part of conciliation the company had with drawn the written petition it is filed before the honourable high court Allahabad , Lucknow bench and so was the arbitration . The above were done with out prejudice to the companies rights interms of contract . The process of conciliation reached to a conclusion during Jul 2020 and the client had issued orders to the following effects. The contracts which were terminated were re-validated vide order dt:06-08-2020. Accordingly necessary reclassification of Assets were done. a. Revalidated the contract which was terminated vide there order dt: 10-04-2018. b. Extention of time on the contract was granted upto 31-12-2020. c. The work was resumed and has been successfully completed.
6	Other Income Other Income Consist of Interest on FDR's



RKEC PROJECTS LIMITED



(vi) Condensed statement of cash flows as per Regulation 33(3)(g) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:

Particulars	Rs In lacs	Rs In lacs
	For the 3rd Qtr Ended Dec 31, 2020 [Un Audited]	For the 3rd Qtr Ended Dec 31, 2019 [Un Audited]
Cash flows from Operating activities		
Profit before tax	831.01	1,745.89
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation	515.45	373.10
Loss/(Profit) on sale of fixed assets		
Loss/(Profit) from Joint Venture	0.58	0.31
Interest expense	685.74	693.04
Interest income	-144.71	-129.28
Operating profit before working capital changes	1,888.07	2,675.94
Changes in working capital:		
Adjustments for (increase) / decrease in operating liabilities:		
Increase/(Decrease) in Trade payables	-826.59	4,172.41
Increase/(Decrease) in Long-term Provisions	32.31	-1.41
Increase/(Decrease) in Short-term Provisions	300.57	436.62
Increase/(Decrease) in /Other current liabilities	3,427.82	919.82
Adjustments for (increase) / decrease in operating assets:		
Decrease/(Increase) in Trade receivables	1,406.30	-3,379.03
Decrease/(Increase) in Inventories	-5,930.54	-1,146.73
Decrease/(Increase) in Short-term loans and advances	-1,206.54	-692.73
Decrease/(Increase) in Other current assets	27.43	-133.03
Cash generated from / (used in) operations	-881.16	2,851.84
Less: Income tax paid	118.01	521.59
Net cash flow from (used in) operating activities (A)	-999.18	2,330.26
Cash flows from Investing activities		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	-2,131.60	-820.92
CWIP	2,105.89	-392.01
Profit/(Loss) from Joint Venture		-0.31
Investment in Joint Venture	18.34	18.19
Proceeds from sale of fixed assets		
Bank balances not considered as cash and cash equivalents	98.97	42.18
Interest received	144.71	129.28
Net cash used in investing activities (B)	236.17	-1,023.73
Cash flows from Financing activities		
Proceeds from (repayment of) long term borrowings	270.61	-443.29
Proceeds from (repayment of) short term borrowings	17.85	468.12
Dividend(Interim) Paid during the year (Incl Dividend dist tax)	527.28	
Interest paid	-685.74	-693.04
Net cash flow from financing activities (C)	130.00	-668.21
Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)	-633.01	638.32
Cash and cash equivalents at the beginning of the year	679.63	41.31
Cash and cash equivalents at the end of the year	46.62	679.63

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

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N

Chandra Sekhar Akula
Partner
Membership No. 206704
UDIN: 21206704AAABBY4993



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

(G. Radhakrishna)
Managing Director
DIN: 00073080

R. Jayachandran
CFO

G. Parvathi Devi

G. Parvathi Devi
Whole Time Director
DIN: 00094961

Deepika Rath
Company Secretary



Limited Review report on unaudited quarterly consolidated financial results and consolidated year-to-date results of RKEC projects Private limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors
RKEC Projects Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of M/s. RKEC Projects Limited (the "Company") for the quarter ended 31st December 2020 (the "Statement") and year-to-date results for the period from 01st April 2020 to 31st December 2020 being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (Listing Regulations)
2. The Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company, had been prepared in accordance with the recognition and measurement principles as laid down under Indian Accounting Standard 34 - Interim Financial Reporting (the "Ind AS 34") prescribed under Sec 133 of the Companies Act 2013 read with relevant rules issued there under and other accounting principles generally accepted in India and compliance with Regulation 33 of the Listing Regulations Our responsibility express a conclusion on the statement based on our review.
3. We conducted our review of the Statement 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. A review of interim financial information consists of making enquires, primarily persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordingly Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we don't express an audit opinion



Info@sarcmail.in

(2)

4. Based on review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Ind AS specified under Sec 133 of the Companies Act 2013 as amended, read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Visakhapatnam
Date: 12th February 2021

For SARC & Associates
Chartered Accountants


(Chandra Sekhar Akula)
Partner
M.No. 206704



UDIN: 21206704AAAABX4540

RKEC PROJECTS LIMITED



Registered office 10-12-1, 3rd floor Rednam Alcazar , Rednam Gardens opp sbi main branch , Visakhapatnam 530002.

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31st, 2020

Sl. No.	Particulars	For the Qtr-Ended			For the Nine Months Ended			For the year ended	
		31-12-2020 (Un audited)	30-09-2020 (Un audited)	31-12-2019 (Un audited)	31-12-2020 (Un audited)	31-12-2019 (Un audited)	31-03-2020 (Audited)		
I	Revenue from Contracts with Customers	5,312.87	4,259.82	3,500.56	12,205.21	18,836.88			30,398.25
II	Other Income	34.19	57.98	28.83	152.53	193.51			294.71
III	Total Income (I + II)	5,347.06	4,317.81	3,529.39	12,357.74	19,030.39			30,692.96
IV	Expenses								
	(a) Operating Expenses	3,846.50	3,220.93	1,904.53	8,844.98	12,653.46			20,808.42
	(b) Employee Benefit expenses	321.05	383.45	420.11	1,013.03	1,246.57			1,834.91
	(d) Finance Costs	389.71	213.68	604.48	710.72	1,024.22			1,132.56
	(e) Depreciation and amortisation expenses	179.50	167.98	147.20	515.45	423.59			649.49
	(e) Other expenses	146.87	109.40	80.80	442.69	713.04			1,250.04
	Total expenses (IV)	4,883.62	4,095.44	3,157.12	11,526.88	16,060.88			25,675.43
V	Profit before exceptional items (III - IV)	463.44	222.37	372.27	830.86	2,969.51			5,017.53
VI	Exceptional items			322.64		754.15			1,332.89
VII	Profit before Tax (V - VI)	463.44	222.37	49.63	830.86	2,215.36			3,684.65
VIII	Tax Expenses								
	Current Tax	116.64	55.97	12.77	209.11	569.92			1,130.19
	Deferred Tax	1.34	23.80	-1.07	52.09	-2.64			-26.68
IX	Profit for the period ending (VII - VIII)	345.46	142.60	37.93	569.67	1,648.07			2,581.14
X	Other Comprehensive Income								
	Items that will not be reclassified to P & L Account								
	Remeasurements of defined benefit plans								
	Total								



	Total comprehensive Income for the period (IX+X)	345.46	142.60	37.93	569.67	1,648.07	2,581.14
XII	Earnings per share						
	(I) Basic (In INR)	1.44	0.59	0.16	2.37	6.87	10.76
	(II) Diluted (In INR)	1.44	0.59	0.16	2.37	6.87	10.76

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N

Chandra Sekhar Akula
Partner
Membership No. 206704
UDIN: 2120 6704AAAA B X 4596



[Signature]

(G. Radhakrishna)
Managing Director
DIN: 00073080

[Signature]
R.JAYACHANDRAN
CFO



[Signature]
G. Parvathi Devi

G. Parvathi Devi
Whole Time Director
DIN: 00094961

[Signature]
Deepika Rathi
Company Secretary

Dt: 12-02-2021
Visakhapatnam

RKEC PROJECTS LIMITED



Registered office 10-12-1 ,3rd floor Rednam Alcazar , Rednam Gardens opp sbi main branch ,
Visakhapatnam 530002.

(v) Consolidated Statement of assets and liabilities for the period ended as per Regulation 33(3)(f) of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 as amended:

(INR Lakhs)

Particulars	As at			
	31-12-2020 (Unaudited)	31-12-2019 (Unaudited)	30-09-2020 (Unaudited)	31-03-2020 (Audited)
ASSETS:				
Non-current assets				
Property, plant and equipment	5,205.92	3,073.90	2,834.87	3,097.12
Capital work-in-progress	9.74	2,115.63	2,337.90	2,253.29
Investment property				
Intangible assets	2.37	2.80	2.47	2.68
Intangible assets under development				
Right of use assets				
Financial assets:				
Investments				
Loans				
Other financial assets				
Deferred tax assets(net)	73.37	101.97	74.72	124.31
Other non-current assets				
Sub-total - Non-current assets	5,291.41	5,294.30	5,249.96	5,477.40
Current assets				
Inventories	12,655.90	6,725.36	8,083.39	9,127.21
Financial assets:				
Investments				
Trade receivables	6,346.99	7,461.34	10,555.66	8,464.80
Cash and cash equivalents	47.00	679.63	327.51	424.39
Other bank balances	3,667.24	3,729.91	3,621.16	4,140.67
Loans	4,717.83	3,438.18	3,636.29	4,625.23
Other financial assets				
Other current assets	281.16	258.67	306.88	694.23
Sub-total - Current assets	27,716.12	22,293.10	26,530.88	27,476.53
Group(s) of assets classified as held for sale				
TOTAL ASSETS	33,007.52	27,586.40	31,780.84	32,953.93
EQUITY AND LIABILITIES:				
EQUITY				
Equity share capital	2,399.06	2,399.06	2,399.06	2,399.06
Other equity	9,975.00	8,219.57	9,425.33	9,030.98
Sub-total - Equity	12,374.06	10,618.63	11,824.39	11,430.04



LIABILITIES				
Non-current liabilities				
Financial liabilities:				
Borrowings	655.74	385.13	845.68	392.03
Lease liability				
Other financial liabilities				
Provisions	104.90	72.59	104.90	70.83
Other non-current liabilities				
Sub-total - Non-current liabilities	760.64	457.72	950.58	462.86
Current liabilities				
Financial liabilities:				
Borrowings	9,648.73	5,705.95	8,664.53	6,145.03
Current maturities of long term borrowings	316.81	502.33	228.66	419.85
Lease liability				
Trade payables:	4,726.74	5,110.13	7,071.18	9,718.61
Due to others				
Other financial liabilities	2,047.87	3,346.17	2,047.87	2,391.48
Other current liabilities	2,693.28	1,117.36	554.70	1,423.01
Provisions	124.91	177.05	124.91	741.51
Current tax liabilities(net)	314.02	550.98	314.02	221.55
Sub-total - Current liabilities	19,872.36	16,509.97	19,005.86	21,061.02
Liabilities associated with the group(s) of assets classified as held for sale				
TOTAL EQUITY AND LIABILITIES	33,007.52	27,586.33	31,780.84	32,953.93

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N

Chandra Sekhar Akula
Partner
Membership No. 206704
UDIN: 21206704AAABA14540

Dt: 12-02-2021
Visakhapatnam



(Handwritten signature)

(G. Radhakrishna)
Managing Director
DIN: 00073080

R.JAYACHANDRAN
CFO



(Handwritten signature)

G.Parvathi Devi
Whole Time Director
DIN: 00094961

(Handwritten signature)

Deepika Rathi
Company Secretary

	Notes:
1	The above Unaudited Financial statements for the 3rd Qtr ended December 31st 2020 have been reviewed and recommended by the Audit committee at its meeting held on Febraury 12, 2021. The Statutory Auditor has given their Limited review report on the Un Audited Financial results for the 3rd Qtr ended December 31st 2021 which was reviewed by the audit committee and the board on February 12 ,2021.
2	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.
3	The mandatory requirement of implantation of Ind AS is made applicable to company from the Financial year 2020-21 since the Company is upgraded to Main board in NSE and the exemption from application Ind AS is no longer available. In view of this, this is to state that the unaudited results for the Quarter ending 31st Dec 2019 are given as comparatives.
4	Impact of COVID , The company had a Target of achieving a turnover of Rs 220 Cr for 3rd Qtr ended 31-12-2020 , however due to unprecedented attack of pandemic since Mar-2020,and the resultants impediments on account of sourcing of materials , labour turnover etc., the Company has suffered a reduction to the tune of Rs 50 Cr. A further reduction in Turnover to the Tune of Rs 50 Cr was suffered on the account for want of credit limits .The company is taking all out efforts to partly compensate the above short falls.
5	Resumption of work of Rural Electrification at Puvnnl The company had taken up a work of Rural Electrification as a part of its diversification in the year 2015 . After completion of the work to the tune of Rs 95 cr out of total Rs 120 cr , the work got terminated for reasons beyond the control of the company. The matter went for litigations and Arbitration in the year 2018. Subsequently conciliation proceedings were initiated during 2019.As a part of conciliation the company had with drawn the written petition it is filed before the honourable high court Allahabad , Lucknow bench and so was the arbitration . The above were done with out prejudice to the companies rights interms of contract . The process of conciliation reached to a conclusion during Jul 2020 and the client had issued orders to the following effects. The contracts which were terminated were re-validated vide order dt:06-08-2020. Accordingly necessary reclassification of Assets were done. a. Revalidated the contract which was terminated vide there order dt: 10-04-2018. b. Extention of time on the contract was granted upto 31-12-2020. c. The work was resumed and has been successfully completed.
6	Other Income Other Income Consist of Interest on FDR's



RKEC PROJECTS LIMITED



(vi) Condensed statement of Consolidated cash flows as per Regulation 33(3)(g) of the SEBI (Listing Obligations and

Particulars	For the 3rd Qtr Ended Dec 31, 2020 [Un Audited]	For the 3rd Qtr Ended Dec 31, 2019 [Un Audited]
Cash flows from Operating activities		
Profit before tax	831.01	1,518.92
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation	515.45	373.11
Provision/(reversal) for retirement benefits (net)		
Loss/(Profit) on sale of fixed assets		
Loss/(Profit) from Joint Venture		-7.11
Interest expense	685.74	712.83
Interest income	-144.71	-129.66
Operating profit before working capital changes	1,887.49	2,468.09
Changes in working capital:		
Adjustments for (increase) / decrease in operating liabilities:		
Increase/(Decrease) in Trade payables	-826.59	4,336.56
Increase/(Decrease) in Long-term Provisions	32.31	-1.41
Increase/(Decrease) in Short-term Provisions	300.57	411.85
Increase/(Decrease) in /Other current liabilities	3,427.82	-81.63
Adjustments for (increase) / decrease in operating assets:		
Decrease/(Increase) in Trade receivables	1,406.30	-1,645.40
Decrease/(Increase) in Inventories	-5,930.54	-1,552.60
Decrease/(Increase) in Short-term loans and advances	-1,206.54	-742.87
Decrease/(Increase) in Other current assets	46.58	-656.44
Cash generated from / (used in) operations	-862.59	2,536.16
Less: Income tax paid	118.01	547.41
Net cash flow from (used in) operating activities (A)	-980.60	1,988.75
Cash flows from Investing activities		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	-2,131.60	-820.92
CWIP	2,105.89	-392.01
Profit/(Loss) from Joint Venture		-
Investment in Joint Venture		
Proceeds from sale of fixed assets		
Bank balances not considered as cash and cash equivalents	98.97	405.14
Interest received	144.71	129.66
Net cash used in investing activities (B)	217.98	-678.13
Cash flows from Financing activities		
Proceeds from (repayment of) long term borrowings	270.61	-443.30
Proceeds from (repayment of) short term borrowings	17.85	468.12
Dividend(Interim) Paid during the year (Incl Dividend dist tax)	527.28	
Interest paid	-685.74	-712.83
Net cash flow from financing activities (C)	129.99	-688.02
Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)	-632.63	622.60
Cash and cash equivalents at the beginning of the year	679.63	57.03
Cash and cash equivalents at the end of the year	47.00	679.63

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

In Terms of our report of even date annexed

for SARC & Associates
Chartered Accountants
FRN : 006085N

Chandra Sekhar Akula
Partner
Membership No. 206704
UDIN: 2120 67 04 AAAA BX 45 40



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

Radhakrishna
Managing Director
DIN: 00073080



G. Parvathi Devi
Whole Time Director
DIN: 00094961

R. Lavachandran

Deenika Rathi

Dt: 12-02-2021
Visakhapatnam