

November 08, 2019

**BSE Limited**P.J. Towers, Dalal Street,  
Mumbai- 400001  
Scrip Code- 541019**National Stock Exchange of India Limited**Exchange Plaza, Bandra Kurla Complex,  
Mumbai- 400051  
Scrip Code- HGINFRA

Dear Sir/Madam,

**Sub: Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Half Year ended September 30, 2019**

Pursuant to Regulation 33 and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Half Year ended September 30, 2019 and the Limited Review Reports of the Statutory Auditors in this regard. The results were duly approved by the Board of Directors at its meeting held today i.e. November 08, 2019.

The above information is also being uploaded on the Company's website [www.hginfra.com](http://www.hginfra.com)

The Board Meeting commenced at 11:30 a.m. & concluded at 4:15 p.m.

Kindly take the same on your records.

Thanking you,

Yours faithfully,

**For H.G. Infra Engineering Limited**



**Ankita Mehra**

Company Secretary & Compliance Officer

**H. G. INFRA ENGINEERING LTD.**

# Price Waterhouse & Co Chartered Accountants LLP

## Review Report

The Board of Directors  
H.G. Infra Engineering Limited  
III Floor, Sheel Mohar Plaza,  
A-1, Tilak Marg,  
C-Scheme, Jaipur-302001  
Rajasthan, India

1. We have reviewed the unaudited standalone financial results of H.G. Infra Engineering Limited (the "Company") for the quarter and the half year ended September 30, 2019 which are included in the accompanying 'Statement of Standalone unaudited financial results for the Quarter and Six months ended September 30, 2019', 'the unaudited statement of Standalone Assets and Liabilities as on that date' and 'the unaudited statement of standalone cash flows for the half-year ended on that date' (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. Attention is drawn to the fact that the statement of cash flows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in the Statement have been approved by the Company's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to 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 Engagements (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 of interim financial information consists of making inquiries, primarily of 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 accordance with 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 do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



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Mumbai - 400 028

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Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E).

# Price Waterhouse & Co Chartered Accountants LLP

## Other Matter

5. We did not review the interim financial results of 4 Jointly controlled operations – HGIEPL – Colossal JV, HGIEPL – Ranjit JV, HGIEPL – MGCPL JV and HGIEPL – RPS JV included in the statement, whose results reflect total assets of Rs. 61.63 million and net assets of Rs. 10.44 million as at September 30, 2019 and total revenues of Rs. 39.31 million and Rs. 77.14 million, total net profit after tax of Rs. 0.55 million and Rs. 1.35 million and total comprehensive income of Rs. 0.55 million and Rs. 1.35 million for the quarter and half year ended September 30, 2019 respectively, and cash inflow (net) of Rs. 0.07 million for the half year ended September 30, 2019, as considered in the respective unaudited interim financial results of the entities included in the Statement. The interim financial results of these Jointly controlled operations have been reviewed by the other auditors whose reports have been furnished to us by the management and our conclusion in so far as it relates to the amounts and disclosures included in respect of these Jointly controlled operations, is solely on the report of other auditors who issued their unmodified conclusion, as provided to us by the Management and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009



Mehul Desai  
Partner  
Membership Number: 103211  
UDIN: 19103211AAAADG9638

Place: Jaipur  
Date: November 8, 2019



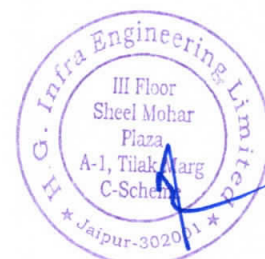
Statement of Standalone unaudited financial results for the Quarter and Six months ended September 30, 2019

(Amount in Rs. Millions)

Sr. No	Particulars	Quarter Ended			Six months ended		Year ended March 31, 2019
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
1	Revenue from operations	4,741.93	5,261.11	4,291.06	10,003.04	8,792.75	20,098.32
2	Other income	29.44	30.53	29.53	59.97	60.03	115.17
3	<b>Total Income from operations (1+2)</b>	<b>4,771.37</b>	<b>5,291.64</b>	<b>4,320.59</b>	<b>10,063.01</b>	<b>8,852.78</b>	<b>20,213.49</b>
4	<b>Expenses</b>						
	(a) Cost of materials consumed	1,732.12	2,274.68	1,999.12	4,006.80	4,255.20	8,919.31
	(b) Contract and site expenses	1,912.49	1,856.00	1,331.04	3,768.49	2,580.30	6,665.36
	(c) Employee benefits expense	264.18	289.02	291.25	553.20	573.86	1,191.06
	(d) Finance cost	107.51	122.72	96.02	230.23	211.30	490.29
	(e) Depreciation and amortisation expense	181.32	176.08	177.27	357.40	352.08	754.54
	(f) Other Expenses	100.00	46.25	46.45	146.25	89.35	290.48
	<b>Total Expenses</b>	<b>4,297.62</b>	<b>4,764.75</b>	<b>3,941.15</b>	<b>9,062.37</b>	<b>8,062.09</b>	<b>18,311.04</b>
5	<b>Profit before tax (3-4)</b>	<b>473.75</b>	<b>526.89</b>	<b>379.44</b>	<b>1,000.64</b>	<b>790.69</b>	<b>1,902.45</b>
6	<b>Tax Expense</b>						
	(a) Current Tax	78.86	183.99	115.75	262.85	253.88	689.26
	(b) Deferred Tax	9.38	(1.13)	17.99	8.25	20.99	(22.49)
	<b>Total Tax Expense</b>	<b>88.24</b>	<b>182.86</b>	<b>133.74</b>	<b>271.10</b>	<b>274.87</b>	<b>666.77</b>
7	<b>Profit after Tax (5-6)</b>	<b>385.51</b>	<b>344.03</b>	<b>245.70</b>	<b>729.54</b>	<b>515.82</b>	<b>1,235.68</b>
8	<b>Other Comprehensive Income</b>						
	Items that may be reclassified to profit or loss	-	-	-	-	-	-
	Items that will not be reclassified to profit or loss						
	Remeasurements of post-employment benefit obligations	(4.38)	(5.84)	(0.37)	(10.22)	(0.74)	(19.92)
	Income tax relating to these items	0.58	2.04	0.13	2.62	0.26	6.96
	<b>Total Other Comprehensive Income</b>	<b>(3.80)</b>	<b>(3.80)</b>	<b>(0.24)</b>	<b>(7.60)</b>	<b>(0.48)</b>	<b>(12.96)</b>
9	<b>Total Comprehensive Income for the period (7+8)</b>	<b>381.71</b>	<b>340.23</b>	<b>245.46</b>	<b>721.94</b>	<b>515.34</b>	<b>1,222.72</b>
10	Paid-up equity share capital (Face Value of the Rs. 10 per share)	651.71	651.71	651.71	651.71	651.71	651.71
11	Other Equity (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year						5,940.35
12	Earnings Per Share (of Rs. 10 per share): Basic and Diluted (In Rs.)	5.92*	5.28*	3.77*	11.2*	7.91*	18.96

See accompanying notes forming part of the standalone financial results

\* Not annualised



Unaudited Statement of Standalone Assets and Liabilities as at September 30, 2019

(Amount in Rs. Millions)

Particulars	As at September 30, 2019 Unaudited	As at March 31, 2019 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,356.40	4,584.83
Capital work-in-progress	50.59	-
Intangible assets	34.31	34.09
Right-of-use assets	25.45	-
Financial assets		
i. Investment	367.50	200.00
ii. Trade receivables	26.46	29.70
iii. Other financial assets	155.62	119.63
Deferred tax assets	75.53	83.79
Non-current tax assets	11.01	11.01
Other non-current assets	76.13	78.21
<b>Total non-current assets</b>	<b>5,179.00</b>	<b>5,141.26</b>
<b>Current assets</b>		
Inventories	1,059.04	1,160.97
Financial assets		
i. Trade receivables	5,002.20	6,213.97
ii. Cash and cash equivalents	30.34	30.99
iii. Bank balances other than (ii) above	936.98	971.26
iv. Loans	10.98	12.91
Contract assets	3,826.21	1,595.51
Other current assets	763.42	554.03
<b>Total current assets</b>	<b>11,629.17</b>	<b>10,539.64</b>
<b>Total assets</b>	<b>16,808.17</b>	<b>15,680.90</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	651.71	651.71
Other equity	6,623.00	5,940.35
<b>Total equity</b>	<b>7,274.71</b>	<b>6,592.06</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
i. Borrowings	386.08	593.13
ii. Trade Payable	593.51	533.09
Employee benefit obligations	23.05	41.75
<b>Total non-current liabilities</b>	<b>1,002.64</b>	<b>1,167.97</b>
<b>Current liabilities</b>		
Financial liabilities		
i. Borrowings	1,827.70	1,823.42
ii. Trade payables		
(a) total outstanding dues of micro and small enterprises	71.99	56.65
(b) total outstanding dues other than (ii) (a) above	3,819.06	3,404.14
iii Lease Liabilities	28.03	-
iv. Other financial liabilities	1,248.17	1,435.58
Contract liabilities	1,034.20	872.55
Employee benefit obligations	175.82	121.04
Other current liabilities	56.46	52.78
Current tax liabilities	269.39	154.72
<b>Total current liabilities</b>	<b>8,530.82</b>	<b>7,920.87</b>
<b>Total liabilities</b>	<b>9,533.46</b>	<b>9,088.84</b>
<b>Total equity and liabilities</b>	<b>16,808.17</b>	<b>15,680.90</b>

See accompanying notes forming part of the standalone financial results.



Unaudited Statement of Standalone cashflow for the half year ended September 30, 2019

(Amount in Rs. Millions)

Particulars	As at September 30, 2019 Unaudited	As at September 30, 2018 Unaudited
<b>A) Cash flow from operating activities</b>		
Profit before tax	1,000.64	790.69
Adjustments for:		
Depreciation and amortisation expense	357.40	352.08
Interest Income from financial assets of amortised cost	(37.00)	(49.67)
Loss allowances	55.00	-
Net gain/ (loss) on disposal of property, plant and equipment	0.89	0.06
Net finance costs	230.23	211.30
Rental expenses	(5.02)	-
Operating Profit before Working Capital Changes	1,602.14	1,304.46
Changes in working capital:		
Decrease in trade receivables	1,160.01	107.11
( Increase ) / decrease in inventories	101.93	(204.17)
Decrease in other current financial assets	-	313.12
( Increase ) in contract assets	(2,230.70)	-
( Increase ) in other current assets	(221.59)	(57.58)
( Increase ) / decrease in other non current financial assets	0.04	(4.97)
Decrease in other non current assets	31.07	5.52
Increase / (decrease) in trade payables	490.68	(523.36)
Increase in contract liabilities	161.65	-
Increase / ( decrease ) in other current financial liabilities	(5.00)	216.12
( Decrease ) / increase in other current liabilities	3.74	(698.75)
Increase in employee benefit obligations	28.48	16.21
Cash generated from operations	1,122.45	473.71
Income taxes paid ( Net of refunds )	(148.18)	(208.27)
<b>Net cash generated from / (used in) Operating Activities</b>	<b>974.27</b>	<b>265.44</b>
<b>B) Cash Flow From Investing Activities</b>		
Investment in a subsidiary	(167.50)	(1.00)
Payment for property, plant and equipment	(207.36)	(1,044.58)
Sale of property, plant and equipment	7.32	1.96
Fixed deposits ( placed ) / redemption of fixed deposits (Net)	(1.76)	1,059.44
Interest received	37.00	49.67
Loan to employees and related parties ( Net of repayment )	1.93	(19.09)
<b>Net Cash (used in) Investing Activities</b>	<b>(330.37)</b>	<b>46.40</b>
<b>C) Cash Flow From Financing Activities</b>		
( Repayment ) of Borrowings ( Net )	(172.15)	(49.20)
( Repayment ) of Loans taken from Directors ( Net )	(199.08)	(62.39)
Dividend paid to Company's shareholders ( including dividend distribution tax of Rs. 6.70 million )	(39.29)	(39.28)
Finance cost paid	(234.03)	(217.51)
<b>Net Cash generated from Financing Activities</b>	<b>(644.55)</b>	<b>(368.38)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(0.65)</b>	<b>(56.56)</b>
Cash and Cash Equivalents as at the beginning of the year	30.99	64.18
<b>Cash and cash equivalents at the end of the year</b>	<b>30.34</b>	<b>7.62</b>
<b>Reconciliation of Cash and cash equivalents as per the cash flow statement</b>		
Cash and cash equivalents comprise of the following:		
Cash on hand	6.08	1.83
Bank Balance on current account	24.26	5.79
<b>Total</b>	<b>30.34</b>	<b>7.62</b>

See accompanying notes forming part of the standalone financial results.



Notes :

- 1 The Statement include the results of H.G. Infra Engineering Limited (the 'Company') and its jointly controlled operations (HGIEPL – Colossal JV, HGIEPL – Ranjit JV, HGIEPL– MGCPL JV and HGIEPL – RPS JV). This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 2 In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Standalone financial results of the Company and its jointly controlled operations have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on November 8, 2019. The statutory auditors of the Company have conducted the limited review of the above Standalone Financial Results for the quarter ended September 30, 2019.
- 3 Pursuant to Initial Public Offering ('IPO'), 17,111,111 equity shares of Rs. 10 each were allotted at a price of Rs. 270 per equity share consisting of fresh issue of 11,111,111 equity shares and offer for sale of 6,000,000 equity shares by the selling shareholders. The equity shares of the Company were listed on the BSE Limited ('BSE') and National Stock Exchange of India Limited ('NSE') w.e.f. March 9, 2018. The said proceeds aggregating to Rs. 3,000 Million from IPO have been utilised as per the objects of the issue.
- 4 Effective April 1, 2019, the Company has adopted Ind AS 116, 'Leases'. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognise right-of-use assets and lease liabilities for all leases with a term of more than twelve months, unless the underlying asset is of a low value.  
The Company has used the 'modified retrospective approach' for transition from the previous standard- Ind AS 17, and consequently, comparatives for previous periods have not been retrospectively adjusted. On transition, the Company has recorded the lease liability at the present value of future lease payments discounted using the incremental borrowing rate and has also chosen the practical expedient provided in the standard to measure the right-of-use at the same value as the lease liability.  
The adoption of the new standard resulted in recognition of 'Right-of-use' asset and an equivalent lease liability as on April 1, 2019. The effect of Ind AS 116 on the profit before tax, profit for the period and earnings per share is not material.
- 5 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 recognized Provision for Income Tax for the six months ended September 30, 2019 and re-measured its Deferred Tax Assets basis the rate prescribed in the said section. The full impact of this change has been recognized in the statement of Profit and Loss for second quarter of 2019.
- 6 The Company and its jointly controlled operations are primarily engaged in the business of Engineering, Procurement and Construction (EPC) relating to roads, bridges, flyovers and infrastructure contract works and related activities. As such there is no separate reportable operating segment as defined by Ind AS 108 "Operating Segments".
- 7 During the six month ended, one of the jointly controlled operations namely HGIEPL – Colossal JV has been dissolved on May 27, 2019.
- 8 The above standalone financial results of the Company are available on the Company's website ([www.hginfra.com](http://www.hginfra.com)) and also on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)), where the equity shares of the Company are listed.

For and on behalf of the Board of Directors



Harendra Singh  
Chairman and Managing Director  
Place: Jaipur  
Date: November 8, 2019

# Price Waterhouse & Co Chartered Accountants LLP

## Review Report

The Board of Directors  
H.G. Infra Engineering Limited  
III Floor, Sheel Mohar Plaza,  
A-1, Tilak Marg,  
C-Scheme, Jaipur-302001  
Rajasthan, India

1. We have reviewed the unaudited consolidated financial results of H.G. Infra Engineering Limited (hereinafter referred to as the "Holding Company"), which include 4 jointly controlled operations, and its subsidiaries (Holding company, jointly controlled operations and the subsidiaries together hereinafter referred to as the "Group") and its associate [refer Note 8 on the Statement] for the quarter and the half year ended September 30, 2019 which are included in the accompanying 'Statement of Consolidated unaudited financial results for the Quarter and Six months year ended September 30, 2019', 'the unaudited statement of Consolidated Assets and Liabilities as on that date' and 'the unaudited consolidated statement of cash flows for the half-year ended on that date' (the "Statement"). The Statement is being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialled by us for identification purposes. Attention is drawn to the fact that the consolidated figures for the Statement of Cash flows for the period from April 1, 2018 to September 30, 2018, as reported in these financial results have been approved by the Holding Company's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Holding Company's Management and has been approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to 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 Engagements (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 of interim financial information consists of making inquiries, primarily of 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 accordance with 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 do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.



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Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

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## Price Waterhouse & Co Chartered Accountants LLP

4. The Statement includes the results of the following entities:
- H. G. Infra Engineering Limited (including 4 Jointly controlled operations - HGIEPL – Colossal JV, HGIEPL – Ranjit JV, HGIEPL – MGCPL JV and HGIEPL – RPS JV)
  - Gurgaon Sohna Highway Private Limited
  - HG Ateli Narnaul Highway Private Limited
  - HG Rewari Ateli Highway Private Limited
  - TPL – HGIEPL JV
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraphs 6, 7 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

### Other Matters

6. We did not review the interim financial results of 4 Jointly controlled operations included in the statement, whose results reflect total assets of Rs. 61.63 million and net assets of Rs. 10.44 million as at September 30, 2019 and total revenues of Rs. 39.31 million and Rs. 77.14 million, total net profit after tax of Rs. 0.55 million and Rs. 1.35 million and total comprehensive income of Rs. 0.55 million and Rs. 1.35 million for the quarter and half year ended September 30, 2019 respectively, and cash inflow (net) of Rs. 0.07 million for the half year ended September 30, 2019, as considered in the respective standalone unaudited interim financial results of the entities included in the Statement. The interim financial results of these Jointly controlled operations have been reviewed by the other auditors whose reports have been furnished to us and our conclusion in so far as it relates to the amounts and disclosures included in respect of these Jointly controlled operations, is based solely on the report of other auditors, who carried out their review and issued their unmodified conclusion, as provided to us by the Management and the procedures performed by us as stated in paragraph 3 above.
7. We did not review the interim financial results of 3 subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs. 1,908.47 million and net assets of Rs. 430.63 million as at September 30, 2019 and total revenues of Rs. 835.05 million and Rs. 1,644.82 million, total net profit after tax of Rs. 27.68 million and Rs. 53.16 million and total comprehensive income of Rs. 27.68 and Rs. 53.14 million, for the quarter and half year ended September 30, 2019, respectively, and cash inflows (net) of Rs. 9.42 million for the half year ended September 30, 2019 as considered in the consolidated unaudited financial results. The interim financial results of these subsidiaries have been reviewed by other auditors who have issued their unmodified conclusion, and those reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.



## Price Waterhouse & Co Chartered Accountants LLP

8. The consolidated unaudited financial results includes the Group's share of net profit/ (loss) after tax of Rs. (4.35) million and Rs. 5.21 million and total comprehensive income of Rs. (4.35) million and Rs. 5.21 Million for the quarter and half year ended September 30, 2019, as considered in the consolidated unaudited financial results, in respect of 1 associate, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

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

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009



Mehul Desai  
Partner  
Membership Number: 103211  
UDIN: 19103211AAAADH5064

Place: Jaipur  
Date: November 8, 2019

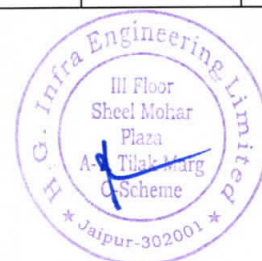
Statement of Consolidated unaudited financial results for the Quarter and Six months year ended September 30, 2019

(Amount in Rs. Millions)

Sr. No	Particulars	Quarter Ended			Six months ended		Year ended March 31, 2019
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	(Audited)
1	Revenue from operations	4,793.49	5,321.05	4,294.30	10,114.54	8,795.99	20,144.95
2	Other income	48.99	30.53	29.53	79.52	60.03	114.39
3	<b>Total Income from operations (1+2)</b>	<b>4,842.48</b>	<b>5,351.58</b>	<b>4,323.83</b>	<b>10,194.06</b>	<b>8,856.02</b>	<b>20,259.34</b>
4	Expenses						
	(a) Cost of materials consumed	1,732.12	2,274.68	1,999.12	4,006.80	4,255.20	8,919.31
	(b) Contract and site expenses	1,916.74	1,855.82	1,331.04	3,772.56	2,580.30	6,665.54
	(c) Employee benefits expense	266.38	290.76	292.65	557.14	575.84	1,194.19
	(d) Finance cost	122.59	136.23	96.02	258.82	211.30	490.31
	(e) Depreciation and amortisation expense	181.36	176.12	177.27	357.48	352.08	754.54
	(f) Other Expenses	106.00	54.83	50.32	160.83	93.78	319.95
	<b>Total Expenses</b>	<b>4,325.19</b>	<b>4,788.44</b>	<b>3,946.42</b>	<b>9,113.63</b>	<b>8,068.50</b>	<b>18,343.84</b>
5	<b>Profit before tax and share of net profit of associate (3-4)</b>	<b>517.29</b>	<b>563.14</b>	<b>377.41</b>	<b>1,080.43</b>	<b>787.52</b>	<b>1,915.50</b>
6	Share of Profit of associate	(4.35)	9.56	11.28	5.21	19.43	28.54
7	<b>Profit before tax (5+6)</b>	<b>512.94</b>	<b>572.70</b>	<b>388.69</b>	<b>1,085.64</b>	<b>806.95</b>	<b>1,944.04</b>
8	Tax Expense						
	(a) Current Tax	94.71	194.77	115.75	289.48	253.88	693.06
	(b) Deferred Tax	9.39	(1.12)	17.99	8.27	20.99	(22.45)
	<b>Total Tax Expense</b>	<b>104.10</b>	<b>193.65</b>	<b>133.74</b>	<b>297.75</b>	<b>274.87</b>	<b>670.61</b>
9	<b>Profit after Tax (7-8)</b>	<b>408.84</b>	<b>379.05</b>	<b>254.95</b>	<b>787.89</b>	<b>532.08</b>	<b>1,273.43</b>
10	Other Comprehensive Income						
	Items that may be reclassified to profit or loss	-	-	-	-	-	-
	Items that will not be reclassified to profit or loss						
	Remeasurements of post-employment benefit obligations	(4.38)	(5.84)	(0.37)	(10.22)	(0.74)	(19.92)
	Income tax relating to these items	0.58	2.04	0.13	2.62	0.26	6.96
	<b>Total Other Comprehensive Income</b>	<b>(3.80)</b>	<b>(3.80)</b>	<b>(0.24)</b>	<b>(7.60)</b>	<b>(0.48)</b>	<b>(12.96)</b>
11	<b>Total Comprehensive Income for the period (9+10)</b>	<b>405.04</b>	<b>375.25</b>	<b>254.71</b>	<b>780.29</b>	<b>531.60</b>	<b>1,260.47</b>
12	Paid-up equity share capital (Face Value of the Rs. 10 per share)	651.71	651.71	651.71	651.71	651.71	651.71
13	Other Equity (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year						5,978.10
14	Earnings Per Share (of Rs. 10 per share): Basic and Diluted (In Rs.)	6.27*	5.82*	3.91*	12.09*	8.16*	19.54

See accompanying notes forming part of the consolidated financial results

\* Not annualised





Unaudited Statement of Consolidated Assets and Liabilities as at September 30, 2019

(Amount in Rs. Millions)

Particulars	As at September 30, 2019 Unaudited	As at March 31, 2019 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,359.83	4,587.56
Capital work-in-progress	50.59	-
Intangible assets	34.31	34.09
Right-of-use assets	25.45	-
Financial assets		
i. Investment	33.75	28.54
ii. Trade receivables	26.46	29.70
iii. Other financial assets	155.70	119.63
Deferred tax assets	75.47	83.74
Non-current tax assets	11.01	11.01
Other non-current assets	76.13	78.21
<b>Total non-current assets</b>	<b>4,848.70</b>	<b>4,972.48</b>
<b>Current assets</b>		
Inventories	1,059.04	1,160.97
Financial assets		
i. Trade receivables	4,857.22	6,145.65
ii. Cash and cash equivalents	39.93	31.17
iii. Bank balances other than (ii) above	936.98	971.26
iv. Loans	5.16	4.21
v. Other financial assets	1,217.77	257.98
Contract assets	3,909.65	1,595.51
Other current assets	930.58	586.98
<b>Total current assets</b>	<b>12,956.33</b>	<b>10,753.73</b>
<b>Total assets</b>	<b>17,805.03</b>	<b>15,726.21</b>
<b>EQUITY AND LIABILITIES</b>		
Equity		
Equity share capital	651.71	651.71
Other equity	6,719.10	5,978.10
<b>Total equity</b>	<b>7,370.81</b>	<b>6,629.81</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
i. Borrowings	993.05	593.23
ii. Trade Payable	593.51	533.09
Employee benefit obligations	23.05	41.75
<b>Total non-current liabilities</b>	<b>1,609.61</b>	<b>1,168.07</b>
<b>Current liabilities</b>		
Financial liabilities		
i. Borrowings	1,827.70	1,823.42
ii. Trade payables		
(a) total outstanding dues of micro and small enterprises	71.99	56.65
(b) total outstanding dues other than (ii) (a) above	4,134.39	3,404.91
iii Lease Liabilities	28.03	-
iv. Other financial liabilities	1,264.20	1,435.58
Contract liabilities	983.46	872.55
Employee benefit obligations	176.61	121.45
Other current liabilities	64.31	55.62
Current tax liabilities	273.91	158.15
<b>Total current liabilities</b>	<b>8,824.60</b>	<b>7,928.33</b>
<b>Total liabilities</b>	<b>10,434.21</b>	<b>9,096.40</b>
<b>Total equity and liabilities</b>	<b>17,805.03</b>	<b>15,726.21</b>

See accompanying notes forming part of the consolidated financial results



Unaudited Statement of Consolidated cashflow for the half year ended September 30, 2019

(Amount in Rs. Millions)

Particulars	As at September 30, 2019 Unaudited	As at September 30, 2018 Unaudited
<b>A) Cash flow from operating activities</b>		
Profit before tax	1,080.43	787.52
Adjustments for:		
Depreciation and amortisation expense	357.48	352.08
Interest Income from financial assets of amortised cost	(37.00)	(49.67)
Loss allowances	55.00	-
Net gain on disposal of property, plant and equipment	0.89	0.06
Net finance costs	258.82	211.30
Rental expenses	(5.02)	-
Operating Profit before Working Capital Changes	1,710.60	1,301.29
Changes in working capital:		
Decrease in trade receivables	1,236.66	107.11
( Increase ) / decrease in inventories	101.93	(204.17)
( Increase ) / decrease in other current financial assets	(959.79)	309.88
( Increase ) in contract assets	(2,314.13)	-
( Increase ) in other current assets	(355.80)	(74.83)
( Increase ) in other non current financial assets	(0.06)	(5.02)
( Increase ) / decrease in other non current assets	31.11	5.52
Increase / (decrease) in trade payables	805.24	(521.34)
Increase in contract liabilities	110.91	-
Increase in other current financial liabilities	1.97	216.22
( Decrease ) / increase in other current liabilities	8.69	(697.40)
Increase in employee benefit obligations	28.86	16.52
Cash generated from operations	406.19	453.78
Income taxes paid ( Net of refunds )	(173.72)	(208.27)
<b>Net cash generated from / (used in) Operating Activities</b>	<b>232.47</b>	<b>245.51</b>
<b>B) Cash Flow From Investing Activities</b>		
Payment for property, plant and equipment	(207.36)	(1,042.64)
Sale of property, plant and equipment	7.32	-
Fixed deposits ( placed ) / redemption of fixed deposits (Net)	(1.76)	1,074.91
Interest received	37.00	34.20
Loan to employees and related parties	(0.95)	-
<b>Net Cash (used in) Investing Activities</b>	<b>(165.75)</b>	<b>66.47</b>
<b>C) Cash Flow From Financing Activities</b>		
Proceeds from / ( Repayment ) of Borrowings ( Net )	434.72	(49.20)
( Repayment ) of Loans taken from Directors ( Net )	(199.08)	(62.39)
Dividend paid to Company's shareholders ( including dividend distribution tax of Rs. 6.70 million )	(39.29)	(39.28)
Finance cost paid	(254.31)	(217.50)
<b>Net Cash generated from Financing Activities</b>	<b>(57.96)</b>	<b>(368.37)</b>
<b>Net increase in cash and cash equivalents</b>	<b>8.76</b>	<b>(56.39)</b>
Cash and Cash Equivalents as at the beginning of the year	31.17	64.18
<b>Cash and cash equivalents at the end of the year</b>	<b>39.93</b>	<b>7.79</b>
<b>Reconciliation of Cash and cash equivalents as per the cash flow statement</b>		
Cash and cash equivalents comprise of the following:		
Cash on hand	6.08	1.83
Bank Balance on current account	33.85	5.96
<b>Total</b>	<b>39.93</b>	<b>7.79</b>

Notes :

- 1 The Statement include the results of H.G. Infra Engineering Limited (including 4 jointly controlled operation) ( "the Holding Company"), 3 subsidiaries and an associate (the Holding Company, its subsidiaries and an associate together referred to as "the Group"). This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
  - 2 In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Consolidated financial results of the Group have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on November 8, 2019. The statutory auditors of the Group have conducted the limited review of the above Consolidated Financial Results for the quarter ended September 30, 2019.
  - 3 Pursuant to Initial Public Offering ('IPO'), 17,111,111 equity shares of Rs. 10 each were allotted at a price of Rs. 270 per equity share consisting of fresh issue of 11,111,111 equity shares and offer for sale of 6,000,000 equity shares by the selling shareholders. The equity shares of the Company were listed on the BSE Limited ('BSE') and National Stock Exchange of India Limited ('NSE') w.e.f. March 9, 2018. The said proceeds aggregating to Rs. 3,000 Million from IPO have been utilised as per the object of the issue.
  - 4 Summary of key standalone financial results is as follows: (Amount in Rs. Millions)
- | Particulars              | Quarter Ended<br>September 30,<br>2019 | Quarter Ended<br>June 30,<br>2019 | Quarter Ended<br>September 30,<br>2018 | Six months ended<br>September 30, 2019 | Six months ended<br>September 30,<br>2018 | Year ended<br>March 31,<br>2019 |
|--------------------------|--|-----------------------------------|--|--|---|---------------------------------|
| Revenues from operations | 4,741.93                               | 5,261.11                          | 4,291.06                               | 10,003.04                              | 8,792.75                                  | 20,098.32                       |
| Profit before tax        | 473.75                                 | 526.89                            | 379.44                                 | 1,000.64                               | 790.69                                    | 1,902.45                        |
| Profit after tax         | 385.51                                 | 344.03                            | 245.70                                 | 729.54                                 | 515.82                                    | 1,235.68                        |
- Note: The above Standalone financial results of the Company are available on the Company's website ([www.hginfra.com](http://www.hginfra.com)) and also on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)), where the equity shares of the Company are listed. The information above has been extracted from the published standalone financial results.
- 5 Effective April 1,2019, the Group has adopted Ind AS 116, 'Leases'. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognise right-of-use assets and lease liabilities for all leases with a term of more than twelve months, unless the underlying asset is of a low value. The Group has used the 'modified retrospective approach' for transition from the previous standard- Ind AS 17, and consequently, comparatives for previous periods have not been retrospectively adjusted. On transition, the Group has recorded the lease liability at the present value of future lease payments discounted using the incremental borrowing rate and has also chosen the practical expedient provided in the standard to measure the right-of-use at the same value as the lease liability.  
The adoption of the new standard resulted in recognition of 'Right-of-use' asset and an equivalent lease liability as on April 1, 2019. The effect of Ind AS 116 on the profit before tax, profit for the period and earnings per share is not material.
  - 6 The Group 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 Group has recognized Provision for Income Tax for the six months ended September 30, 2019 and re-measured its Deferred Tax Assets basis the rate prescribed in the said section. The full impact of this change has been recognized in the statement of Profit and Loss for second quarter of 2019.
  - 7 The Group is primarily engaged in the business of Engineering, Procurement and Construction (EPC) relating to roads, bridges, flyovers and infrastructure contract works and related activities. As such there is no separate reportable operating segment as defined by Ind AS 108 "Operating Segments".
  - 8 The consolidated financial results include the financial results of the Holding Company (including 4 joint controlled operations - HGIEPL – Colossal JV, HGIEPL – Ranjit JV, HGIEPL– MGCPL JV and HGIEPL – RPS JV), its subsidiaries - Gurgaon Sohna Highway Private Limited, HG Ateli Narnaul Highway Private Limited and HG Rewari Ateli Highway Private Limited and its associate TPL – HGIEPL JV.
  - 9 During the quarter, 2 wholly owned subsidiaries HG Ateli Narnaul Highway Private Limited and HG Rewari Ateli Highway Private Limited has been incorporated by the Company.
  - 10 The above Consolidated financial results of the Group are available on the Company's website ([www.hginfra.com](http://www.hginfra.com)) and also on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)), where the equity shares of the Company are listed.

For and on behalf of the Board of Directors



Harendra Singh  
Chairman and Managing Director  
Place: Jaipur  
Date: November 8, 2019