

Independent Auditor's Report on the Quarterly and Year to Date 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
Puravankara Limited

Report on the audit of the Consolidated Financial Results**Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Puravankara Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements and other information of the subsidiaries, associates and joint ventures, the Statement:

- i. includes the results of the following entities;
 - i. Puravankara Limited
 - ii. Provident Housing Limited
 - iii. Starworth Infrastructure & Construction Limited
 - iv. Welworth Lanka (Private) Limited
 - v. Welworth Lanka Holding Private Limited
 - vi. Nile developers Private Limited (up to November 10, 2021)
 - vii. Vaigai Developers Private Limited (up to November 08, 2021)
 - viii. Centurions Housing and Constructions Private Limited
 - ix. Melmont Construction Private Limited
 - x. Purva Realities Private Limited
 - xi. Purva Star Properties Private Limited
 - xii. Purva Sapphire Land Private Limited
 - xiii. Purva Ruby Properties Private Limited
 - xiv. Grand Hills developments Private Limited
 - xv. Prudential Housing and Infrastructure Development Limited
 - xvi. T-Hills Private Limited (Formerly Jaganmata Property Developers Private Limited)
 - xvii. Varishtha Property Developers Private Limited
 - xviii. Purva Property Services Private Limited
 - xix. Purva Oak Private Limited
 - xx. Purvaland Private Limited
 - xxi. Provident Meryta Private Limited
 - xxii. Provident Cedar Private Limited
 - xxiii. IBID Home Private Limited
 - xxiv. Devas Global Services LLP
 - xxv. D.V.Infrhomes Pvt. Ltd.
 - xxvi. Keppel Puravankara Development Private Limited

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- xxvii. Propmart Technologies Limited (refer Note 04)
 - xxviii. Sobha Puravankara Aviation Private Limited
 - xxix. Pune Projects LLP
 - xxx. Purva Good Earth Properties Private Limited
 - xxxi. Whitefield Ventures
 - xxxii. Purva Woodworks Private Limited
 - xxxiii. PURVACOM
 - xxxiv. Vagishwari Land Developers Private Limited (up to June 10, 2021)
 - xxxv. Purva Asset Management Private Limited (formerly, Map Capital Advisors Private Limited)
 - xxxvi. White Oaks
 - xxxvii. Bangalore Tower Private Limited
- ii. are 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 profit/(loss) and other comprehensive income/(loss) and other financial information of the Group for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Opinion

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, its associates and joint ventures 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 reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter paragraph

We draw attention to the following notes to the accompanying financial results:

- (i) Note 10 in connection with an ongoing litigation with its customer. Pending resolution of the litigation and based on legal opinion obtained by the management, no provision has been made towards the customer's counter-claims and the underlying receivable and inventory are classified as good and recoverable in the accompanying financial results.
- (ii) Note 11 in connection with certain ongoing property related legal proceedings in the holding and subsidiary companies. Pending resolution of the legal proceedings and based on legal opinions obtained by the management, no provision has been made towards any claims and the underlying recoverables, deposits and advances are classified as good and recoverable in the accompanying financial results.
- (iii) Note 14 in connection with the management's evaluation of Covid-19 impact on the business operations and cash flows of the Group. In view of the uncertain economic conditions, the management's evaluation of the impact on the subsequent periods is highly dependent upon conditions as they evolve.

Our opinion is not modified in respect of the above matters.

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 profit and other comprehensive income and other financial information of the Group including its associates and joint ventures 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 Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures 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 joint ventures 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 controls, 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 the 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 and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures 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 and joint ventures are also responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

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 risks, 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.

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- 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 and joint ventures 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 and joint ventures 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 represent 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 and joint ventures of which we are the independent auditors 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 other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities 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 Matter

The accompanying Statement includes the audited financial statements and other financial information, in respect of:

- 25 subsidiaries, whose financial statements include total assets of Rs. 684.82 crores as at March 31, 2022, total revenues of Rs. 12.18 crores and Rs. 34.82 crores, total net profit/(loss) after tax of Rs. 0.58 crores and Rs. (1.22) crores, total comprehensive income of Rs. 0.58 crores and Rs. (1.22) crores for the quarter ended March 31, 2022 and for the year ended March 31, 2022 respectively, and net cash inflows of Rs. 0.28 crores for the year ended March 31, 2022, as considered in the Statement, which have been audited by their respective independent auditors.
- 4 associates and 1 joint venture, whose financial statements include the Group's share of net loss after tax of Rs. 3.21 crores and net loss after tax of Rs. 5.19 crores and total comprehensive loss of Rs. 3.21 crores and total comprehensive loss of Rs. 5.19 crores for the quarter ended March 31, 2022 and for the year ended March 31, 2022 respectively, as considered in the Statement, which have been audited by their respective independent auditors.

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The independent auditor's report on the financial statements of these entities 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, joint venture entity and associates is based solely on the reports of such auditors. Our opinion on the Statement is not modified in respect of the above matter.

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the end of 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.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

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per Adarsh Ranka

Partner

Membership No.: 209567

UDIN: 22209567AJSJCF6493

Place: Bengaluru, India

Date: May 27, 2022

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

(Rs. in Crores)

Sl. No.	Particulars	Quarter ended 31.03.2022 [Audited] (Refer Note 13)	Preceding Quarter ended 31.12.2021 [Unaudited]	Corresponding Quarter ended 31.03.2021 [Audited] (Refer Note 13)	Current Year ended 31.03.2022 [Audited]	Previous Year ended 31.03.2021 [Audited]
1	Income					
	(a) Revenue from operations	295.55	221.34	311.18	954.70	963.46
	(b) Other income	24.57	25.11	29.26	426.95	93.11
	Total income	320.12	246.45	340.44	1,381.65	1,056.57
2	Expenses					
	(a) Sub-contractor cost	205.16	135.07	120.00	584.13	346.35
	(b) Cost of raw materials and components consumed	44.16	30.42	14.85	109.95	48.16
	(c) Land purchase cost	142.93	34.19	-	214.36	333.77
	(d) (Increase)/ decrease in inventories of stock of flats, land stock and work-in-progress	(249.99)	(147.71)	(2.81)	(570.68)	(335.42)
	(e) Employee benefits expense	37.00	34.50	32.98	137.68	114.67
	(f) Finance cost	83.93	79.56	96.75	331.85	357.06
	(g) Depreciation and amortization expense	4.13	4.22	4.75	17.64	20.38
	(h) Other expenses	75.98	74.59	61.51	265.75	171.77
	Total expenses	343.30	244.84	328.03	1,090.68	1,056.75
3	Profit/(loss) before share of profit/(loss) of associates and joint ventures	(23.18)	1.61	12.41	290.97	(0.18)
4	Share of profit/(loss) of associates and joint ventures (net of tax)	(3.21)	(0.66)	0.13	(5.19)	(1.98)
5	Profit/(loss) before tax (3+4)	(26.39)	0.95	12.54	285.78	(2.16)
6	Tax expense					
	(i) Current tax charge/(credit)	3.12	3.02	1.65	44.07	2.15
	(ii) Deferred tax charge/(credit)	(9.45)	(3.27)	1.83	94.15	(0.37)
	Total	(6.33)	(0.25)	3.48	138.22	1.78
7	Net profit/(loss) for the period (5-6)	(20.06)	1.20	9.06	147.56	(3.94)
8	Other comprehensive income					
	(i) Items that will be reclassified to profit or loss in subsequent periods	(3.35)	-	-	(3.35)	-
	(ii) Income tax relating to items that will be reclassified to profit and loss	0.84	-	-	0.84	-
	(i) Items that will not be reclassified to profit and loss	0.82	0.58	(1.61)	1.45	(2.17)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(0.24)	(0.16)	0.56	(0.46)	0.76
	Total	(1.93)	0.42	(1.05)	(1.52)	(1.41)
9	Total Comprehensive Income for the period [Comprising Net profit/(loss) for the period and Other Comprehensive Income for the period (7+8)]	(21.99)	1.62	8.01	146.04	(5.35)
	Attributable to:					
	Owners of the parent	(22.01)	1.66	7.98	146.09	(5.38)
	Non-controlling interests	0.02	(0.04)	0.04	(0.05)	0.03
	Of the Total Comprehensive Income above, Profit for the year attributable to:					
	Owners of the parent	(20.08)	1.24	9.03	147.61	(3.97)
	Non-controlling interests	0.02	(0.04)	0.04	(0.05)	0.03
	Of the Total Comprehensive Income above, Other Comprehensive income attributable to:					
	Owners of the parent	(1.93)	0.42	(1.05)	(1.52)	(1.41)
	Non-controlling interests	-	-	-	-	-
10(i)	Earnings per share (before extraordinary items) (of Rs. 5/- each) (not annualised):					
	a) Basic (in Rs.)	(0.85)	0.05	0.38	6.22	(0.17)
	b) Diluted (in Rs.)	(0.85)	0.05	0.38	6.22	(0.17)
10(ii)	Earnings per share (after extraordinary items) (of Rs. 5/- each) (not annualised):					
	a) Basic (in Rs.)	(0.85)	0.05	0.38	6.22	(0.17)
	b) Diluted (in Rs.)	(0.85)	0.05	0.38	6.22	(0.17)
11	Paid-up equity share capital (Face value of Rs. 5/- each)	118.58	118.58	118.58	118.58	118.58
12	Other equity as per the balance sheet				1,923.48	1,777.39

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

Notes:

- The above consolidated financial results of Puravankara Limited ('the Company') have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 27.05.2022. The statutory auditors of the Company have audited the consolidated financial results of the Company for the quarter ended and year ended 31.03.2022.
- The consolidated statement of assets and liabilities are as below :

		(Rs. in Crores)	
Particulars		As at 31.03.2022 [Audited]	As at 31.03.2021 [Audited]
A ASSETS			
1 Non-Current Assets			
(a) Property, plant and equipment		61.12	66.73
(b) Capital work-in-progress		0.48	-
(c) Investment property		25.70	33.37
(d) Other Intangible assets		9.53	11.28
(e) Intangible assets under development		2.99	-
(f) Financial assets			
(i) Investments		82.04	137.99
(ii) Loans		8.23	0.02
(iii) Other financial assets		351.25	355.55
(g) Deferred tax assets (net)		151.41	243.79
(h) Assets for current tax (net)		50.90	45.99
(i) Other non-current assets		110.63	147.02
Sub-total - Non Current Assets		854.28	1,041.74
2 Current Assets			
(a) Inventories		6,819.59	6,411.53
(b) Financial assets			
(i) Trade receivables		242.05	306.91
(ii) Cash and cash equivalents		275.11	159.88
(iii) Bank balances other than (ii) above		25.07	4.30
(iv) Loans		84.10	84.11
(v) Other financial assets		64.75	52.27
(c) Other current assets		202.98	367.86
Sub-total - Current Assets		7,713.65	7,386.85
3 Non-current assets held for sale		55.56	-
TOTAL ASSETS		8,623.49	8,428.59
B EQUITY			
(a) Equity share capital		118.58	118.58
(b) Other equity attributable to:			
(i) Owners of the parent company		1,923.48	1,777.39
(ii) Non-controlling interest		6.59	(2.38)
Sub-total - Equity		2,048.65	1,893.59
C LIABILITIES			
1 Non-Current Liabilities			
(a) Financial liabilities			
(i) Borrowings		571.95	542.87
(ii) Lease liabilities		6.99	6.16
(iii) Other financial liabilities		17.07	18.36
(b) Provisions		9.87	11.60
(c) Other liabilities		15.69	20.18
Sub-total - Non Current Liabilities		621.57	599.17
2 Current Liabilities			
(a) Financial liabilities			
(i) Borrowings		2,039.08	2,279.27
(ii) Lease liabilities		8.89	7.18
(iii) Trade payables			
a) total outstanding dues of micro enterprises and small enterprises		18.25	8.39
b) total outstanding dues of creditors other than micro enterprises and small enterprises		416.31	548.44
(iv) Other financial liabilities		18.46	32.37
(b) Other liabilities		3,439.62	3,049.05
(c) Provisions		11.33	10.43
(d) Current tax liabilities (net)		1.33	0.70
Sub-total - Current Liabilities		5,953.27	5,935.83
TOTAL EQUITY AND LIABILITIES		8,623.49	8,428.59

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

3 The consolidated statement of cash flows are as below:

		(Rs. in Crores)	
Particulars		Current Year ended 31.03.2022 [Audited]	Previous Year ended 31.03.2021 [Audited]
A.	Cash flow from operating activities		
	Profit before tax	285.78	(2.16)
	Adjustments to reconcile profit after tax to net cash flows		
	Share of loss from investment in associates and joint ventures	-	2.47
	Depreciation and amortization expense	17.64	20.38
	Liabilities no longer required written-back	(15.98)	(17.16)
	Profit/ (loss) on sale of property, plant and equipment and investment property	(6.80)	0.58
	Exchange differences on translation of assets and liabilities, net	(3.35)	-
	Finance costs	331.85	356.86
	Gain arising on loss of control in subsidiary	(364.42)	-
	Interest income	(16.91)	(58.68)
	Operating profit before working capital changes	227.81	302.29
	Working capital adjustments:		
	(Increase)/ decrease in trade receivables	64.86	(6.86)
	(Increase)/ decrease in inventories	(583.20)	(330.63)
	Decrease/(increase) in loans	-	(8.79)
	Decrease/(increase) in other financial assets	5.80	18.90
	Decrease/(increase) in other assets	201.27	11.27
	Increase/ (decrease) in trade payables	(106.18)	36.43
	Increase/ (decrease) in other financial liabilities	(13.69)	(34.17)
	Increase/ (decrease) in other liabilities	386.06	211.99
	Increase/ (Decrease) in provisions	0.63	6.56
	Cash (used in)/ received from operations	183.36	206.99
	Income tax paid (net)	(49.71)	37.20
	Net cash flows (used in)/from operating activities	133.65	244.19
B.	Cash flows from investing activities		
	Purchase of property, plant and equipment (including capital work in progress and capital advances)	(6.47)	(3.32)
	Purchase of intangible assets	(0.06)	(0.66)
	Purchase of Intangible assets under development	(2.99)	-
	Proceeds from sale of property, plant and equipment and investment properties	20.45	0.22
	Investments in shares of associates / joint venture	(3.70)	(6.86)
	Proceeds on loss of control in subsidiaries	539.55	-
	Loans given to associates and joint ventures	(10.26)	(1.17)
	Loans repaid by associates and joint ventures	3.82	0.51
	Investment in bank deposits (original maturity of more than three months)	(22.26)	(66.61)
	Redemption of bank deposits (original maturity of more than three months)	1.49	62.24
	Interest received	5.88	39.53
	Net cash flows from / (used in) investing activities	525.45	23.88
C.	Cash flows from financing activities		
	Proceeds from secured term loans	1,376.49	689.50
	Repayment of secured term loans	(1,680.32)	(624.82)
	Proceeds from unsecured loan	226.23	29.73
	Repayment of unsecured loans	(166.00)	(29.91)
	Equity contribution in subsidiary by non-controlling interest	9.02	-
	Payment of lease liabilities	(9.19)	(10.08)
	Interest paid	(284.80)	(267.43)
	Net cash (used in)/from financing activities	(528.57)	(213.01)
	Net (decrease)/increase in cash and cash equivalents (A + B + C)	130.53	55.06
	Cash and cash equivalents at the beginning of the year	25.25	(29.81)
	Cash and cash equivalents at the end of the year	155.78	25.25
	Components of cash and cash equivalents		
	Cash and cash equivalents as per balance sheet	275.11	159.88
	Less: Cash credit facilities from banks	(119.33)	(134.63)
	Cash and cash equivalents reported in cash flow statement	155.78	25.25

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

- 4 During the year ended March 31, 2022, the Company has acquired further 53% stake in Propmart Technologies Limited and has accounted the same as per the pooling of interest method since the conditions as per the requirements of Ind AS 103 – Business Combinations of entities under common control are met. Further, previous period figures have been restated as per the requirements of Ind AS 103 by debiting capital reserve amounting to Rs.12.50 crores as at April 01, 2020.
- 5 During the quarter ended December 31, 2021, the Company has lost control of its subsidiaries - Vaigai Developers Private Limited and Nile Developers Private Limited. Consequently, the Company has derecognised the assets and liabilities of such subsidiaries from the consolidated balance sheet. The resultant gain of Rs.12 crores associated with the loss of control of such subsidiaries have been recognised and accounted under Other Income for the year ended March 31, 2022.
- 6 During the quarter ended December 31, 2021, a subsidiary of the Company has invested in M/s White Oaks, a partnership firm.
- 7 During the quarter ended September 30, 2021, the Company has acquired Purva Asset Management Private Limited (formerly, Map Capital Advisors Private Limited) as its subsidiary.
- 8 During the quarter ended June 30, 2021, the Company has lost control of a subsidiary - Vagishwari Land Developers Private Limited on June 10, 2021 and consequently, the Company has derecognised the assets and liabilities of such subsidiary from the consolidated balance sheet. The resultant gain (including the investment sale consideration) of Rs.353 crores associated with the loss of control of such subsidiary has been recognised and accounted under Other Income for the year ended March 31, 2022.
- 9 The Group's business activity falls within a single reportable segment, i.e., real estate development. Hence, there are no additional disclosures to be provided under Ind-AS 108 – Segment information with respect to the single reportable segment. Further, the Group is domiciled in India and does not have significant foreign operations.
- 10 The Group had initiated legal proceedings against its customer for recovery of receivables of Rs.15 crores, inventories of Rs.1 crore and customer's counter claim thereon, which is currently pending before the High Court. Pending resolution of the aforesaid litigation, no provision has been made towards the customer's counter-claims and the underlying receivables and other assets are classified as good and recoverable in the accompanying financial results based on the legal opinion obtained by the management and management's evaluation of the ultimate outcome of the litigation.
- 11 The Group is subject to legal proceedings for obtaining clear and marketable title for certain properties wherein the Group has outstanding deposits and advances of Rs.113 crores. Further, the Group has Rs.11 crores recoverable from parties and claims from government authorities of Rs.6 crores, which are subject to ongoing legal proceedings. Further, in relation to certain property previously owned by the Group, an individual has initiated legal proceedings claiming title over such property, which is disputed by the Group. Pending resolution of the aforesaid legal proceedings, no provision has been made towards any claims and the underlying recoverable, deposits and advances are classified as good and recoverable in the accompanying financial results based on the legal evaluation by the management of the ultimate outcome of the legal proceedings.

12 Figures for audited standalone financial results of the Company for the quarter and year ended 31.03.2022 are as follows: (Rs. in Crores)

Particulars	Quarter ended 31.03.2022 [Audited] (Refer Note 13)	Preceding Quarter ended 31.12.2021 [Unaudited]	Corresponding Quarter ended 31.03.2021 [Audited] (Refer Note 13)	Current Year ended 31.03.2022 [Audited]	Previous Year ended 31.03.2021 [Audited]
Revenue from operations	109.98	74.34	135.91	730.31	563.95
Profit before tax	(9.49)	3.43	(2.99)	307.18	(14.04)
Profit after tax	(6.44)	3.20	(1.75)	166.07	(9.71)

The standalone financial results for the quarter and year ended 31.03.2022 can be viewed on the Company website <http://www.puravankara.com> and also be viewed on the website of NSE and BSE.

- 13 The figures for the quarter ended 31.03.2022 and corresponding quarter ended 31.03.2021 are the derived figures between audited figures in respect of the full financial year ended 31.03.2022 and 31.03.2021, respectively and the unaudited published year-to-date figures in respect of nine months ended 31.12.2021 and 31.12.2020, respectively, being the date of the end of the third quarter of the financial year which were subjected to limited review.
- 14 The outbreak of Covid-19 pandemic globally and in India has caused significant disturbance and slowdown of economic activities. Due to the lockdown announced by the Government, the Group's operations were slowed down/suspended and accordingly the consolidated financial results for the year ended March 31, 2022 are adversely impacted.

The Group has considered the possible effects that may result from the COVID-19 pandemic on the carrying value of assets [including property, plant and equipment, investment property, investments, inventories, loans, land advance/deposits and receivables]. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Group, as at the date of approval of these financial results has used internal and external sources of information to assess the expected future performance of the Group. The Group has performed sensitivity analysis on the assumptions used and based on the current estimates, the Group expects that the carrying amount of these assets as at period end, are fully recoverable. The management has estimated the future cash flows for the Group with the possible effects that may result from the COVID-19 pandemic and does not foresee any adverse impact on realising its assets and in meeting its liabilities as and when they fall due. The actual impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these financial results.

Further, the Group's management has also made a detailed assessment of the progress of construction work on its ongoing projects during the period of lockdown and has concluded that the same was only a temporary slowdown in activities and has accordingly inventorised the borrowing costs incurred in accordance with Ind AS 23.

The outbreak of Covid-19 has impacted construction operations and project completion timelines of certain ongoing customer contracts of a wholly-owned subsidiary (WOS). The WOS is carrying construction work in progress as at March 31, 2022 and having regard to the WOS's ongoing discussions with its customers towards the construction work, the WOS is confident of billing the same in the ensuing quarters. Further, the WOS has also initiated proceedings with its customer for extension of certain projects' completion timeline and waiver of liquidated damages thereon amounting to Rs.12 crores. Pending resolution of the aforesaid matter, no provision has been made towards such liquidated damages in the accompanying financial results based on the terms of the customer contracts and impact of Covid-19 pandemic.

The Group will continue to closely observe the evolving scenario and take into account any future developments arising out of the same.

- 15 During the quarter ended December 31, 2021, the Group has entered into definitive agreements for demerger of a project asset of an associate company into a wholly owned subsidiary Bangalore Tower Private Limited (BTPL) of such associate company where the Group will also be allotted shares. Upon allotment, the Group agrees to sell its shareholding in BTPL for an agreed consideration, which is higher than the carrying value of the investment in BTPL.

Consequent to approval of aforesaid demerger, the Group has classified the carrying value of such investment in BTPL amounting to Rs. 15.92 crores from 'Investment' to 'Non-current Assets held for sale' in the balance sheet. The Group is confident that the carrying value of such assets will be recovered principally through the aforesaid sale arrangement in the ensuing period, which is highly probable.

Considering the above arrangement is subject to compliance with certain conditions by the parties to the arrangement, the proposed sale of investment in BTPL has not been recognised as at March 31, 2022.

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

- 16 The Taxation Laws (Amendment) Ordinance, 2019 ('the Ordinance') provides an option to domestic companies to pay income-tax at a lower rate of 25.17%, if it opts for not availing of certain specified exemptions or incentives. The Company has made an assessment of the impact of the Ordinance and has decided to opt for the lower tax rate of 25.17% from the financial year beginning April 01, 2021. Consequently, the Company has measured the current and deferred taxes from the normal rate of 34.94% to the lower rate of 25.17% and the tax expense for the quarter and year ended March 31, 2022 is higher by Rs. Nil and Rs.67.90 crores respectively.
- 17 The Board of Directors of the Company at their meeting held on May 27, 2022 have recommended a final dividend of Rs.5 per equity share of Rs.5 each for the financial year ended March 31, 2022. The said proposed dividend is subject to approval at the ensuing annual general meeting and is not recognised as a liability as at 31.03.2022.

For and on behalf of the Board of Directors of
Puravankara Limited

**NANI R
CHOKSEY**

Digitally signed by NANI R CHOKSEY
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Nani R Choksey
Vice-Chairman & Whole-time Director
DIN: 00504555

Bengaluru, India
May 27, 2022