

SEPC Limited
Regd Office : 3rd Floor, Boscon Futura SV,
Door No.10/1, Venkatnarayana Road, T Nagar, Chennai -600017
Website: www.sepc.in

Extract of Consolidated Unaudited Financial Results for the Half Year Ended Ended 30 September 2024

| Rs in lakhs | | | | | | | |
|-------------|---|---------------|-------------|-------------|-----------------|-------------|-------------|
| | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
| | | 30.09.2024 | 30.06.2024 | 30.09.2023 | 30.09.2024 | 30.09.2023 | 31.03.2024 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Total Income from Operations (Net) | 18,194.17 | 17,820.70 | 13,877.95 | 36,014.87 | 28,463.48 | 60,721.48 |
| 2 | Profit for the period (before Tax, Exceptional and/or Extraordinary items) | 689.23 | 1,267.97 | 565.15 | 1,957.20 | 1,058.24 | 2,278.36 |
| 3 | Profit for the period before Tax (after Exceptional and /or Extraordinary items) | 689.23 | 1,267.97 | 565.15 | 1,957.20 | 1,058.24 | 2,278.36 |
| 4 | Profit for the period after tax (after Exceptional and/or Extraordinary items) | 229.23 | 807.97 | 565.15 | 1,037.20 | 1,058.24 | 2,278.36 |
| 5 | Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)] | 202.80 | 795.49 | 576.97 | 998.29 | 1,094.70 | 2,366.14 |
| 6 | Equity Share Capital (Face value of Rs 10/- each) | 1,56,365.98 | 1,40,981.36 | 1,37,142.90 | 1,56,365.98 | 1,37,142.90 | 1,40,981.36 |
| 7 | Reserves (excluding Revaluation reserve) as shown in the Audited Balance Sheet of the Previous Year. | - | - | - | - | - | (19,954.90) |
| 8 | Earnings Per Share (of Rs. 10/- each) | | | | | | |
| | (a) Basic | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.17 |
| | (b) Diluted | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.17 |

Note:

- The above unaudited consolidated financial results for the half year and quarter ended September 30,2024 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on November 14, 2024.
- The above is an extract of the detailed results for the half year and quarter ended September 30, 2024 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The detailed results for the half year and quarter ended September 30, 2024 are available on the Stock Exchanges Website www.bseindia.com and www.nseindia.com and on the website of the Company www.sepc.in.
- The Unaudited Standalone Results for the half year and quarter ended September 30 2024 are hereunder :

| | Rs lakhs | | | | | |
|---|---------------|------------|------------|-----------------|------------|------------|
| | Quarter Ended | | | Half Year Ended | | Year Ended |
| | 30.09.2024 | 30.06.2024 | 30.09.2023 | 30.09.2024 | 30.09.2023 | 31.03.2024 |
| Total Income from Operations | 18,194.17 | 17,820.70 | 13,812.51 | 36,014.87 | 28,398.04 | 60,655.92 |
| Profit for the period (before Tax, Exceptional and/or Extraordinary items) | 690.34 | 1,273.50 | 542.66 | 1,963.84 | 1,061.11 | 2,267.13 |
| Profit for the period after tax (after Exceptional and/or Extraordinary items) | 230.34 | 813.50 | 542.66 | 1,043.84 | 1,061.11 | 2,267.13 |
| Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)] | 203.91 | 801.02 | 554.48 | 1,004.93 | 1,097.57 | 2,354.91 |

For SEPC Limited

Nemmara Krishnan
Suryanarayanan

N K Suryanarayanan
Managing Director & CEO

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Suryanarayanan
Date: 2024.11.14 15:32:59 +05'30'

Place :Chennai

Date : November 14, 2024

Independent Auditor's Review Report on unaudited standalone financial results of SEPC Limited for the quarter ended September 30, 2024 and year to date results for the period April 01, 2024 to September 30, 2024, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors of SEPC Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **SEPC Limited** (hereinafter referred to as 'the Company') for the quarter ended September 30, 2024 and year to date results for the period April 01, 2024 to September 30, 2024 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the 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', prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder ('Ind AS 34') and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. 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. 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 specified under section 143(10) of the Act 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. Basis for Qualified Conclusion:
 - i. The carrying value of Deferred Tax Asset (DTA) as on September 30, 2024, include an amount of Rs. 29,950.91 Lakhs, which was recognized on carried forward business losses of Rs. 88,343.94 Lakhs. Due to non-availability of sufficient appropriate audit evidence to corroborate management's assessment that sufficient taxable profits will be available in the future against which such carried forward business losses can be utilised as required by Ind AS 12: "Income taxes", we are unable to comment on adjustments, if any, that may be required to the carrying value of the aforesaid DTA as on September 30, 2024. (Refer Note 06 of the Statement).
 - ii. Non-Current Contract Assets include overdue balances of Rs.6,959.44 Lakhs (net of provisions amounting to Rs.926.98. Lakhs) and Non-Current Trade Receivables include overdue balances Rs.575.21 Lakhs (net of provisions amounting to Rs. 82.99 Lakhs) as on September 30, 2024, relating to dues on projects which have been stalled due to delays in obtaining approvals from the regulatory authorities. Due to the non-availability of sufficient appropriate audit evidence to corroborate management's assessment of the recoverability of the said balances on these projects, we are unable to comment on the carrying value of these non- current Contract Assets and non-current Trade Receivables and the consequential impact if any, on the Statement of the Company for the quarter and half year ended September 30, 2024. (Refer Note 03 of the Statement).

Our audit report on the standalone financial statements for the year ended March 31, 2024 and limited review report on the unaudited standalone financial results for the quarter ended June 30, 2024 were qualified in respect of both the matters stated above.

These qualifications have not been addressed by the Management of the Company in the Statement for the quarter and half year ended September 30, 2024.

MSKA & Associates

Chartered Accountants

5. Based on our review conducted as stated in paragraph 3 above, with the exception of the matters described in the paragraph 4 and the possible effects thereon, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No.105047W

**Ganesh
TV**

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by Ganesh T V

Date: 2024.11.14

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T.V. Ganesh

Partner

Membership No.: 203370

UDIN: 24203370BKBUBT3536

Place: Chennai

Date: November 14, 2024

SEPC Limited
Regd Office : 3rd Floor, Boscon Futura SV,
Door No.10/1, Venkatnarayana Road, T Nagar, Chennai - 600017
CIN:L74210TN2000PLC045167
Website: www.sepc.in

Statement of Standalone Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2024.

(Rs in Lakhs)

| S No | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
|------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | 30.09.2024 | 30.06.2024 | 30.09.2023 | 30.09.2024 | 30.09.2023 | 31.03.2024 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Income | | | | | | |
| | (a) Revenue from operations | 17,098.58 | 17,582.38 | 12,917.80 | 34,680.96 | 27,245.51 | 56,098.28 |
| | (b) Other Income (Refer Note No 7) | 1,095.59 | 238.32 | 894.71 | 1,333.91 | 1,152.53 | 4,557.64 |
| | Total Income from operations | 18,194.17 | 17,820.70 | 13,812.51 | 36,014.87 | 28,398.04 | 60,655.92 |
| 2 | Expenses | | | | | | |
| | (a) Cost of Materials, Erection, Construction & Operation Expenses | 14,469.39 | 13,357.06 | 10,369.00 | 27,826.45 | 22,014.85 | 46,671.76 |
| | (b) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (63.44) | - | 115.73 | (63.44) | - | - |
| | (c) Employee benefits expense | 875.66 | 763.82 | 813.72 | 1,639.48 | 1,604.69 | 3,224.98 |
| | (d) Finance Costs | 1,044.87 | 1,260.73 | 1,111.17 | 2,305.60 | 2,019.37 | 4,437.81 |
| | (e) Depreciation and amortisation expense | 129.34 | 129.90 | 132.96 | 259.24 | 266.78 | 531.92 |
| | (f) Other expenses | 1,048.01 | 1,035.69 | 727.27 | 2,083.70 | 1,431.24 | 3,522.32 |
| | Total expenses | 17,503.83 | 16,547.20 | 13,269.85 | 34,051.03 | 27,336.93 | 58,388.79 |
| 3 | Profit before exceptional items and tax (1-2) | 690.34 | 1,273.50 | 542.66 | 1,963.84 | 1,061.11 | 2,267.13 |
| 4 | Exceptional Items | - | - | - | - | - | - |
| 5 | Profit before tax (3 - 4) | 690.34 | 1,273.50 | 542.66 | 1,963.84 | 1,061.11 | 2,267.13 |
| 6 | Tax Expense | | | | | | |
| | Current Tax | - | - | - | - | - | - |
| | Deferred Tax charge | 460.00 | 460.00 | - | 920.00 | - | - |
| | Total | 460.00 | 460.00 | - | 920.00 | - | - |
| 7 | Profit for the period / year (5 - 6) | 230.34 | 813.50 | 542.66 | 1,043.84 | 1,061.11 | 2,267.13 |
| 8 | Other comprehensive (loss) / income (OCI) | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | Re-measurement (loss)/gains on defined benefit plans (Net of Taxes) | (21.59) | (18.66) | 5.25 | (40.25) | 21.78 | 50.90 |
| | Fair Value of Equity Instruments through OCI | (4.84) | 6.18 | 6.57 | 1.34 | 14.68 | 36.88 |
| | Total Other comprehensive (Loss) / income | (26.43) | (12.48) | 11.82 | (38.91) | 36.46 | 87.78 |
| 9 | Total comprehensive Income for the period / year (7+8) | 203.91 | 801.02 | 554.48 | 1,004.93 | 1,097.57 | 2,354.91 |
| 10 | Paid-up equity share capital (Face value ₹ 10 each) | 1,56,365.98 | 1,40,981.36 | 1,37,142.90 | 1,56,365.98 | 1,37,142.90 | 1,40,981.36 |
| 11 | Other Equity | - | - | - | - | - | (20,242.24) |
| 12 | Earnings per share (of Rs 10/- each) (not annualised for the Quarters and half years): | | | | | | |
| | (a) Basic | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.16 |
| | (b) Diluted | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.16 |
| | See accompanying notes to the financial results | | | | | | |

| SEPC Limited | | |
|--|---------------------------------|-------------------------------|
| Standalone Statement of Assets and Liabilities as at September 30, 2024 | | |
| (Rs in Lakhs) | | |
| Particulars | As at 30-09-2024 (Unaudited) | As at 31-03-2024 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 2,618.90 | 2,830.84 |
| Right to Use Assets | 201.22 | 241.61 |
| Intangible assets | 21.92 | 23.92 |
| Contract Assets | 10,496.75 | 10,300.45 |
| Financial assets | | |
| Investments | 103.42 | 102.07 |
| Loans | 696.17 | 696.17 |
| Trade Receivables | 15,983.04 | 16,600.32 |
| Other Financial Assets | 1,177.98 | 1,030.47 |
| Deferred tax asset (net) | 39,403.75 | 40,323.55 |
| Income tax assets (net) | 1,711.61 | 1,710.37 |
| Total Non-Current Assets | 72,414.76 | 73,859.77 |
| Current assets | | |
| Inventories | 63.44 | - |
| Contract Assets | 1,08,192.11 | 91,975.82 |
| Financial assets | | |
| Trade receivables | 28,722.98 | 22,883.33 |
| Cash and cash equivalents | 981.88 | 1,817.33 |
| Other bank balances | 4,631.48 | 4,257.69 |
| Other financial assets | 216.36 | 234.18 |
| Other current assets | 13,555.44 | 11,607.79 |
| Total Current Assets | 1,56,363.69 | 1,32,776.14 |
| Total Assets | 2,28,778.45 | 2,06,635.91 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Equity share capital | 1,56,365.98 | 1,40,981.36 |
| Other equity | (14,621.90) | (20,242.24) |
| Total Equity | 1,41,744.08 | 1,20,739.12 |
| Liabilities | | |
| Non-Current Liabilities | | |
| Financial liabilities | | |
| Lease Liabilities | 139.83 | 177.39 |
| Borrowings | 30,967.67 | 29,840.24 |
| Other financial liabilities | 3,426.78 | 3,847.21 |
| Provisions | 528.50 | 734.15 |
| Contract Liabilities | 4,902.49 | 4,552.49 |
| Total Non-Current Liabilities | 39,965.27 | 39,151.48 |
| Current liabilities | | |
| Financial liabilities | | |
| Lease Liabilities | 101.20 | 103.30 |
| Borrowings | 6,902.11 | 15,373.66 |
| Trade payables | | |
| - Total outstanding dues of micro enterprises and small enterprises | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | 32,357.36 | 21,989.10 |
| Other financial liabilities | 3,400.85 | 4,755.63 |
| Other current liabilities | 848.05 | 188.71 |
| Contract Liabilities | 3,325.85 | 4,280.94 |
| Provisions | 133.68 | 53.97 |
| Total Current Liabilities | 47,069.10 | 46,745.31 |
| Total Liabilities | 87,034.37 | 85,896.79 |
| Total Equity and Liabilities | 2,28,778.45 | 2,06,635.91 |

SEPC Limited
Standalone Statement of cash flows for the Half Year ended September 30, 2024

(Amount in ₹ lakhs, unless otherwise stated)

| Particulars | For the Half year Ended September 30, 2024 (Unaudited) | For the Half year Ended September 30, 2023 (Unaudited) |
|---|--|--|
| Cash flow from operating activities | | |
| Profit before tax and after exceptional items | 1,963.84 | 1,061.12 |
| Adjustments for: | | |
| Depreciation and amortization expenses | 259.24 | 266.78 |
| Provision for Gratuity | 24.90 | 19.37 |
| Provision for Compensated Absences | (160.92) | (12.87) |
| Provision for Doubtful Trade Receivable & Contract Assets | - | 977.29 |
| Contract assets written off | 212.24 | - |
| Finance cost | 2,305.60 | 2,019.37 |
| Interest income | (122.38) | (110.18) |
| Liabilities no longer required written back | (791.58) | (915.87) |
| Loss / (Profit) on sale of property, plant and equipment | 0.60 | (2.12) |
| Gain on initial recognition of unsecured loan | 213.17 | - |
| Operating Profit before working capital changes | 3,904.71 | 3,302.89 |
| Changes in working capital | | |
| Increase in inventories | (63.44) | - |
| Increase in trade payables | 11,159.68 | 4,460.04 |
| (Increase) / Decrease in trade receivables | (5,222.37) | 1,369.28 |
| Decrease in loans and advances | - | 0.88 |
| Increase / (Decrease) in other Current liabilities | 659.34 | (263.62) |
| (Decrease)/Increase in contract liabilities | (605.09) | 1,752.06 |
| Increase / (Decrease) in Short Term provisions | 79.71 | (24.08) |
| Decrease in Long Term provisions | (109.88) | (43.54) |
| Decrease in other financial liabilities | (1,775.21) | (1,573.36) |
| Increase in other financial assets | (121.93) | (31.76) |
| Increase in other current assets | (1,947.65) | (1,524.74) |
| Increase in Contract Assets | (16,624.83) | (12,823.05) |
| Cash used in operations | (10,666.96) | (5,399.00) |
| Income tax paid net of refund received | (1.24) | (22.45) |
| Net cash used in operating activities (A) | (10,668.20) | (5,421.45) |
| Cash flow from Investing activities | | |
| Purchase of property, plant and equipment and intangible assets | (5.51) | (1.66) |
| Movement in Bank balances not considered as Cash and cash equivalents (Net) | (373.79) | (492.50) |
| Proceeds from sale/ disposal of property, plant and equipment | - | 2.12 |
| Interest received | 114.62 | 110.18 |
| Net cash flow used in from investing activities (B) | (264.68) | (381.86) |
| Cash flow from Financing activities | | |
| Proceeds from issue of share capital | 20,000.00 | 4,990.00 |
| Proceeds from / repayment of Short Term Borrowings | (8,471.55) | 299.78 |
| Repayment of Long term borrowings | (270.28) | (150.22) |
| Interest and Finance Charges Paid | (1,109.24) | (899.99) |
| Repayment of finance lease obligation | (51.50) | (48.79) |
| Net cash flow generated from financing activities (C) | 10,097.43 | 4,190.78 |
| Net decrease in cash and cash equivalents (A+B+C) | (835.45) | (1,612.53) |
| Cash and cash equivalents at the beginning of the year | 1,817.33 | 3,285.33 |
| Cash and cash equivalents at the end of the period | 981.88 | 1,672.80 |

| S. No | Notes: |
|-------|---|
| 1 | The above unaudited standalone financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2024 and has been subjected to review by the Statutory Auditors of the Company. These unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended. |
| 2 | a) During the quarter ended September 30, 2024, the Company has issued and allotted 15,38,46,153 equity shares of Rs 13 each (including a premium of Rs 3 per equity share) aggregating to Rs.20,000 lakhs to the eligible equity shareholders on rights basis ,after obtaining necessary approvals. b)Subsequent to the quarter ended September 30, 2024, the Board of directors in their meeting held on November 14, 2024,have approved the issuance of equity shares of the Company for an amount not exceeding Rs.35,000 lakhs by way of rights issue to the eligible equity shareholders in accordance with the applicable laws, including Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2015 , Companies Act 2013 and Rules made thereunder from time to time, subject to regulatory and statutory approvals , as may be the case under the applicable laws . |
| 3 | Non-Current Contract Assets include overdue balances of Rs. 6,959.44 lakhs as at September 30, 2024 (September 30, 2023 Rs. 7,351.90 lakhs), which are net of provisions of Rs. 926.98 lakhs as at September 30, 2024 (September 30, 2023: Rs 926.98 lakhs). Non-Current Trade Receivable include overdue balances of Rs 575.21 lakhs as at September 30, 2024 (September 30, 2023, Rs. 575.21 lakhs), which are net of provisions of Rs 82.99 lakhs as at September 30, 2024 (September 30, 2023: Rs. 82.99 lakhs). Both the above amounts pertain to projects which have been stalled due to delays in obtaining approvals from the regulatory authorities. One of the customers in the said projects is undergoing liquidation process, in respect of which the Company is confident of recovering the dues based on the realisability of the assets available with the said customer. Further, considering the ongoing negotiations with the customers, the management of the Company is confident of recovering both the dues in full. The auditors have qualified this matter in their report for the quarter and half year ended September 30, 2024. |
| 4 | The Company (SEPC) and Twarit Consultancy Services Private Limited (TCPL) were the Respondents in respect of an International Arbitration before The Singapore International Arbitration Centre (SIAC) filed by GPE (INDIA) Ltd, GPE JV1Ltd, Gaja Trustee Company Private Ltd (the Claimants) in connection with the investments made by the claimants in an associate company of the Company. SIAC vide its award dated January 07, 2021 awarded damages jointly and severally on the Respondents to the tune of Rs.19,854.10 lakhs and a sum of SGD 372,754.79 towards Arbitration expenses. These are to be paid along with simple interest @ 7.25% pa from July 21, 2017 until the date of payment. The Respondents preferred an appeal before the High Court of Republic of Singapore against the award of SIAC and the same is held in favour of the claimants. Recognition and Enforcement petition was filed by the claimants before Madras High Court which recognised the foreign award subject to obtaining of prior approval from the RBI. Aggrieved by this the claimants have moved the Supreme Court for certain directions. Supreme Court directed the respondents to pay Rs 12500 lakhs with interest @7.25 % pa from 07.09.2021 till the date of payment. The respondent has preferred an interim application on this order. This application along with the status of compliance of the previous order of Supreme Court came up for hearing on 17.05.2024 wherein Supreme Court directed to comply with the previous order and respondent directors to be present in the next hearing. The above matter, after various adjournments is now scheduled for hearing on November 19, 2024. However, the Company has entered into an Inter-se arrangement dated September 29, 2015 with TCPL and Shri Housing Pvt Ltd by which, Company will be fully indemnified, in case of any liability arising out of any Suits, Proceedings, Disputes, Damages payable by the Company on any defaults arising out of the above. The management is confident that there will be no liability which would devolve on the Company from the proceedings as the Company is fully indemnified by virtue of the said Inter-se arrangement. |
| 5 | Mokul Shriram EPC JV (JV Company) where SEPC Limited is a JV partner, have won the complaint against Export Credit Guarantee Corporation of India Limited (ECGC) before the National Consumer Disputes Redressal Commission,(NCDRC) New Delhi, in connection with the project executed in Basra, Iraq. NCDRC, vide their order dated January 27, 2021, allowed the claims and directed ECGC to pay a sum of Rs. 26,501 lakhs along with simple interest @ 10% pa. with effect from September 19, 2016 till the date of realisation to the JV Company within a period of three months from the date of order, failing which ECGC will be liable to pay compensation in the form of simple interest @ 12% pa. ECGC had filed an appeal against the order of NCDRC New Delhi, before Supreme Court, and the case is pending for disposal. |
| 6 | The Company has business losses which are allowed to be carried forward and set off against available future taxable profits under the Income Tax Act, 1961, in respect of which the Company has created Deferred Tax Assets ("DTA"). The Company has recognised DTA on the carry forward unabsorbed business losses only to the extent of Rs.88,343.94 lakhs (September 30, 2023: Rs.1,11,216.10 lakhs) out of the total carry forward unabsorbed business losses of Rs.1,04,486.51 lakhs that was available as at September 30, 2024 (September 30, 2023- Rs.1,37,510.14 lakhs). The DTA amount recognised by the Company on these carry forward unabsorbed business losses amounts to Rs. 29,950.91 lakhs as at September 30, 2024 (September 30, 2023 - Rs. 33,289.92 lakhs). Considering the potential order book as on date, the current projects in the pipeline and a positive future outlook for the Company, the management of the Company is confident of generating sufficient taxable profits in the future and adjust them against these unabsorbed business losses, and accordingly, the DTA as on September 30, 2024,can be utilised before the expiry of the period for which this benefit is available. The auditors have qualified this matter in their report for the quarter and half year ended September 30, 2024. |
| 7 | Other income for the a) Year ended March 31, 2024 includes an amount of Rs 2607.07 lakhs representing the gain on initial recognition of unsecured loans at amortised cost as required under IND AS 109 - Financial instruments. b) Quarter and half year ended September 30, 2024 includes an amount of Rs.213.17 lakhs representing the gain on initial recognition of unsecured loans at amortised cost as required under IND AS 109 - Financial instruments. |
| 8 | The Company has made net profit during the quarter and half year ended September 30, 2024 amounting to Rs 230.34 Lakhs and Rs.1,043.84 Lakhs respectively, and as of that date has accumulated losses aggregating Rs. 2,12,338.28 Lakhs.Considering the positive developments of implementing the resolution plan, infusion of equity by the investor, completion of Rights issue and the change in management, additional funding by Investor for working capital together with plans to meet financial obligations in future out of the cash flows from execution of the pipeline of orders in hand, business plans,sanctioned non-fund based facilities etc,these financial results are prepared on a going concern basis. |
| 9 | There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years, available for set off, while computing income, both under the provisions of 115 JB and those other than section 115 JB of the Income Tax act 1961. |
| 10 | The Company is engaged in the sole activity of carrying on the business of "Engineering ,Procurement and Construction " (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company. |
| 11 | Previous year/period figures have been regrouped / reclassified to be in conformity with current period's classification/disclosure, wherever necessary. |

For SEPC Limited

Nemmara Krishnan
Suryanarayanan

Digitally signed by Nemmara
Krishnan Suryanarayanan
Date: 2024.11.14 15:33:32 +05'30'

N K Suryanarayanan
Managing Director & CEO

Place: Chennai
Date : November 14, 2024

Independent Auditor’s Review Report on unaudited consolidated financial results of SEPC Limited for the quarter ended September 30, 2024 and year to date results for the period April 01, 2024 to September 30, 2024, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors of SEPC Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **SEPC Limited** (hereinafter referred to as ‘the Holding Company’), its subsidiary, (the Holding Company and its subsidiary together referred to as the ‘Group’) for the quarter ended September 30, 2024 and year to date results for the period April 01, 2024 to September 30, 2024 (‘the Statement’), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (‘the Regulations’).
2. This Statement, which is the responsibility of the Holding Company’s Management and 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’ prescribed under Section 133 of the Companies Act, 2013 (“the Act”) read with relevant rules issued thereunder (‘Ind AS 34’) and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. 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 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 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 specified under section 143(10) of the Act 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 Securities and Exchange Board of India under Regulation 33 (8) of the Regulations, as amended, to the extent applicable.
4. This Statement includes the results of the Holding Company and the following entity

| Sr. No | Name of the Entity | Relationship with the Holding Company |
|--------|----------------------------|---------------------------------------|
| 1 | Shriram EPC (FZE)- Sharjah | Subsidiary |
| 2 | Shriram EPC Arkan LLC | Step Down Subsidiary |

5. Basis for Qualified Conclusion:

- i. The carrying value of Deferred Tax Asset (DTA) as on September 30, 2024, include an amount of Rs. 29,950.91 Lakhs, which was recognized on carried forward business losses of Rs. 88,343.94 Lakhs. Due to non-availability of sufficient appropriate audit evidence to corroborate management’s assessment that sufficient taxable profits will be available in the future against which such carried forward business losses can be utilised as required by Ind AS 12: “Income taxes”, we are unable to comment on adjustments, if any, that may be required to the carrying value of the aforesaid DTA as on September 30, 2024. (Refer Note 06 of the Statement).
- ii. Non-Current Contract Assets include overdue balances of Rs.6,959.44 Lakhs (net of provisions amounting to Rs.926.98. Lakhs) and Non-Current Trade Receivables include overdue balances Rs.575.21 Lakhs (net of provisions amounting to Rs. 82.99 Lakhs) as on September 30, 2024, relating to dues on projects which have been stalled due to delays in obtaining approvals from the regulatory authorities. Due to the non-availability of sufficient appropriate audit evidence to corroborate management’s assessment of the recoverability of the said balances on these projects, we are unable to comment on the carrying value of these non- current Contract Assets and non-current Trade Receivables and the consequential impact if any, on the Statement of the Company for the quarter and half year ended September 30, 2024. (Refer Note 03 of the Statement).

MSKA & Associates

Chartered Accountants

Our audit report on the consolidated financial statements for the year ended March 31, 2024 and limited review report on the unaudited consolidated financial results for the quarter ended June 30, 2024 were qualified in respect of both the matters stated above.

These qualifications have not been addressed by the Management of the Company in the Statement for the quarter and half year ended September 30, 2024.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, with the exception of the matter described in the paragraph 5 and the possible effects thereon, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. The Statement includes the interim financial results of subsidiary company (including step down subsidiary) which have not been reviewed by their auditors, whose interim financial results reflects total assets of Rs. 15,933.93 lakhs as at September 30, 2024 and total revenue of Rs. Nil lakhs and Rs. Nil lakhs, total net loss after tax of Rs. 1.11 lakhs and Rs. 6.64 lakhs and total comprehensive loss of Rs. 1.11 lakhs and Rs. 6.64 lakhs for the quarter ended September 30, 2024 and for the period from April 01, 2024 to September 30, 2024, respectively, and cash flows (net) of Rs. 0.09 lakhs for the period from April 01, 2024 to September 30, 2024, as considered in the Statement. This interim financial results 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 this subsidiary is based solely on such management prepared unaudited interim financial results. According to the information and explanations given to us by the Management, this interim financial results are not material to the Group.

Our conclusion is not modified in respect of the above matter with respect to our reliance on the financial results certified by the management.

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No.105047W

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Date: 2024.11.14 15:40:31
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T.V. Ganesh

Partner

Membership No.: 203370

UDIN: 24203370BKBUBU8719

Place: Chennai

Date: November 14, 2024

SEPC Limited
Regd Office : 3rd Floor, Boscon Futura SV,
Door No.10/1, Venkatnarayana Road, T Nagar, Chennai -600017
CIN:L74210TN2000PLC045167
Website: www.sepc.in

Statement of Consolidated Unaudited Financial Results for the Quarter and Half year Ended September 30, 2024

(Rs in Lakhs)

| S No | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
|------|---|------------------|------------------|------------------|------------------|------------------|------------------|
| | | 30.09.2024 | 30.06.2024 | 30.09.2023 | 30.09.2024 | 30.09.2023 | 31.03.2024 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Income | | | | | | |
| | (a) Revenue from operations | 17,098.58 | 17,582.38 | 12,917.81 | 34,680.96 | 27,245.52 | 56,098.28 |
| | (b) Other Income (Refer Note No 7) | 1,095.59 | 238.32 | 960.14 | 1,333.91 | 1,217.96 | 4,623.20 |
| | Total Income from operations | 18,194.17 | 17,820.70 | 13,877.95 | 36,014.87 | 28,463.48 | 60,721.48 |
| 2 | Expenses | | | | | | |
| | (a) Cost of Materials,Erection,Construction & Operation Expenses | 14,469.39 | 13,357.06 | 10,369.00 | 27,826.45 | 22,014.85 | 46,671.76 |
| | (b) Changes in inventories of finished goods,work-in-progress and stock-in-trade | (63.44) | - | 115.73 | (63.44) | - | - |
| | (c) Employee benefits expense | 875.66 | 763.82 | 813.72 | 1,639.48 | 1,604.69 | 3,224.98 |
| | (d) Finance Costs | 1,044.87 | 1,260.73 | 1,111.38 | 2,305.60 | 2,019.80 | 4,438.55 |
| | (e) Depreciation and amortisation expense | 129.34 | 129.90 | 132.96 | 259.24 | 266.78 | 531.92 |
| | (f) Other expenses | 1,049.12 | 1,041.22 | 770.01 | 2,090.34 | 1,499.12 | 3,575.91 |
| | Total expenses | 17,504.94 | 16,552.73 | 13,312.80 | 34,057.67 | 27,405.24 | 58,443.12 |
| 3 | Profit before exceptional items and tax (1-2) | 689.23 | 1,267.97 | 565.15 | 1,957.20 | 1,058.24 | 2,278.36 |
| 4 | Exceptional Items | - | - | - | - | - | - |
| 5 | Profit before tax (3 - 4) | 689.23 | 1,267.97 | 565.15 | 1,957.20 | 1,058.24 | 2,278.36 |
| 6 | Tax Expense | | | | | | |
| | Current Tax | - | - | - | - | - | - |
| | Deferred Tax charge | 460.00 | 460.00 | - | 920.00 | - | - |
| | Total | 460.00 | 460.00 | - | 920.00 | - | - |
| 7 | Profit for the period / year (5 - 6) | 229.23 | 807.97 | 565.15 | 1,037.20 | 1,058.24 | 2,278.36 |
| 8 | Other comprehensive (loss)/ income (OCI) | | | | | | |
| | Other comprehensive income not to be reclassified to profit or loss in subsequent periods | | | | | | |
| | Re-measurement (loss)/gains on defined benefit plans(Net of Taxes) | (21.59) | (18.66) | 5.25 | (40.25) | 21.78 | 50.90 |
| | Fair Value of Equity Instruments through OCI | (4.84) | 6.18 | 6.57 | 1.34 | 14.68 | 36.88 |
| | Total Other comprehensive (loss) / income | (26.43) | (12.48) | 11.82 | (38.91) | 36.46 | 87.78 |
| 9 | Total comprehensive Income for the period / year (7+8) | 202.80 | 795.49 | 576.97 | 998.29 | 1,094.70 | 2,366.14 |
| 10 | Paid-up equity share capital (Face value ₹ 10 each) | 1,56,365.98 | 1,40,981.36 | 1,37,142.90 | 1,56,365.98 | 1,37,142.90 | 1,40,981.36 |
| 11 | Other Equity | - | - | - | - | - | (19,954.90) |
| 12 | Earnings per share (of Rs 10/- each) (not annualised for the quarters and half years): | | | | | | |
| | (a) Basic | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.17 |
| | (b) Diluted | 0.02 | 0.06 | 0.04 | 0.07 | 0.08 | 0.17 |
| | See accompanying notes to the financial results | | | | | | |

| SEPC Limited | | |
|--|----------------------------------|-------------------------------|
| Consolidated Statement of Assets and Liabilities as at September 30, 2024 | | |
| (Rs in Lakhs) | | |
| Particulars | As at 30-09-2024 (Unaudited) | As at 31-03-2024 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 2,618.90 | 2,830.84 |
| Right to Use Assets | 201.22 | 241.61 |
| Intangible assets | 21.92 | 23.92 |
| Contract Assets | 10,496.75 | 10,300.45 |
| Financial assets | | |
| Investments | 79.16 | 77.81 |
| Loans | 696.17 | 696.17 |
| Trade Receivables | 15,983.04 | 16,605.49 |
| Other Financial Assets | 1,188.85 | 1,030.47 |
| Deferred tax asset (net) | 39,403.75 | 40,323.55 |
| Income tax assets (net) | 1,711.61 | 1,710.37 |
| Total Non-Current Assets | 72,401.37 | 73,840.68 |
| Current assets | | |
| Inventories | 63.44 | - |
| Contract Assets | 1,08,192.11 | 91,975.82 |
| Financial assets | | |
| Trade receivables | 33,816.85 | 30,002.26 |
| Cash and cash equivalents | 999.60 | 1,834.96 |
| Other bank balances | 4,631.48 | 4,257.69 |
| Other financial assets | 216.36 | 234.18 |
| Other current assets | 22,833.93 | 18,784.54 |
| Total Current Assets | 1,70,753.77 | 1,47,089.45 |
| Total Assets | 2,43,155.14 | 2,20,930.13 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Equity share capital | 1,56,365.98 | 1,40,981.36 |
| Other equity | (14,342.87) | (19,954.90) |
| Non Controlling Interest | 162.43 | 162.43 |
| Total Equity | 1,42,185.54 | 1,21,188.89 |
| Liabilities | | |
| Non-Current Liabilities | | |
| Financial liabilities | | |
| Lease Liabilities | 139.83 | 179.49 |
| Borrowings | 30,967.67 | 29,840.24 |
| Other financial liabilities | 3,426.78 | 3,847.21 |
| Provisions | 528.50 | 734.15 |
| Other non-current liabilities | 4,902.48 | 4,552.49 |
| Total Non-Current Liabilities | 39,965.26 | 39,153.58 |
| Current liabilities | | |
| Financial liabilities | | |
| Lease Liabilities | 101.20 | 101.20 |
| Borrowings | 6,902.11 | 15,373.66 |
| Trade payables | | |
| - Total outstanding dues of micro enterprises and small enterprises | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | 46,157.58 | 30,420.97 |
| Other financial liabilities | 3,400.85 | 10,165.00 |
| Other current liabilities | 851.71 | 191.92 |
| Contract Liabilities | 3,325.85 | 4,280.94 |
| Provisions | 265.04 | 53.97 |
| Total Current Liabilities | 61,004.34 | 60,587.66 |
| Total Liabilities | 1,00,969.60 | 99,741.24 |
| Total Equity and Liabilities | 2,43,155.14 | 2,20,930.13 |

| Particulars | For the Half year ended September 30,2024 (Unaudited) | For the Half year ended September 30,2023 (Unaudited) |
|---|---|---|
| Cash flow from operating activities | | |
| Profit before tax | 1,957.20 | 1,058.24 |
| Adjustments for: | | |
| Depreciation and amortization expenses | 259.24 | 266.78 |
| Provision for Gratuity | 24.90 | 19.37 |
| Provision for Compensated Absences | (160.92) | (12.87) |
| Provision for Doubtful Trade Receivable & Contract Assets | - | 977.29 |
| Contract assets written off | 212.24 | - |
| Finance cost | 2,305.60 | 2,019.80 |
| Interest income | (122.38) | (110.18) |
| Liabilities written back | (791.58) | (915.87) |
| Profit/(Loss) on sale of property,plant and equipment | 0.60 | (2.12) |
| Gain on initial recognition of unsecured loan | 213.17 | - |
| Operating Profit / (Loss) before working capital changes | 3,898.07 | 3,300.44 |
| Changes in working capital | | |
| Increase in inventories | (63.44) | - |
| Increase in trade payables | 16,526.34 | 4,413.73 |
| (Increase) / Decrease in trade receivables | (3,192.14) | 1,389.89 |
| Decrease in loans and advances | 0.00 | 0.87 |
| Increase/(Decrease) in other Current liabilities | 659.79 | (263.62) |
| (Decrease)/Increase in contract liabilities | (605.10) | 1,752.05 |
| Increase/(Decrease) in Short Term provisions | 211.07 | (24.01) |
| Decrease in Long Term provisions | (109.88) | (43.54) |
| Decrease in other financial liabilities | (7,184.58) | (1,573.35) |
| Increase in other financial assets | (132.80) | (31.77) |
| Increase in other current assets | (4,049.39) | (1,498.31) |
| Increase in Contract Assets | (16,624.83) | (12,823.05) |
| Cash used in operations | (10,666.89) | (5,400.67) |
| Income tax paid net of refund received | (1.24) | (22.41) |
| Net cash used in operating activities (A) | (10,668.13) | (5,423.08) |
| Cash flow from Investing activities | | |
| Purchase of property, plant and equipment and intangible assets | (5.51) | (1.66) |
| Movement in Bank balances not considered as Cash and cash equivalents | (373.79) | (492.50) |
| Proceeds from sale/ disposal of property,plant and equipment | - | 2.12 |
| Interest received | 114.62 | 110.18 |
| Net cash used in investing activities (B) | (264.68) | (381.86) |
| Cash flow from Financing activities | | |
| Proceeds from / repayment of Short Term Borrowings | (8,471.55) | 299.78 |
| Repayment of Long term borrowings | (270.28) | (150.22) |
| Proceeds from issue of share capital | 20,000.00 | 4,990.00 |
| Interest and Finance Charges Paid | (1,109.22) | (948.78) |
| Repayment of finance lease obligation | (51.50) | - |
| Net cash generated from financing activities (C) | 10,097.45 | 4,190.78 |
| Net decrease in cash and cash equivalents (A+B+C) | (835.36) | (1,614.16) |
| Cash and cash equivalents at the beginning of the year | 1,834.96 | 3,304.59 |
| Cash and cash equivalents at the end of the period | 999.60 | 1,690.43 |

| S. No | Notes: |
|-------|---|
| 1 | The above unaudited consolidated financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2024 and has been subjected to review by the Statutory Auditors of the Company. These unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended. |
| 2 | a) During the quarter ended September 30, 2024, the Company has issued and allotted 15,38,46,153 equity shares of Rs 13 each (including a premium of Rs 3 per equity share) aggregating to Rs.20,000 lakhs to the eligible equity shareholders on rights basis ,after obtaining necessary approvals. b)Subsequent to the quarter ended September 30, 2024, the Board of directors in their meeting held on November 14, 2024,have approved the issuance of equity shares of the Company for an amount not exceeding Rs.35,000 lakhs by way of rights issue to the eligible equity shareholders in accordance with the applicable laws, including Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2015 , Companies Act 2013 and Rules made thereunder from time to time, subject to regulatory and statutory approvals , as may be the case under the applicable laws . |
| 3 | Non-Current Contract Assets include overdue balances of Rs. 6,959.44 lakhs as at September 30, 2024 (September 30, 2023 Rs. 7,351.90 lakhs), which are net of provisions of Rs. 926.98 lakhs as at September 30, 2024 (September 30, 2023: Rs 926.98 lakhs). Non-Current Trade Receivable include overdue balances of Rs 575.21 lakhs as at September 30, 2024 (September 30, 2023, Rs. 575.21 lakhs), which are net of provisions of Rs 82.99 lakhs as at September 30, 2024 (September 30, 2023: Rs. 82.99 lakhs). Both the above amounts pertain to projects which have been stalled due to delays in obtaining approvals from the regulatory authorities. One of the customers in the said projects is undergoing liquidation process, in respect of which the Company is confident of recovering the dues based on the realisability of the assets available with the said customer. Further, considering the ongoing negotiations with the customers, the management of the Company is confident of recovering both the dues in full. The auditors have qualified this matter in their report for the quarter and half year ended September 30, 2024. |
| 4 | The Company (SEPC) and Twarit Consultancy Services Private Limited (TCPL) were the Respondents in respect of an International Arbitration before The Singapore International Arbitration Centre (SIAC) filed by GPE (INDIA) Ltd, GPE JV1Ltd, Gaja Trustee Company Private Ltd (the Claimants) in connection with the investments made by the claimants in an associate company of the Company. SIAC vide its award dated January 07, 2021 awarded damages jointly and severally on the Respondents to the tune of Rs.19,854.10 lakhs and a sum of SGD 372,754.79 towards Arbitration expenses. These are to be paid along with simple interest @ 7.25% pa from July 21, 2017 until the date of payment. The Respondents preferred an appeal before the High Court of Republic of Singapore against the award of SIAC and the same is held in favour of the claimants. Recognition and Enforcement petition was filed by the claimants before Madras High Court which recognised the foreign award subject to obtaining of prior approval from the RBI. Aggrieved by this the claimants have moved the Supreme Court for certain directions. Supreme Court directed the respondents to pay Rs 12500 lakhs with interest @7.25 % pa from 07.09.2021 till the date of payment. The respondent has preferred an interim application on this order. This application along with the status of compliance of the previous order of Supreme Court came up for hearing on 17.05.2024 wherein Supreme Court directed to comply with the previous order and respondent directors to be present in the next hearing. The above matter, after various adjournments is now scheduled for hearing on November 19, 2024. However, the Company has entered into an Inter-se arrangement dated September 29, 2015 with TCPL and Shri Housing Pvt Ltd by which, Company will be fully indemnified, in case of any liability arising out of any Suits, Proceedings, Disputes, Damages payable by the Company on any defaults arising out of the above. The management is confident that there will be no liability which would devolve on the Company from the proceedings as the Company is fully indemnified by virtue of the said Inter-se arrangement. |
| 5 | Mokul Shriram EPC JV (JV Company) where SEPC Limited is a JV partner, have won the complaint against Export Credit Guarantee Corporation of India Limited (ECGC) before the National Consumer Disputes Redressal Commission,(NCDRC) New Delhi, in connection with the project executed in Basra, Iraq. NCDRC, vide their order dated January 27, 2021, allowed the claims and directed ECGC to pay a sum of Rs. 26,501 lakhs along with simple interest @ 10% pa. with effect from September 19, 2016 till the date of realisation to the JV Company within a period of three months from the date of order, failing which ECGC will be liable to pay compensation in the form of simple interest @ 12% pa. ECGC had filed an appeal against the order of NCDRC New Delhi, before Supreme Court, and the case is pending for disposal. |
| 6 | The Company has business losses which are allowed to be carried forward and set off against available future taxable profits under the Income Tax Act, 1961, in respect of which the Company has created Deferred Tax Assets ("DTA"). The Company has recognised DTA on the carry forward unabsorbed business losses only to the extent of Rs.88,343.94 lakhs (September 30, 2023: Rs.1,11,216.10 lakhs) out of the total carry forward unabsorbed business losses of Rs.1,04,486.51 lakhs that was available as at September 30, 2024 (September 30, 2023- Rs.1,37,510.14 lakhs). The DTA amount recognised by the Company on these carry forward unabsorbed business losses amounts to Rs. 29,950.91 lakhs as at September 30, 2024 (September 30, 2023 - Rs. 33,289.92 lakhs). Considering the potential order book as on date, the current projects in the pipeline and a positive future outlook for the Company, the management of the Company is confident of generating sufficient taxable profits in the future and adjust them against these unabsorbed business losses, and accordingly, the DTA as on September 30, 2024,can be utilised before the expiry of the period for which this benefit is available. The auditors have qualified this matter in their report for the quarter and half year ended September 30, 2024. |
| 7 | Other income for the a) Year ended March 31, 2024 includes an amount of Rs 2607.07 lakhs representing the gain on initial recognition of unsecured loans at amortised cost as required under IND AS 109 - Financial instruments. b) Quarter and half year ended September 30, 2024 includes an amount of Rs.213.17 lakhs representing the gain on initial recognition of unsecured loans at amortised cost as required under IND AS 109 - Financial instruments. |
| 8 | The Company has made net profit during the quarter and half year ended September 30, 2024 amounting to Rs 229.23 Lakhs and Rs.1,037.20 Lakhs respectively, and as of that date has accumulated losses aggregating Rs. 2,13,086.89 Lakhs.Considering the positive developments of implementing the resolution plan, infusion of equity by the investor, completion of Rights issue and the change in management, additional funding by Investor for working capital together with plans to meet financial obligations in future out of the cash flows from execution of the pipeline of orders in hand, business plans,sanctioned non-fund based facilities etc,these financial results are prepared on a going concern basis. |
| 9 | Pursuant to the execution of the Share purchase agreement dated June 5, 2024 ,effective from April 30, 2024, Shriram EPC FZE , a wholly owned subsidiary of the Company is in the process of acquiring 75% equity in ALMOAYYED Electrical Equipment & Instrumentation Systems LLC (AEEIS) through its Promoter Mark AB Capital Investment LLC. By virtue of this, AEEIS will become a step-down subsidiary of the Company. The consolidated financial results does not include that of AEEIS, as the acquisition formalities are yet to be completed. |
| 10 | There is no provision for tax in view of the brought forward losses/unabsorbed depreciation relating to earlier years, available for set off, while computing income, both under the provisions of 115 JB and those other than section 115 JB of the Income Tax act 1961. |
| 11 | The Company is engaged in the sole activity of carrying on the business of "Engineering ,Procurement and Construction " (EPC) and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segments". Hence no separate segment reporting is applicable to the Company. |
| 12 | Previous year/period figures have been regrouped / reclassified to be in conformity with current period's classification/disclosure, wherever necessary. |
| | For SEPC Limited |
| | Nemmara Krishnan Suryanarayanan N K Suryanarayanan Managing Director & CEO |
| | Digitally signed by Nemmara Krishnan Suryanarayanan Date: 2024.11.14 15:33:56 +05'30' |
| | Place: Chennai Date : November 14, 2024 |