

# SUNDARAM & NARAYANAN

Chartered Accountants

## Independent Auditor's Report on Standalone Quarterly Financial Results and Year to Date Results of R.P.P. Infra Projects Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

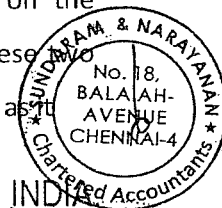
To the Board of Directors of **R.P.P. Infra Projects Limited**

We have audited the quarterly standalone financial results of **R.P.P. Infra Projects Limited** for the quarter ended 31-03-2018 and the standalone year to date results for the period 1<sup>st</sup> April 2017 to 31<sup>st</sup> March 2018 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These quarterly standalone financial results as well as the standalone year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued therein or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the standalone financial statements of two branches included in the standalone quarterly financial results and year to date results, whose standalone interim financial statements reflect total assets of Rs. 22.57 crore as at 31<sup>st</sup> March 2018, total revenue of Rs. 8.27 crore and total profit after tax of Rs. 0.24 crore for the year ended 31.03.2018, whose unaudited financial statements and other unaudited information have been furnished to us. Our opinion on the statements, in so far as it relates to the amounts and disclosures included in respect of these branches and our report in terms of subsection (3) and (11) of section 143 of the Act in so far as it



# SUNDARAM & NARAYANAN

## Chartered Accountants

relates to these two branches is based solely on such unaudited financial statements and other unaudited financial information.

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

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit (including other comprehensive income) and other financial information in compliance with the Ind AS and other accounting principles generally accepted in India for the quarter ended 31-03-2018 as well as the year to date results for the period from 1<sup>st</sup> April 2017 to 31<sup>st</sup> March 2018.

The previously issued financial statements for the financial year ended 31<sup>st</sup> March 2017 has been restated to comply with Ind AS (Indian Accounting Standards) provisions wherever necessary. Our opinion is not modified in this regard.

For **SUNDARAM & NARAYANAN**  
Chartered Accountants  
Firm Reg. No: 004204S



**P.KAILASAM**

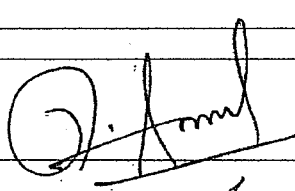
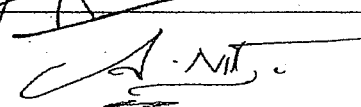
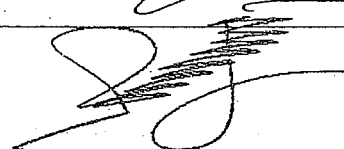
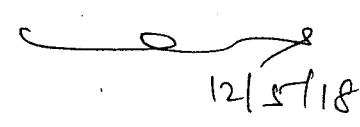
Partner

Membership No: 222363

Place: Erode

Date: 12-05-2018

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018</b>				
<b>I.</b>	<b>Sl. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
<b>II.</b>	<b>Audit Qualification:</b>			
	<b>a. Details of Audit Qualification:</b> Financial statements of two branches RPP Infra Projects Limited, Sri Lanka and Bangladesh, the audited statements were not made available and reliance has been entirely placed only on the certificate by the management.			
	<b>b. Type of Audit Qualification :</b> Disclaimer Opinion			
	<b>c. Frequency of qualification:</b> First Time			
	<b>d. For Audit Qualification(s) where the impact is quantified by the auditor:</b> NA			
	<b>e. For Audit Qualification(s) where the impact is not quantified by the auditor, Management's Views:</b> The audited financial statements for the overseas branches could not be received due to unforeseen circumstances. The process of obtaining the audit reports and accounts are in progress and the management expects that these will be received very shortly. However the management does not foresee any changes in standalone financial statements due to non availability of audited financial statements for the said branches.			
	<b>(i) Management's estimation on the impact of audit qualification:</b>			
	<b>(ii) If management is unable to estimate the impact, reasons for the same:</b>			
	<b>(iii) Auditors' Comments on (i) or (ii) above:</b>			
<b>III.</b>	<b>Signatories:</b>			
	<b>P.Arulsundaram</b> Chairman & Managing Director			
	<b>A.Nithya</b> CFO/Whole Time Director			
	<b>K. Rangasamy</b> Chairman - Audit Committee			
	<b>For Sundaram &amp; Narayanan</b> Chartered Accountants (Firm Registration No. 004204S) <b>CA.P.Kailasam</b> Partner (Membership No.222363)		 12/5/18	

# SUNDARAM & NARAYANAN

Chartered Accountants

**Independent Auditor's Report on Quarterly Consolidated Financial Results and Consolidated Year to Date Results of R.P.P. Infra Projects Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

To the Board of Directors of **R.P.P. Infra Projects Limited**

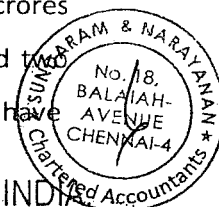
We have audited the quarterly consolidated financial results of **R.P.P. Infra Projects Limited** for the quarter ended 31-03-2018 and the consolidated year to date results for the period 1<sup>st</sup> April 2017 to 31<sup>st</sup> March 2018 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued therein or by the Institute of Chartered Accountants of India<sup>1</sup>, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of Five subsidiaries and two branches included in the consolidated quarterly financial results and consolidated year to date results, whose consolidated interim financial statements reflect total assets of Rs. 68.41 crores, total revenue of Rs. 8.28 crores and total loss of Rs. 1.61 crores for the year ended 31-03-2018. Out of five subsidiaries and two branches, the interim financial statements and other financial information of three subsidiaries have

No. 18, BALAJIAH AVENUE, LUZ CHURCH ROAD, MYLAPORE, CHENNAI - 600 004. INDIA



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## Chartered Accountants

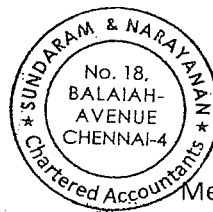
been audited by other auditors whose reports have been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such interim financial statements is based solely on the report of such other auditors. In respect of the financial statements of two of the subsidiaries RPP Infra Overseas PLC Mauritius, RPP Infra Projects (Lanka) Limited and branch offices at Jaffna - Srilanka and at Dhaka - Bangladesh, the audited statements were not made available and reliance has been entirely placed only on the certificate by the management.


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

- (i) include the quarterly financial results and year to date of the following entities
  - a. R.P.P Infra Overseas PLC – Mauritius
  - b. R.P.P Infra Projects (Lanka) Limited – Srilanka
  - c. Sanskar Dealcom Private Limited - India
  - d. Greatful Mercantile Private Limited - India
  - e. R.P.P Energy Systems Private Limited – India
- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the consolidated net profit (including other comprehensive income) and other financial information in compliance with Ind AS and other generally accepted accounting policies in India for the quarter ended 31-03-2018 as well as the consolidated year to date results for the period from 1<sup>st</sup> April 2017 to 31<sup>st</sup> March 2018.

The previously issued financial statements for the financial year ended 31<sup>st</sup> March 2017 has been restated to comply with Ind AS (Indian Accounting Standards) provisions wherever necessary. Our opinion is not modified in this regard.

For **SUNDARAM & NARAYANAN**  
Chartered Accountants  
Firm Reg. No: 0042045



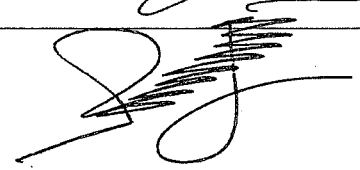
  
**P.KAILASAM**  
Partner  
Membership No: 222363

Place : Erode

Date : 12-05-2018

No. 18, BALAJIAH AVENUE, LUZ CHURCH ROAD, MYLAPORE, CHENNAI - 600 004. INDIA.

**Statement on Impact of Audit Qualifications (for audit report with modified opinion)**  
**submitted along-with Annual Audited Financial Results - (Consolidated)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018</b>				
<b>I.</b>	<b>Sl. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
<b>II.</b>	<b>Audit Qualification:</b> <b>a. Details of Audit Qualification:</b> Financial statements of two of the subsidiaries RPP Infra Overseas PLC, Mauritius, RPP Infra Projects (Lanka) Limited and two branches RPP Infra Projects Limited, Sri Lanka and Bangladesh, the audited statements were not made available and reliance has been entirely placed only on the certificate by the management. <b>b. Type of Audit Qualification :</b> Disclaimer Opinion <b>c. Frequency of qualification:</b> Third Time <b>d. For Audit Qualification(s) where the impact is quantified by the auditor:</b> NA <b>e. For Audit Qualification(s) where the impact is not quantified by the auditor, Management's Views:</b> The audited financial statements for the subsidiaries and the overseas branches could not be received due to unforeseen circumstances. The process of obtaining the audit reports and accounts are in progress and the management expects that these will be received very shortly. However the management does not foresee any changes in consolidated financial statements due to non availability of audited financial statements for the said subsidiaries and the branch. <b>(i) Management's estimation on the impact of audit qualification:</b> <b>(ii) If management is unable to estimate the impact, reasons for the same:</b> <b>(iii) Auditors' Comments on (i) or (ii) above:</b>			
<b>III.</b>	<b>Signatories:</b>			
	<b>P.Arulsundaram</b> Chairman & Managing Director			
	<b>A.Nithya</b> CFO/Whole Time Director			
	<b>K. Rangasamy</b> Chairman - Audit Committee			
	<b>For Sundaram &amp; Narayanan</b> Chartered Accountants (Firm Registration No. 004204S) <b>CA.P.Kailasam</b> Partner (Membership No.222363)	 12/5/18		



On the  
move with **India**

# Read Inside

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### Revenue

**₹499.13 crore**  
**36% y-o-y ↗**

### EBITDA margin

**13%+**  
for last 5 years

### EBITDA

**₹66.10 crore**  
**36% y-o-y ↗**

### Long-term debt

**Nil**

### Profit before tax

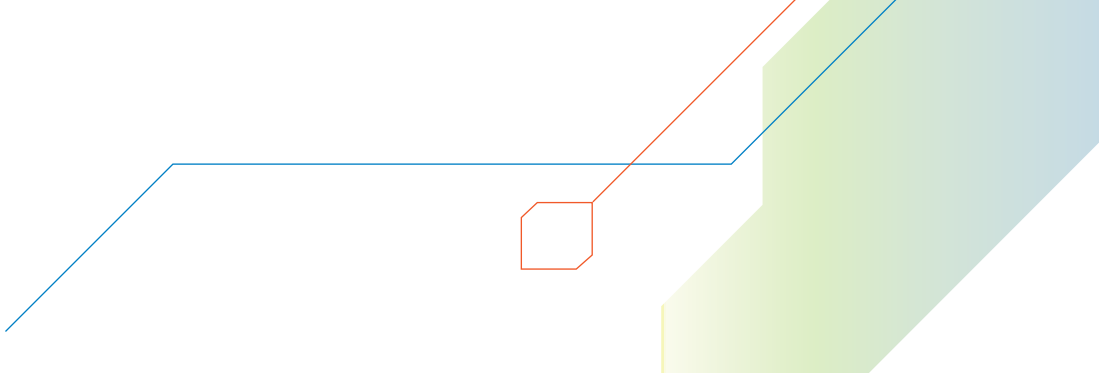
**₹47.04 crore**  
**49% y-o-y ↗**

### Government order book

**100%**







It is no overstatement that infrastructure creation is critical for a fast developing economy like India. If we look at the broad infrastructure landscape of the country, we find semi-urban and rural areas are facing huge infrastructure challenges that need to be addressed with speed and precision. The priority of the Government of India is to fast-track rural infrastructure creation with budgetary and non-budgetary support.

As one of India's fast growing rural infrastructure companies, we believe the opportunity horizon for us is gradually widening. We have an encouraging presence in road infrastructure, water management and building construction segments. While roads contribute to the largest proportion of our order book, we are steadily growing the share of our irrigation projects.

Our intrinsic strength is our robust and resilient business model with a strong balance sheet and dedicated focus

on government-owned Engineering, Procurement and Construction (EPC) projects. Supported by our dynamic execution team and large captive equipment assets, we focus on timely and efficient project completion.

The financial year 2017-18 saw us achieving industry-leading growth, based on our core capabilities and prudent capital allocation. We are helping build a new India, which still largely lives in its villages and small towns.



**Our growth trajectory is accelerating; and we are on the move with our nation.**

## Chairman & Managing Director's Insight

# Execution Remains the Key



**P. Arulsundaram**  
Chairman & Managing Director

### Dear Shareowners,

I am delighted to report your Company's outstanding performance during the financial year 2017-18. The year saw a substantial improvement in our performance compared to that of the preceding year. Given the economy is still recovering post demonetisation and short-term challenges following the implementation of the Goods and Services Tax (GST) during the financial year, the performance is outstanding.

The economy expanded by 7.7% in the last quarter of financial year 2017-18, helping India retain its position as the world's fastest growing major economy, outpacing China by nearly a percentage point. However, GDP growth for the full year moderated to 6.6% compared to 7.1% in the last financial year.

India's fourth quarter performance was the highest during financial year 2017-18, exceeding market forecasts of 7.3%. The country's growth rate is supposed to accelerate to around 7.5% in financial year 2018-19, given the government's renewed focus on economic reforms and investments in the infrastructure sector, which remains the backbone of a strong economy.

**"Your Company's emphasis across projects continues to be on execution excellence at a rapid pace."**

The infrastructure sector is a key driver for the Indian economy. The creation of advanced infrastructure remains one of the Government of India's major focus areas with budgeted allocation of ₹5,97,000 crore in the Union Budget 2018-19. In addition, Railways has received the highest ever budgetary allocation of ₹1,48,000 crore.

The Government of India has also made budgetary allocation of ₹16,000 crore to achieve universal household electrification in the country; and ₹4,200 crore has been allocated to expand the capacity of Green Energy Corridor Project, along with other wind and solar power projects. The Government has also allocated ₹10,000 crore to bolster telecom infrastructure.

Your Company is suitably positioned to benefit from the unfolding opportunities in the overall infrastructure sector. It is leveraging its project execution and implementation experience; and is focussed on Government contracts. Your Company has competitive advantage owing to its dedicated focus on Government contracts and projects of national importance such as highways, power projects, rural roads, irrigation and water supply, civil construction works, and other related infrastructure works. Your Company also sharpened its focus on specific states such as Tamil Nadu, Telangana, Andhra Pradesh, Karnataka, Maharashtra and Madhya Pradesh.

### Performance review

Your Company achieved commendable performance, despite the volatility in the economy caused by the twin impacts of GST and demonetisation. The Company's strategy to be in the fastest growing states and transact only with 'stable and safe customer' has resulted in encouraging profitability with substantial improvement.

Your Company posted a revenue of ₹499.13 crore in the financial year 2017-18, registering a growth of 36% on a year-on-year