

Independent Auditor's Report on the Quarterly and Year to Date audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Bharat Road Network Limited

Report on the audit of the Standalone Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of Bharat Road Network Limited (the "Company") for the quarter and year ended March 31, 2021 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, *except for the impact of the matter as described in the basis for qualified opinion paragraph*, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss, other comprehensive loss and other financial information of the company for the quarter and year ended March 31, 2021.

Basis for Qualified Opinion

We refer note 4 of the financial results, where the Company has not recognized interest on Rs. 7,000 lakhs from July 01, 2019 onwards which is not in compliance of Ind AS 1 'Presentation of Financial Statements' read with Ind AS 109 'Financial Instruments'. Due to this, loss before tax of the company for the quarter ended March 31, 2021 has been understated by Rs. 220.07 lakhs and loss before tax of the Company for the year ended March 31, 2021 has been understated by Rs. 892.50 lakhs and the current liabilities as at March 31, 2021 has been understated by Rs. 1,564.93 lakhs.

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

Management's Responsibilities for the Standalone Financial Results

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

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

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

Auditor's Responsibility for the Audit of the Standalone Financial Results

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.


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

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

Other Matters

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S S Kothari Mehta & Company
Chartered Accountants
Firm Registration No.: 000756N


Rana Sen
Partner
Membership No. : 066759



Place: Kolkata
Date: June 29, 2021
UDIN: 21066759AAAADI9934

Statement of Audited Standalone Financial Results for the Quarter and Year ended March 31, 2021 and Audited Consolidated Financial Results for the Quarter and Year ended March 31, 2021

Sl. No.	Particulars	Standalone						Consolidated			
		Quarter ended		Year Ended		Quarter ended		Year Ended		Year Ended	
		March 31, 2021	December 31, 2020	March 31, 2021	March 31, 2020	March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020	March 31, 2020
I	Revenue from operations	925.65	458.25	283.61	657.46	1,910.05	657.46	6,432.57	4,690.72	20,951.99	29,922.38
II	Other Income	362.40	367.81	(2,670.66)	1,073.89	1,188.51	1,073.89	1,008.51	(1,435.81)	3,543.80	2,926.91
III	Total income (I+II)	1288.05	826.06	(2,387.05)	3,741.35	3,098.56	3,741.35	7,438.08	3,254.91	24,495.79	32,849.29
IV	Expenses										
	EPC Cost							776.73	677.12	2,002.91	6,854.04
	Employee benefits expense	54.22	68.12	77.95	421.66	290.34	421.66	319.90	369.34	1,352.19	1,392.97
	Finance Costs	628.02	623.21	1.48	2,202.28	2,034.65	(889.44)	5,416.98	5,320.21	16,715.07	19,343.94
	Depreciation and amortization expense	1.04	1.16	0.98	4.20	4.13	1,202.46	1,139.08	979.28	3,948.15	3,635.05
	Other expenses	3452.45	(525.24)	231.64	4,263.09	783.71	9,784.17	948.01	848.01	12,914.59	3,303.72
	Total expenses (IV)	4,135.73	157.25	312.05	6,919.94	6,919.94	11,377.64	7,645.32	8,293.95	36,932.91	34,529.72
V	Profit/(Loss) from operation before share of Profit/(Loss) of associates, exceptional items and tax (III-IV)	(2,847.48)	658.81	(3,699.30)	327.93	(3,721.38)	(4,819.80)	(207.44)	(5,039.05)	(12,437.12)	(1,680.43)
VI	Exceptional items										
VII	Profit/(Loss) from operation before share of Profit/(Loss) of associates and tax (V-VI)	(2,847.48)	658.81	(3,699.30)	327.93	(3,721.38)	(4,819.80)	(207.44)	(5,039.05)	(12,437.12)	(1,680.43)
VIII	Tax expense										
	Current tax	25.04	(58.99)	(514.69)	56.99	(32.95)	28.88	(58.99)	(806.64)	(33.11)	67.04
	Deferred tax	(735.02)	592.31	(267.93)	49.88	(598.30)	(735.02)	582.31	(267.93)	(598.30)	43.68
IX	Profit/(Loss) for the period/year (VII-VIII)	(2,137.50)	135.49	(1,916.68)	235.26	(3,089.13)	(2,810.98)	(730.76)	(4,264.48)	(11,805.71)	(1,791.15)
X	Share of Profit / (Loss) of Associates						(298.25)	1,074.97	93.55	(76.01)	497.92
XI	Profit/(Loss) for the period/year after share of Profit/(Loss) of associates (IX+X)	(2,137.50)	135.49	(1,916.68)	235.26	(3,089.13)	(4,108.61)	344.21	(4,170.93)	(11,881.72)	(1,293.23)
XII	Other Comprehensive Income										
	i) Items that will not be reclassified to profit or loss										
	- Remeasurement of the defined benefit plans	(0.17)		22.22	7.95		18.01		7.48	23.83	7.76
	- Share of Profit / (Loss) of Associates						15.21		(3.40)	15.21	(3.40)
	ii) Income tax relating to items that will not be reclassified to Profit/(Loss)	0.04	0.31	(6.48)	(1.93)		0.04	0.31	(6.48)	(1.93)	(6.55)
	Total Other Comprehensive Income for the period/year	(0.13)	0.31	15.74	15.98	5.72	31.26	0.31	(2.40)	37.11	(2.19)
XIII	Total Comprehensive Income for the period/year (XI+XII)	(2,137.63)	135.80	(1,900.94)	241.21	(3,083.41)	(4,077.35)	344.52	(4,173.33)	(11,844.61)	(1,295.42)
XIV	Profit for the period/year attributable to:										
	- Owners of the Company						(3,864.91)	165.86	(4,300.57)	(11,424.15)	(1,597.31)
	- Non-controlling interest						(538.70)	178.35	129.64	(457.57)	304.08
XV	Other Comprehensive Income for the period/year attributable to:										
	- Owners of the Company						26.44	0.31	5.29	32.29	5.50
	- Non-controlling interest						4.82		(7.69)	4.82	(7.69)
XVI	Total Comprehensive Income for the period/year										
	- Owners of the Company						(3,864.47)	166.17	(4,295.28)	(11,391.86)	(1,591.82)
	- Non-controlling interest						(538.88)	178.35	121.95	(452.75)	296.39
XVII	Paid-up Equity share capital (Face value of Rs. 10/- each, fully paid)	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00
XVIII	Other equity excluding revaluation reserves										
	Earnings per equity share (of Rs. 10/- each) not annualised									80,239.48	91,731.85
XIX	a) Basic (Rs.)	(2.55)	0.16	(2.28)	0.27	(3.68)	(4.89)	0.41	(4.97)	(14.15)	(1.54)
	b) Diluted (Rs.)	(2.55)	0.16	(2.28)	0.27	(3.68)	(4.89)	0.41	(4.97)	(14.15)	(1.54)

Please see accompanying notes to the financial results



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BHARAT ROAD NETWORK LIMITED

Regd. Office: Plot-X1-2 & 3, Ground Floor, Block-EP, Sector-V, Salt Lake City, Kolkata- 700 091

CIN: L45203WB2006PLC112235

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Statement of Assets and Liabilities as at March 31, 2021

Sl. No.	Particulars	Standalone		Consolidated	
		As at	As at	As at	As at
		March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
		(Audited)	(Audited)	(Audited)	(Audited)
I.	ASSETS				
	Non-current assets				
	(a) Property, plant and equipment	34.82	8.14	160.32	117.86
	(b) Investment property	-	-	4.85	4.85
	(c) Goodwill on Consolidation	-	-	5,405.27	4,412.07
	(d) Other intangible assets	0.68	1.09	160,496.77	164,411.50
	(e) Intangible Asset Under Development	-	-	13,222.19	10,008.43
	(f) Financial assets				
	(i) Investments	108,492.58	114,426.68	34,811.37	41,899.99
	(ii) Loans	5,426.95	4,848.50	5,434.28	4,851.66
	(iii) Other financial assets	-	-	20,688.49	25,675.39
	(g) Other non-current assets	-	-	9,111.93	9,771.15
	(h) Deferred Tax Asset (Net)	81.40	-	57.77	-
	Total Non-Current assets	114,036.43	119,284.41	249,393.24	261,152.90
	Current assets				
	(a) Financial assets				
	(i) Investments	-	-	7,814.86	6,664.00
	(ii) Trade receivables	786.87	1,092.70	13,519.95	11,808.85
	(iii) Cash and cash equivalents	141.06	3.75	4,440.14	2,408.15
	(iv) Bank balance other than cash and cash equivalents	1,250.81	0.79	1,250.81	0.79
	(v) Loans	13,052.12	13,213.16	14,640.82	35,040.23
	(vi) Other financial assets	20,825.58	11,310.61	21,113.80	13,164.86
	(b) Current tax assets (net)	217.77	121.93	476.85	304.23
	(c) Other current assets	143.20	42.85	1,631.46	1,815.14
	Total Current assets	36,417.41	25,785.79	64,868.69	71,206.25
	Total Assets	150,455.84	145,070.20	314,261.93	332,359.15
II.	EQUITY AND LIABILITIES				
	Equity				
	(a) Equity Share capital	8,395.00	8,395.00	8,395.00	8,395.00
	(b) Other Equity	106,136.76	109,220.18	80,239.48	91,731.85
	Attributable to owners of the parent	114,531.76	117,615.18	88,634.48	100,126.85
	Non-controlling interests	-	-	10,508.95	10,961.70
	Total Equity	114,531.76	117,615.18	99,143.43	111,088.55
	Liabilities				
	Non-current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	19,651.00	760.00	141,279.65	147,007.48
	(ii) Other Financial Liabilities	2,163.26	-	14,462.77	10,820.95
	(b) Provisions	32.24	39.68	6,173.05	1,582.45
	(c) Deferred tax liabilities (net)	-	514.97	-	538.60
	Total Non-current liabilities	21,846.50	1,314.65	161,915.47	159,949.48
	Current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	5,865.74	6,491.51	-	-
	(ii) Trade payables				
	-Total outstanding dues of micro enterprise and small enterprise	-	1.80	-	1.80
	-Total outstanding of other than micro enterprise and small enterprise	134.62	200.70	134.62	200.70
	(iii) Other financial liabilities	7,979.36	19,388.85	52,825.30	60,722.73
	(b) Other current liabilities	95.95	54.75	254.78	389.32
	(c) Provisions	1.91	2.76	8.33	6.57
	Total Current liabilities	14,077.58	26,140.37	53,223.03	61,321.12
	Total Equity and Liabilities	150,455.84	145,070.20	314,261.93	332,359.15

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Statement of Standalone and Consolidated Cash Flow Statement for the Year ended March 31, 2021

(Rs. in Lakhs)

	Particulars	Standalone		Consolidated	
		Year ended March 31, 2021 (Audited)	Year ended March 31, 2020 (Audited)	Year ended March 31, 2021 (Audited)	Year ended March 31, 2020 (Audited)
A.	Cash Flow from Operating Activities				
	Net Profit Before Tax	(3,721.38)	327.93	(12,513.14)	(1,182.51)
	Adjustments for:				
	Depreciation and Amortization Expense	4.13	4.20	3,948.15	3,635.05
	Finance Costs	2,202.38	203.65	16,715.07	19,343.94
	Interest Income	(33.67)	(367.82)	(623.82)	(1,620.50)
	Liability no longer required written back	(5.29)	(321.23)	(5.29)	(321.23)
	Bad Debt	0.13	-	0.13	-
	Advance written off	-	250.00	1,555.07	250.00
	Sundry Balance Written Off	0.13	1.19	3.43	1.19
	Interest on income tax refund	-	-	-	(3.49)
	Net (gain)/loss on Fair Valuation of Investments	2,936.62	(382.34)	2,535.77	(890.97)
	Operating Profit before Working Capital Changes	1,363.05	(284.42)	11,615.36	19,211.48
	Increase/(Decrease) in Trade Payables, other liabilities and provisions	(9,268.50)	9,897.21	(3,352.34)	18,252.09
	Decrease/(Increase) in trade receivables, loans, advances and other assets	(2,301.72)	(16,215.24)	(2,997.51)	(13,500.55)
	Cash generated from/(used in) Operating activities	(10,187.17)	(6,602.45)	5,265.53	23,963.02
	Direct Taxes paid (Net of refunds)	(62.02)	(143.56)	(138.80)	(187.12)
	Net Cash flow from/(used in) Operating Activities	(10,249.19)	(6,746.01)	5,126.73	23,775.90
B.	Cash Flow from Investing Activities				
	Payments for Fixed Assets & Intangible Assets (Including Capital Advances) (Net)	(16.30)	(14.10)	1,463.74	(15,602.31)
	Advance against Purchase of Investment in Subsidiary	(7,641.00)	-	(7,641.00)	-
	Receipt of Inter Corporate Deposit given	3,440.10	-	-	-
	(Increase)/Decrease in Investments	60.08	9,978.50	6,993.18	13,346.02
	Investment in Associate	(0.26)	-	(0.26)	-
	Loan taken/(given)	-	-	16,879.13	(13,657.99)
	Unsecured loans to Associates/Subsidiaries	(341.90)	(5,266.34)	-	-
	Investment in fixed deposits	(1,250.00)	-	(1,250.00)	-
	Interest received	72.70	443.28	315.87	210.72
	Net Cash flow from/(used in) Investing activities	(5,676.58)	5,141.34	16,760.66	(15,703.56)
C.	Cash Flow from Financing Activities				
	Proceeds from / (Repayment) of long term borrowings	18,891.00	760.00	(1,639.47)	23,321.55
	Proceeds from/(Repayment of) short term borrowings (net)	(625.77)	1,491.51	-	(5,000.00)
	Increase/(Decrease) in Goodwill on consolidation	-	-	(993.20)	(924.41)
	Interest paid	(2,202.15)	(144.94)	(17,222.74)	(25,473.77)
	Dividend including dividend distribution tax paid	-	(506.03)	-	(506.03)
	Net Cash Flow from/(used in) Financing Activities	16,063.08	1,600.54	(19,855.41)	(8,582.66)
	Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	137.31	(4.13)	2,031.98	(510.32)
	Opening Cash and Cash Equivalents	3.75	7.88	2,408.15	2,918.47
	Closing Cash and Cash Equivalents	141.06	3.75	4,440.14	2,408.15



Notes:-

- 1) The above standalone financial results for the quarter and year ended March 31, 2021 and consolidated financial results for the quarter and year ended March 31, 2021 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 29, 2021. The Statutory Auditors of the Company have audited these financial results.
- 2) The Company is primarily engaged in a single business segment of purchase, own, build, develop, design, operate, transfer road and related services. Hence, segment reporting is not applicable.
- 3) The Company has invested in various road projects through associates and subsidiaries (SPVs). These investments have been made on a long term basis with an objective to earn returns and capital appreciation after the commencement of commercial operations of the respective Projects. Based on a legal opinion, the Company has treated these investments in SPVs as "Qualifying Asset". As per Indian Accounting Standard (Ind AS) 23 on 'Borrowings Costs' and in accordance with the accounting concept of 'Matching costs and revenues', the Company has capitalised borrowing cost incurred on funds borrowed exclusively for investments in the SPVs as part of the cost of investments.
- 4) The Company had received an amount of Rs.7000 lakhs from IL&FS Group - IL&FS Financial Services Ltd. (IL & FS) in the financial year 2016-17. The Company also has a receivable of Rs 11,419 lakhs from IL&FS Group - IL & FS Transportation Networks Limited (ITNL), hence the Company has initiated appropriate measures for set off of this payable and recovery of the balance amount.

As per NCLAT order, these companies have been classified under IL&FS Group.

The Company, as such, has put on hold the interest and Principal payment since September 30, 2018. The Company has not provided interest from July 01, 2019 onwards, pending the settlement of dispute. An application has been filed against the Company by IL & FS before the Hon'ble National Company Law Tribunal, Kolkata claiming their dues which is yet not admitted.

- 5) Other Expenses Includes (loss)/gain on account of Investments mandatorily measured at Fair Value Through Profit and Loss (FVTPL).
- 6) The Company has exercised the option of lower Tax Rate of 25.17% (inclusive of surcharges & Cess) permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019. Consequently, current tax expense for the year ended March 31, 2021 include a reversal of Rs 58.99 lakhs. Deferred Tax expense for the year ended March 31, 2021 include a charge of Rs 357.30 lakhs including MAT credit entitlement reversal.
- 7) The Standalone and Consolidated figures for the last quarter for current financial year and the last quarter for previous financial year are the balancing figures between the audited figures in respect of the full financial year ended March 31, and the published unaudited (with limited review) year to date figures upto the third quarter ended December 31, of the respective Financial Year.
- 8) The Company has executed a Securities Purchase Agreement (SPA) dated January 20, 2021 and related transaction documents, with a Purchaser acting through its investment manager, for sale of the entirety of the Company's shareholding in Shree Jagannath Expressways Private Limited ('SJEPL'). SJEPL is an 'Associate' of the Company.

The proposed sale of shares of SJEPL is subject to applicable regulatory and other approvals and certain conditions, more specifically laid down in the SPA. The valuation date for sale as per the SPA is September 30, 2020. The Equity value of the proposed transaction is subject to adjustments of debt and other capital and operational costs at closing date and hence, net consideration receivable is not ascertainable at this stage.

The company has recognised its share of loss of Rs. 98.27 lakhs and loss of Rs. 112.38 lakhs for its investment in SJEPL in its consolidated financial results for the quarter and year ended March 31, 2021 respectively. Negative / positive impact if any, of its share of profit/(loss) in SJEPL will be adjusted on closure of the transaction.

- 9) The Company has executed a Securities Purchase Agreement (SPA) dated April 1, 2021 and related transaction documents, with a Purchaser for sale of the entirety of the Company's shareholding in Ghaziabad Aligarh Expressways Private Limited ('GAEPL'). GAEPL is an 'Associate' of the Company.

The proposed sale of shares of GAEPL is subject to applicable regulatory and other approvals and certain conditions, more specifically laid down in the SPA. The valuation date for sale as per the SPA is December 31, 2020. The Equity value of the proposed transaction is subject to adjustments of debt and other capital and operational costs at closing date and hence, net consideration receivable is not ascertainable at this stage.

The company has recognised its share of loss of Rs. 184.51 lakhs and profit of Rs. 491.45 lakhs for its investment in GAEPL in its consolidated financial results for the quarter and year ended March 31, 2021 respectively. Negative / positive impact if any, of its share of profit/(loss) in GAEPL will be adjusted on closure of the transaction.

- 10) In case of subsidiary company, Orissa Steel Expressway Private Limited (OSEPL), the project was foreclosed and handed over to National Highway Authority of India (NHAI) due to non providing of encumbrance free land, forest clearance issues etc. by NHAI.

Consequently, OSEPL invoked Arbitration on October 16, 2017 and finally Tribunal awarded Claim of Rs. 32,277 lakhs vide Award dated March 31, 2019 in favour of OSEPL. Accordingly, management of OSEPL believes that it will realise claim from respondent (NHAI) and hence Financial Statements of OSEPL has been prepared on Going Concern basis. Further as the project has been handed over to NHAI, expenditure incurred on the project which were classified as "Intangible Assets under Development" have been transferred to "Claims" and disclosed under "Non Current Financial Assets".

NHAI has moved to Hon'ble High Court against the above order and the matter is sub-judice. While during the period OSEPL has received an amount of Rs. 4,986 lakhs out of the Award amount.

- 11) The Company has taken into account the possible impact of COVID - 19 pandemic in preparation of these Financial results including but not limited to Assessment of liquidity and Going concern assumption, recoverable values of its financial and non financial Assets and impact on revenues. The Company has considered internal and external sources of information upto the date of approval of these Financial results in making estimates of possible impact. As on the reporting date management believes there is no material impact on Financial results of the Company. Management will continue to monitor any material changes in future economic conditions and the impact thereof on the Company, if any.
- 12) The figures for the corresponding previous period have been regrouped/ reclassified wherever necessary, to make them comparable.

For and on behalf of the Board of Directors of
BHARAT ROAD NETWORK LIMITED



Managing Director
Place of Signature : Kolkata
Date - June 29, 2021



Annexure 1

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021

[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs. in Lakhs)

I	Sl No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total Income	3,098.56	3,098.56
	2	Total Expenditure	6,819.94	7,712.44
	3	Profit/(Loss) before tax	(3,721.38)	(4,613.88)
	4	Earnings per Share	(3.68)	(4.48)
	5	Total Assets	150,455.84	150,857.75
	6	Total Liabilities	150,455.84	150,857.75
	7	Net worth	114,531.76	113,368.74
	8	Any other financials item(s) (as felt appropriate by the Management)	-	-

II	Audit Qualification (each audit qualification separately):
a.	<p>Details of Audit Qualification: The Company has not recognized interest on Rs. 7,000 lakhs from July 01, 2019 onwards which is not in compliance of Ind AS 1 'Presentation of Financial Statements' read with Ind AS 109 'Financial Instruments'. Due to this, loss before tax of the company for the quarter ended March 31, 2021 has been understated by Rs. 220.07 lakhs and loss before tax of the Company for the year ended March 31, 2021 has been understated by Rs. 892.50 lakhs and the current liabilities as at March 31, 2021 has been understated by Rs. 1,564.93 lakhs.</p>
b.	<p>Type of Audit Qualification : Qualified Opinion</p>
c.	<p>Frequency of qualification: As at 31st March '2020 and 31st March'2021</p>
d.	<p>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>The Company had received an amount of Rs.7000 lakhs from IL&FS Group - IL&FS Financial Services Ltd. (IL & FS) in the financial year 2016-17. The Company also has a receivable of Rs 11,419 lakhs from IL&FS Group - IL & FS Transportation Networks Limited (ITNL), hence the Company has initiated appropriate measures for set off of this payable and recovery of the balance amount.</p> <p>As per NCLAT order, these companies have been classified under IL&FS Group.</p> <p>The Company, as such, has put on hold the interest and Principal payment since September 30, 2018. The Company has not provided interest from July 01, 2019 onwards, pending the settlement of dispute. An application has been filed against the Company by IL & FS before the Hon'ble National Company Law Tribunal, Kolkata claiming their dues which is yet not admitted.</p>



e. For Audit Qualification(s) where the impact is not quantified by the auditor: Same is already quantified.

(i) Management's estimation on the impact of audit qualification: Not Applicable

(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable

(iii) Auditors' Comments on (i) or (ii) above: Not Applicable

For S.S. Kothari Mehta & Company
Chartered Accountants
Firm Registration No.000756N



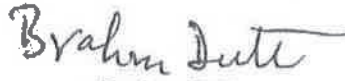
Rana Sen
Partner

Membership No.066759


Place: Kolkata
Date: June 29, 2021



For and On behalf of the Board of Directors



Brahm Dutt
Chairman: Audit Committee
DIN :05308908



Bajrang K Choudhary
Managing Director
DIN : 00441872


Arindam Showmick
Chief Financial Officer

Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Bharat Road Network Limited

Report on the Audit of the Consolidated Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date Consolidated Financial Results of Bharat Road Network Limited ("Holding Company") and its Subsidiaries (the Holding company and its subsidiaries together refer to as "the Group") and its associates for the quarter and year ended March 31, 2021 (the "Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, *except for the impact of the matter as described in the basis for qualified opinion paragraph*, and based on the consideration of the report of the other auditors on separate audited financial statements/ financial results/ financial information of the subsidiaries and associates, the Statement:

- i. Includes the results of the following entities :

Subsidiaries

- a. Solapur Tollways Private Limited
- b. Orissa Steel Expressway Private Limited
- c. Guruvayoor Infrastructure Private Limited

Associates

- a. Kurukshetra Expressway Private Limited
- b. Ghaziabad Aligarh Expressway Private Limited
- c. Shree Jagannath Expressways Private Limited
- d. Mahakaleshwar Tollways Private Limited
- e. Palma Gumla Highway Private Limited

- ii. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net loss, other comprehensive loss and other financial information of the Group for the quarter and year ended March 31, 2021.



Basis for Qualified Opinion

We refer note 4 of the financial results, where the Holding Company has not recognized interest on Rs. 7,000 lakhs from July 01, 2019 onwards which is not in compliance of Ind AS 1 'Presentation of Financial Statements' read with Ind AS 109 'Financial Instruments'. Due to this, loss before tax of the Group for the quarter ended March 31, 2021 has been understated by Rs. 220.07 lakhs and loss before tax of the Group for the year ended March 31, 2021 has been understated by Rs. 892.50 lakhs and the current liabilities as at March 31, 2021 has been understated by Rs. 1,564.93 lakhs.

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

Management's Responsibilities for the Consolidated Financial Results

The statement has been prepared on the basis of the Consolidated Annual Financial Statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net loss, other comprehensive loss and other financial information of the Group including its associates in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations. The respective Board of Directors of the Companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of the Group and of its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

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



Auditor's Responsibilities for the Audit of the Consolidated Financial Results

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by the other auditors, such other auditors remained responsible for the direction, supervision and performance of the audits carried out by them. We remained solely responsible for our audit opinion.



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

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

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 (dated March 29, 2019) issued by the Securities Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

i. The accompanying Statement includes the audited financial results/statements and other financial information, in respect of;

a) Three subsidiaries, whose financial results/statements reflect total assets of Rs. 2,14,413.02 lakhs as at March 31, 2021, total revenues of Rs. 6,492.70 lakhs and Rs. 23,266.50 lakhs, total net loss after tax of Rs. 1,672.80 lakhs and Rs. 8,716.51 lakhs and total comprehensive loss of Rs. 1,656.62 lakhs and 8,700.33 lakhs for the quarter and year ended on that date respectively and net cash inflows of Rs. 1,894.68 lakhs for the year ended March 31, 2021, as considered in the Statement which have been audited by their respective independent auditors.

b) Four associates, whose financial results/statement reflects Group's share of net loss of Rs. 297.99 lakhs and Rs. 75.75 lakhs and the Group's share total comprehensive loss of Rs 282.78 lakhs and Rs 60.54 lakhs for the quarter and year ended March 31, 2021 respectively, as considered in the Statement whose financial results/financial statements and other financial information have been audited by their respective independent auditors.

The independent Auditor's Reports on the financial statements / financial results / financial information of these entities referred to in para i(a) and i(b) above have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

ii. The accompanying Statement includes the unaudited financial results / statements and other unaudited financial information, in respect of;

a) One associate, whose financial results / statements reflect the Group's share of net loss of Rs. Rs 0.26 lakhs and Rs 0.26 lakhs and the Group's share total comprehensive loss of Rs 0.26 lakhs and Rs 0.26 lakhs for the quarter and year ended March 31, 2021 respectively, as considered in the Statement whose financial results / statements and other financial information have not been audited.



These unaudited financial statements / financial results / financial information referred in para ii(a) above have been approved and furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this Associate is based solely on such unaudited financial statements / financial results / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial results / financial information are not material to the Group.

Our opinion on the statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors referred in Para i(a) and i(b) and the financial statements / financial results / financial information certified by the Management referred in para ii(a) above.

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year to date figures up to the end of the third quarter of current financial year, which were subjected to a limited review by us, as required under the listing regulations.

For S S Kothari Mehta & Company
Chartered Accountants
Firm Registration No.: 000756N


Rana Sen
Partner
Membership No. : 066759



Place: Kolkata
Date: June 29, 2021
UDIN: 21066759AAAADJ5674

BRNL

BHARAT ROAD NETWORK LIMITED
 Regd. Office: Plot-XI-2 & 3, Ground Floor, Block-EP, Sector-V, Salt Lake City, Kolkata - 700 091
 CIN: L45203WB2006PLC112325
 Email: c@brnl.in, Website: www.brnl.in, Telephone No. +91 33 6602 3809.

Statement of Audited Standalone Financial Results for the Quarter and Year ended March 31, 2021 and Audited Consolidated Financial Results for the Quarter and Year ended March 31, 2021

Sl. No.	Particulars	Standalone				Consolidated			
		Quarter ended		Year Ended		Quarter ended		Year Ended	
		March 31, 2021	December 31, 2020	March 31, 2021	March 31, 2020	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
I	Revenue from operations	925.05	458.25	1,910.05	667.46	6,125.67	6,432.57	4,690.72	20,951.99
II	Other Income	362.40	367.61	1,188.51	1,073.89	731.47	1,005.51	1,435.81	3,543.80
III	Total Income (I+II)	1,287.45	825.86	3,098.56	1,741.35	6,857.14	7,438.08	6,126.53	24,495.79
IV	Expenses								
	EPC Cost					862.30	776.72	677.12	2,002.91
	Employee benefits expense	54.22	68.12	250.34	421.85	417.13	319.90	369.34	1,952.19
	Finance Costs	628.02	623.23	2,202.38	202.85	(889.44)	\$,416.98	5,320.21	16,715.07
	Depreciation and amortization expense	1.04	1.16	4.13	4.20	1,202.46	1,139.08	979.28	3,948.15
	Other expenses	2452.45	(525.24)	4,363.09	783.71	9,284.37	(7.17)	948.01	17,814.59
	Total expenses (IV)	4,135.73	167.25	6,819.94	3,413.42	11,377.64	7,645.52	8,293.96	36,932.91
V	Profit/(Loss) from operation before share of Profit/(Loss) of associates, exceptional items and tax (III-IV)	(2,847.48)	658.61	(3,721.38)	327.93	(4,519.50)	(207.44)	(5,039.05)	(12,437.12)
VI	Exceptional items	-	-	-	-	-	-	-	-
VII	Profit/(Loss) from operation before share of Profit/(Loss) of associates, and tax (V-VI)	(2,847.48)	658.61	(3,721.38)	327.93	(4,519.50)	(207.44)	(5,039.05)	(12,437.12)
VIII	Tax expense	35.04	(58.99)	(31.95)	58.99	25.88	(58.99)	(506.64)	(33.11)
	Current tax	(735.02)	582.31	(591.30)	43.64	(235.02)	582.31	(267.93)	(598.30)
	Deferred tax								
IX	Profit/(Loss) for the period/year (VII-VIII)	(2,437.50)	135.49	(3,089.13)	225.26	(3,810.36)	(730.76)	(4,264.48)	(11,805.71)
X	Share of Profit/(Loss) of Associates	-	-	-	-	(298.25)	1,074.97	93.55	(76.01)
XI	Profit/(Loss) for the period/year after share of Profit/(Loss) of associates (IX+X)	(2,437.50)	135.49	(3,089.13)	225.26	(4,108.61)	344.21	(4,170.93)	(11,881.72)
XII	Other Comprehensive Income								
	i) Items that will not be reclassified to profit or loss								
	- Remeasurement of the defined benefit plans	(0.17)	-	7.65	22.80	16.01	*	7.48	23.83
	- Share of Profit/(Loss) of Associates	-	-	*	*	15.21	*	(3.40)	(3.40)
	ii) Income tax relating to items that will not be reclassified to Profit/(Loss)	0.04	0.31	(1.93)	(6.85)	0.04	0.31	(6.48)	(1.93)
	Total Other Comprehensive Income for the period/year	(0.13)	0.31	5.72	15.95	31.26	0.31	(2.40)	37.11
XIII	Total Comprehensive Income for the period/year (XI+XII)	(2,437.63)	135.80	(3,083.41)	241.21	(4,077.35)	344.52	(4,173.33)	(11,844.61)
XIV	Profit for the period/year attributable to:								
	- Owners of the Company					(3,564.91)	165.86	(4,308.57)	(11,424.15)
	- Non-controlling interest					(854.70)	178.35	129.64	(457.57)
XV	Other Comprehensive Income for the period/year attributable to:								
	- Owners of the Company					26.44	0.31	5.29	32.29
	- Non-controlling interest					4.82	*	(7.69)	4.82
XVI	Total Comprehensive Income for the period/year attributable to:								
	- Owners of the Company					(3,538.47)	166.17	(4,295.28)	(11,391.86)
	- Non-controlling interest					(528.88)	178.35	121.95	(296.39)
XVII	Paid-up Equity share capital (Face value of Rs. 10/- each, fully paid)	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00	8,395.00
XVIII	Other equity excluding revaluation reserves			106,196.76	109,220.18				80,239.45
XIX	Earnings per equity share (of Rs. 10/- each) not annulled								
	a) Basic (Rs.)	(2.55)	0.16	(3.68)	0.27	(4.89)	0.41	(4.97)	(14.15)
	b) Diluted (Rs.)	(2.55)	0.16	(3.68)	0.27	(4.89)	0.41	(4.97)	(14.15)

Please see accompanying notes to the financial results



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BHARAT ROAD NETWORK LIMITED

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CIN: L45203WB2006PLC112235

Email : cs@brnl.in, Website: www.brnl.in , Telephone No. +91 33 6602 3609,

Statement of Assets and Liabilities as at March 31, 2021

		(Rs. in Lakhs)			
Sl. No.	Particulars	Standalone		Consolidated	
		As at March 31, 2021 (Audited)	As at March 31, 2020 (Audited)	As at March 31, 2021 (Audited)	As at March 31, 2020 (Audited)
I.	ASSETS				
	Non-current assets				
	(a) Property, plant and equipment	34.82	6.14	160.32	117.86
	(b) Investment property	-	-	4.85	4.85
	(c) Goodwill on Consolidation	-	-	5,405.27	4,412.07
	(d) Other Intangible assets	0.68	1.09	160,496.77	164,411.50
	(e) Intangible Asset Under Development	-	-	13,222.19	10,008.43
	(f) Financial assets				
	(i) Investments	108,492.58	114,426.68	34,811.37	41,899.99
	(ii) Loans	5,428.95	4,848.50	5,434.28	4,851.66
	(iii) Other financial assets	-	-	20,688.49	25,675.39
	(g) Other non-current assets	-	-	9,111.93	9,771.15
	(h) Deferred Tax Asset (Net)	81.40	-	57.77	-
	Total Non-Current assets	114,038.43	119,284.41	249,393.24	261,152.90
	Current assets				
	(a) Financial assets				
	(i) Investments	-	-	7,814.86	6,664.00
	(ii) Trade receivables	786.87	1,092.70	13,519.95	11,808.85
	(iii) Cash and cash equivalents	141.06	3.75	4,440.14	2,408.15
	(iv) Bank balance other than cash and cash equivalents	1,250.81	0.79	1,250.81	0.79
	(v) Loans	13,052.12	13,213.16	14,640.62	35,040.23
	(vi) Other financial assets	20,825.58	11,310.61	21,113.80	13,164.86
	(b) Current tax assets (net)	217.77	121.93	476.65	304.23
	(c) Other current assets	143.20	42.65	1,631.46	1,815.14
	Total Current assets	36,417.41	25,785.79	64,886.69	71,206.25
	Total Assets	150,455.84	145,070.20	314,281.93	332,359.15
II.	EQUITY AND LIABILITIES				
	Equity				
	(a) Equity Share capital	8,395.00	8,395.00	8,395.00	8,395.00
	(b) Other Equity	106,136.76	109,220.18	80,239.48	91,731.85
	Attributable to owners of the parent	114,531.76	117,615.18	88,634.48	100,126.85
	Non-controlling Interests	-	-	10,508.95	10,961.70
	Total Equity	114,531.76	117,615.18	99,143.43	111,088.55
	Liabilities				
	Non-current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	19,651.00	760.00	141,279.65	147,007.46
	(i) Other Financial Liabilities	2,163.26	-	14,462.77	10,820.95
	(b) Provisions	32.24	39.68	6,173.05	1,582.45
	(c) Deferred tax liabilities (net)	-	514.97	-	538.60
	Total Non-current liabilities	21,846.50	1,314.65	161,915.47	159,949.46
	Current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	5,865.74	6,491.51	-	-
	(ii) Trade payables				
	-Total outstanding dues of micro enterprise and small enterprise	-	1.80	-	1.80
	-Total outstanding of other than micro enterprise and small enterprise	134.62	200.70	134.62	200.70
	(iii) Other financial liabilities	7,979.36	19,388.85	52,825.30	60,722.73
	(b) Other current liabilities	95.95	54.75	254.78	389.32
	(c) Provisions	1.91	2.76	8.33	6.57
	Total Current liabilities	14,077.58	26,140.37	53,223.03	61,321.12
	Total Equity and Liabilities	150,455.84	145,070.20	314,281.93	332,359.15



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BHARAT ROAD NETWORK LIMITED

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CIN: L45203WB2006PLC112235

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Statement of Standalone and Consolidated Cash Flow Statement for the Year ended March 31, 2021

(Rs. in Lakhs)

Particulars	Standalone		Consolidated	
	Year ended March 31, 2021 (Audited)	Year ended March 31, 2020 (Audited)	Year ended March 31, 2021 (Audited)	Year ended March 31, 2020 (Audited)
A. Cash Flow from Operating Activities				
Net Profit Before Tax	(3,721.38)	327.93	(12,513.14)	(1,182.51)
Adjustments for:				
Depreciation and Amortization Expense	4.13	4.20	3,948.15	3,635.05
Finance Costs	2,202.38	203.65	16,715.07	19,343.94
Interest Income	(33.67)	(367.82)	(623.82)	(1,620.50)
Liability no longer required written back	(5.29)	(321.23)	(5.29)	(321.23)
Bad Debt	0.13	-	0.13	-
Advance written off	-	250.00	1,555.07	250.00
Sundry Balance Written Off	0.13	1.19	3.43	1.19
Interest on income tax refund	-	-	-	(3.49)
Net (gain)/loss on Fair Valuation of Investments	2,936.62	(382.34)	2,535.77	(890.97)
Operating Profit before Working Capital Changes	1,383.05	(284.42)	11,615.38	19,211.48
Increase/(Decrease) in Trade Payables, other liabilities and provisions	(9,266.50)	9,897.21	(3,352.34)	18,252.09
Decrease/(Increase) in trade receivables, loans, advances and other assets	(2,301.72)	(16,215.24)	(2,997.51)	(13,500.55)
Cash generated from/(used in) Operating activities	(10,187.17)	(6,602.45)	5,265.53	23,963.02
Direct Taxes paid (Net of refunds)	(62.02)	(143.56)	(138.80)	(167.12)
Net Cash flow from/(used in) Operating Activities	(10,249.19)	(6,746.01)	5,126.73	23,775.90
B. Cash Flow from Investing Activities				
Payments for Fixed Assets & Intangible Assets (Including Capital Advances) (Net)	(16.30)	(14.10)	1,463.74	(15,602.31)
Advance against Purchase of Investment in Subsidiary	(7,641.00)	-	(7,641.00)	-
Receipt of Inter Corporate Deposit given	3,440.10	-	-	-
(Increase)/Decrease in Investments	60.06	9,978.50	6,993.18	13,346.02
Investment in Associate	(0.26)	-	(0.26)	-
Loan taken/(given)	-	-	16,879.13	(13,657.99)
Unsecured loans to Associates/Subsidiaries	(341.90)	(5,266.34)	-	-
Investment in fixed deposits	(1,250.00)	-	(1,250.00)	-
Interest received	72.70	443.28	315.87	210.72
Net Cash flow from/(used in) Investing activities	(5,676.58)	5,141.34	16,760.66	(15,703.56)
C. Cash Flow from Financing Activities				
Proceeds from / (Repayment) of long term borrowings	18,891.00	760.00	(1,639.47)	23,321.55
Proceeds from/(Repayment of) short term borrowings (net)	(625.77)	1,491.51	-	(5,000.00)
Increase/(Decrease) in Goodwill on consolidation	-	-	(993.20)	(924.41)
Interest paid	(2,202.15)	(144.94)	(17,222.74)	(25,473.77)
Dividend including dividend distribution tax paid	-	(506.03)	-	(506.03)
Net Cash Flow from/(used in) Financing Activities	16,063.08	1,600.54	(19,855.41)	(8,562.66)
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	137.31	(4.13)	2,031.98	(510.32)
Opening Cash and Cash Equivalents	3.75	7.88	2,408.15	2,918.47
Closing Cash and Cash Equivalents	141.06	3.75	4,440.14	2,408.15



Notes:-

- 1) The above standalone financial results for the quarter and year ended March 31, 2021 and consolidated financial results for the quarter and year ended March 31, 2021 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 29, 2021. The Statutory Auditors of the Company have audited these financial results.
- 2) The Company is primarily engaged in a single business segment of purchase, own, build, develop, design, operate, transfer road and related services. Hence, segment reporting is not applicable.
- 3) The Company has invested in various road projects through associates and subsidiaries (SPVs). These investments have been made on a long term basis with an objective to earn returns and capital appreciation after the commencement of commercial operations of the respective Projects. Based on a legal opinion, the Company has treated these investments in SPVs as "Qualifying Asset". As per Indian Accounting Standard (Ind AS) 23 on 'Borrowings Costs' and in accordance with the accounting concept of 'Matching costs and revenues', the Company has capitalised borrowing cost incurred on funds borrowed exclusively for investments in the SPVs as part of the cost of investments.
- 4) The Company had received an amount of Rs.7000 lakhs from IL&FS Group - IL&FS Financial Services Ltd. (IL & FS) in the financial year 2016-17. The Company also has a receivable of Rs 11,419 lakhs from IL&FS Group - IL & FS Transportation Networks Limited (ITNL), hence the Company has initiated appropriate measures for set off of this payable and recovery of the balance amount.

As per NCLAT order, these companies have been classified under IL&FS Group.

The Company, as such, has put on hold the interest and Principal payment since September 30, 2018. The Company has not provided interest from July 01, 2019 onwards, pending the settlement of dispute. An application has been filed against the Company by IL & FS before the Hon'ble National Company Law Tribunal, Kolkata claiming their dues which is yet not admitted.

- 5) Other Expenses Includes (loss)/gain on account of Investments mandatorily measured at Fair Value Through Profit and Loss (FVTPL).
- 6) The Company has exercised the option of lower Tax Rate of 25.17% (Inclusive of surcharges & Cess) permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019. Consequently, current tax expense for the year ended March 31, 2021 include a reversal of Rs 58.99 lakhs. Deferred Tax expense for the year ended March 31, 2021 include a charge of Rs 357.30 lakhs including MAT credit entitlement reversal.
- 7) The Standalone and Consolidated figures for the last quarter for current financial year and the last quarter for previous financial year are the balancing figures between the audited figures in respect of the full financial year ended March 31, and the published unaudited (with limited review) year to date figures upto the third quarter ended December 31, of the respective Financial Year.
- 8) The Company has executed a Securities Purchase Agreement (SPA) dated January 20, 2021 and related transaction documents, with a Purchaser acting through its investment manager, for sale of the entirety of the Company's shareholding in Shree Jagannath Expressways Private Limited ('SJEPL'). SJEPL is an 'Associate' of the Company.

The proposed sale of shares of SJEPL is subject to applicable regulatory and other approvals and certain conditions, more specifically laid down in the SPA. The valuation date for sale as per the SPA is September 30, 2020. The Equity value of the proposed transaction is subject to adjustments of debt and other capital and operational costs at closing date and hence, net consideration receivable is not ascertainable at this stage.

The company has recognised its share of loss of Rs. 96.27 lakhs and loss of Rs. 112.30 lakhs for its investment in SJEPL in its consolidated financial results for the quarter and year ended March 31, 2021 respectively. Negative / positive impact if any, of its share of profit/(loss) in SJEPL will be adjusted on closure of the transaction.

- 9) The Company has executed a Securities Purchase Agreement (SPA) dated April 1, 2021 and related transaction documents, with a Purchaser for sale of the entirety of the Company's shareholding in Ghaziabad Allgarh Expressways Private Limited ('GAEPL'). GAEPL is an 'Associate' of the Company.

The proposed sale of shares of GAEPL is subject to applicable regulatory and other approvals and certain conditions, more specifically laid down in the SPA. The valuation date for sale as per the SPA is December 31, 2020. The Equity value of the proposed transaction is subject to adjustments of debt and other capital and operational costs at closing date and hence, net consideration receivable is not ascertainable at this stage.

The company has recognised its share of loss of Rs. 184.51 lakhs and profit of Rs. 491.45 lakhs for its investment in GAEPL in its consolidated financial results for the quarter and year ended March 31, 2021 respectively. Negative / positive impact if any, of its share of profit/(loss) in GAEPL will be adjusted on closure of the transaction.

- 10) In case of subsidiary company, Orissa Steel Expressway Private Limited (OSEPL), the project was foreclosed and handed over to National Highway Authority of India (NHAI) due to non providing of encumbrance free land, forest clearance issues etc. by NHAI.

Consequently, OSEPL invoked Arbitration on October 16, 2017 and finally Tribunal awarded Claim of Rs. 32,277 lakhs vide Award dated March 31, 2019 in favour of OSEPL. Accordingly, management of OSEPL believes that it will realise claim from respondent (NHAI) and hence Financial Statements of OSEPL has been prepared on Going Concern basis. Further as the project has been handed over to NHAI, expenditure incurred on the project which were classified as "Intangible Assets under Development" have been transferred to "Claims" and disclosed under "Non Current Financial Assets".

NHAI has moved to Hon'ble High Court against the above order and the matter is sub-judice. While during the period OSEPL has received an amount of Rs. 4,986 lakhs out of the Award amount.

- 11) The Company has taken into account the possible impact of COVID - 19 pandemic in preparation of these Financial results including but not limited to Assessment of liquidity and Going concern assumption, recoverable values of its financial and non financial Assets and impact on revenues. The Company has considered internal and external sources of information upto the date of approval of these Financial results in making estimates of possible impact. As on the reporting date management believes there is no material impact on Financial results of the Company. Management will continue to monitor any material changes in future economic conditions and the impact thereof on the Company, if any.
- 12) The figures for the corresponding previous period have been regrouped/ reclassified wherever necessary, to make them comparable.

For and on behalf of the Board of Directors of
BHARAT ROAD NETWORK LIMITED




Managing Director
Place of Signature : Kolkata
Date - June 29, 2021



Annexure 1

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021
[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

		(Rs. in Lakhs)	
Sl No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover / Total Income	24,495.09	24,495.79
2	Total Expenditure	36,932.91	37,825.41
3	Profit/(Loss) before tax	(12,513.13)	(13,405.64)
4	Earnings per Share (Rs.)	(14.15)	(14.95)
5	Total Assets	314,261.93	314,683.84
6	Total Liabilities	314,261.93	314,683.84
7	Net worth	88,634.48	87,471.46
8	Any other financials item(s) (as felt appropriate by the Management)		

II
Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:** The Holding Company has not recognized interest on Rs. 7,000 lakhs from July 01, 2019 onwards which is not in compliance of Ind AS 1 'Presentation of Financial Statements' read with Ind AS 109 'Financial Instruments'. Due to this, loss before tax of the group for the quarter ended March 31, 2021 has been understated by Rs. 220.07 lakhs and loss before tax of the group for the year ended March 31, 2021 has been understated by Rs. 892.50 lakhs and the current liabilities as at March 31, 2021 has been understated by Rs. 1,564.93 lakhs.

b. **Type of Audit Qualification:** Qualified Opinion

c. **Frequency of qualification:** For the year ended 31st March 21 & 31st March 20

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

The Company had received an amount of Rs.7000 lakhs from IL&FS Group - IL&FS Financial Services Ltd. (IL & FS) in the financial year 2016-17. The Company also has a receivable of Rs 11,419 lakhs from IL&FS Group - IL & FS Transportation Networks Limited (ITNL), hence the Company has initiated appropriate measures for set off of this payable and recovery of the balance amount.

As per NCLAT order, these companies have been classified under IL&FS Group.

The Company, as such, has put on hold the interest and Principal payment since September 30, 2018. The Company has not provided interest from July 01, 2019 onwards, pending the settlement of dispute. An application has been filed against the Company by IL & FS before the Hon'ble National Company Law Tribunal, Kolkata claiming their dues which is yet not admitted.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor: Same is already quantified.**

(i) Management's estimation on the impact of audit qualification: Not Applicable

(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable

(iii) Auditors' Comments on (i) or (ii) above: Not Applicable

<p>For S.S. Kothari Mehta & Company Chartered Accountants Firm Registration No. 000756N</p> <p><i>Rana Sen</i> Rana Sen Partner Membership No. 066759</p> <p>Place: Kolkata Date: June 29, 2021</p>	<p align="center">For and On behalf of the Board of Directors</p> <p align="center"><i>Brahm Dutt</i> Brahm Dutt Audit Committee Chairman DIN : 05308900</p> <p align="center"><i>Bejrang K Choudhery</i> Bejrang K Choudhery Managing Director DIN: 00441872</p> <p align="right"><i>Arindam Bhrownick</i> Arindam Bhrownick CFO</p>
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