

Date: 29th May, 2017

To, The General Manager, The Department of Corporate Relations, The Bombay Stock Exchange Limited., 25th Floor, Phiroz Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	To, The Secretary, National Stock Exchange of India Ltd. 5th Floor, Exchange Plaza Plot No.C/1, G Block Bandra Kurla Complex, Bandra (East) Mumbai -400 051.
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Dear Sir/Madam,

**Sub: Intimation of the Outcome of Board Meeting – Reg.,
Ref: Our Board Meeting Notice Dated 22nd May, 2017**

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We wish to inform you that the Board of Directors of the Company at their meeting held today, i.e. 29th day of May, 2017 has inter alia among other things approved the following:

1. Audited Financial Results/Statements for the quarter and year ended 31st March, 2017.
2. Recommendation of Dividend @ 25% (i.e Rs. 0.50/- per equity share of Rs. 2/-each) on the Paid- up capital of the Company, subject to the approval of shareholders in the ensuing Annual General Meeting. (The date on which dividend will be paid intimated separately at the time of Book Closures and calling of Annual General Meeting).

Pursuant to regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Statement on Impact of Audit Qualifications (for audit report with modified opinion) for the Consolidated and Standalone audited financial statements for the year ended 31.03.2017 and Auditor's Report on the Audited Financial Results/Statements (Standalone and Consolidated) for the quarter and year ended 31.03.2017 issued by Statutory Auditors M/s. MOS and Associates LLP, Chartered Accountants, enclosed for your records and necessary dissemination.


Kindly acknowledge the receipt of this letter.

Thanking you,

Yours truly,

For GAYATRI PROJECTS LIMITED


(CS I.V.LAKSHMI)
Company Secretary & Compliance officer
Membership No. 17607.





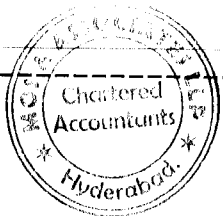
GAYATRI PROJECTS LIMITED

CIN : L99999TG1989PLC057289

Regd. Office: B1, TSR TOWERS, 6-3-1090, RAJ BHAVAN ROAD, SOMAJIGUDA, HYDERABAD-500082
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2017

Sl. No.	Particulars	Standalone (₹ in Lakhs)				
		Quarter Ended			Year Ended	
		31.03.2017 Audited*	31.12.2016 Unaudited	31.03.2016 Audited*	31.03.2017 Audited	31.03.2016 Audited
1	Income					
	Revenue from operations					
	Other Income	81,248.51	52,046.67	66,821.22	2,11,535.05	1,81,221.25
	Total Income	314.22	121.51	9.76	1,287.76	659.89
2	Expenses	81,562.73	52,168.18	66,830.98	2,12,822.81	1,81,881.14
	a. Cost of Materials Consumed & Work Expenditure					
	b. Changes in Inventories of Work in Progress	68,557.27	43,449.79	51,923.18	1,74,510.62	1,41,903.56
	c. Employee Benefits Expense	(2,591.28)	(2,527.13)	2,846.05	(5,542.82)	5,643.82
	d. Finance Costs	1,647.49	1,540.64	1,440.44	5,848.29	4,206.24
	e. Depreciation and Amortization Expense	4,572.88	4,888.24	4,998.90	18,095.24	15,792.93
	f. Other Expenses	995.08	1,264.79	929.11	4,315.50	3,747.47
	Total Expenses	74,144.82	49,952.01	63,596.00	2,01,482.53	1,74,815.71
3	Profit / (Loss) before Exceptional items and Tax (1-2)	7,417.91	2,216.17	3,234.98	11,340.28	7,065.43
4	Exceptional Items (Refer Note No.9)	(1,538.65)	-	-	(1,538.65)	-
5	Profit/(Loss) before Tax (3+4)	5,879.26	2,216.17	3,234.98	9,801.63	7,065.43
6	Tax Expense (includes earlier year taxation & Deferred Tax)	2,655.31	800.26	384.87	2,365.16	1,200.59
7	Net Profit/(Loss) after tax (5-6)	3,223.95	1,415.91	2,850.11	7,436.47	5,864.84
8	Other Comprehensive Income (OCI)	-	-	-	-	-
	Items that will not be reclassified to profit or loss:					
	i) Re-measurement gains/losses on actuarial valuation of Post Employment defined benefits	(208.25)	(127.31)	138.79	26.17	(96.93)
	ii) Income tax relating to Items that will not be re-classified to profit or loss	(74.19)	44.06	(45.49)	(9.06)	33.55
	Items that will be reclassified to profit or loss:					
	i) Income tax relating to Items that will not be re-classified to profit or loss	-	-	-	-	(59.59)
	Total Other Comprehensive Income (8)	(282.44)	(83.25)	93.30	17.11	(122.97)
9	Total Comprehensive Income for the Year (7+8)	2,941.51	1,332.66	2,943.41	7,453.58	5,741.87
10	Paid Up Equity Share Capital (Face Value Rs.2/- per Share)	3,545.04	3,545.04	3,545.04	3,545.04	3,545.04
11	Earnings Per Share of Rs.2/- each (not annualized)					
	- Basic & Diluted (Refer Note No.12)	1.82	0.80	1.67	4.20	3.46

STATEMENT OF ASSETS AND LIABILITIES		STANDALONE (₹ in Lakhs)	
		As at 31.03.2017	As at 31.03.2016
ASSETS			
1	NON-CURRENT ASSETS		
	(a) Property, Plant & Equipment	30,925.49	22,686.19
	(b) Capital Work in Progress	2,409.70	-
	(i) Investments	1,21,813.67	1,18,220.86
	(ii) Loans	51,023.52	51,026.05
	Sub-total - Non-Current Assets	2,06,172.38	1,91,933.10
2	CURRENT ASSETS		
	(a) Inventories	36,005.19	15,488.43
	(b) Financial Asset		
	(i) Trade receivables	85,036.43	62,399.34
	(ii) Cash and cash equivalents	19,700.64	18,004.94
	(iii) Loans	17,594.33	15,071.16
	(c) Current Tax Assets (Net)	4,074.55	7,571.18
	(d) Other Current Assets	95,429.59	78,254.13
	Sub-total - Current Assets	2,57,840.73	1,96,789.18
	TOTAL - ASSETS	4,64,013.11	3,88,722.28
EQUITY AND LIABILITIES			
1	EQUITY		
	(a) Equity Share capital	3,545.04	3,545.04
	(b) Other Equity	87,656.89	81,056.66
	Sub-total - Shareholders' Funds	91,201.93	84,601.70
2	LIABILITIES		
	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	96,777.30	97,197.13
	(ii) Other Financial liabilities	92,391.80	62,711.66
	(b) Provisions	978.31	894.56
	(c) Deferred Tax Liabilities (net)	2,320.22	2,243.80
	Sub-total - Non-Current Liabilities	1,92,467.63	1,63,047.15
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	95,960.82	89,021.38
	(ii) Trade payables	65,179.19	41,911.09
	(iii) Other Financial Liabilities	14,886.66	6,841.22
	(b) Other Current Liabilities	4,307.25	3,290.30
	(c) Provisions	9.63	9.44
	Sub-total - Current Liabilities	1,80,343.55	1,41,073.43
	TOTAL - EQUITY AND LIABILITIES	4,64,013.11	3,88,722.28



- The Company adopted Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder. The date of transition of the Ind AS is 1st April 2015 and accordingly these financial results for the periods presented have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India, as applicable.
- The above published results have been prepared in accordance with the principles and procedures as set out in Ind AS on financial statements and such other applicable standards as notified under section 133 of the Companies Act, 2013 and Companies (Indian Accounting Standard) Rules 2015 as amended.
- The above financial results for the quarter and year ended 31st March 2017 have been reviewed by the Audit Committee and considered & approved by the Board of Directors of the Company at its meeting held on 29th May 2017.
- The Company's Operations primarily consist of Construction activities and there are no other reportable segment under Ind AS 108 "Operating Segments".
- Directors recommended Dividend of ₹ 0.50 per Equity Share (25%), subjected to approval of the shareholders for the year.
- *Figures for the quarter ended 31st March 2017 and 31st March 2016 are the balancing figures between the audited figures for the full financial year ended 31st March 2017 and 31st March 2016 (Ind AS) and the published figures for the nine months period ended 31st Dec 2016 and 31st Dec 2015 respectively.
- The reconciliation of net profit/(loss) as previously reported (referred to in previous GAAP) and Ind AS is as under

Particulars	₹ in Lakhs)	
	Three Months / Quarter Ended 31st March, 2016	Year Ended 31st March, 2016
Net profit under previous GAAP for the year ended 31st March, 2016	2,850.11	5,864.84
Impact of account of Equity Instruments at fair value through Profit and Loss	39.80	39.80
Re-measurement gains / losses on actuarial valuation of Post employment defined ben	157.76	91.13
Effect of application of effective interest rate on financial liabilities / borrowings	(58.77)	(227.86)
Effect of Application of Effective rate of interest for borrowings	-	-
Deferred Tax effect on above adjustments	(45.49)	33.55
Net profit recast to Ind AS for the year ended 31st March 2016	2,943.41	5,801.46
Other Comprehensive Income as per Ind AS	-	(59.59)
Total Comprehensive Income as per Ind AS	2,943.41	5,741.87

- Reconciliation of equity as previously reported under Previous GAAP to Ind AS

Particulars	₹ in Lakhs)	
	Year Ended 31st March, 2016	
Equity reported under previous GAAP as on 31st March 2016	83,867.29	
Impact of account of Equity Instruments at fair value through Profit and Loss	43.83	
Effect of application of effective interest rate on financial liabilities / borrowings	(227.86)	
Deferred Tax effect on above adjustments	65.09	
Dividend & Dividend Distribution Tax	853.35	
Equity reported under Ind AS on 31st March 2016	84,601.70	

- In the month of March 2016, the company had entered into an agreement to sell the wind power business on "Slump Sale" basis subject to approval by the regulatory authorities and completion of registration formalities. The management has received the respective regulatory authorities' approvals and registration of sale of wind assets is completed in the last quarter under review. Therefore, the net result (loss) from sale of wind power business amounting to ₹1538.65 Lakhs is recognized under exceptional items in profit and loss statement for the period ended 31st March 2017.
- The management of the company has initiated steps to recover the interest bearing loans grouped under 'Non-current Loans' given to subcontractors either in cash or in kind and the proposals of the company have reached advanced stage. The initiatives of the management to recover such loans have shown significant results and a substantial portion of these loans are expected to be recovered in cash or kind in near future and consequently no provision for expected credit loss is warranted.
- In case of some of the work advances grouped under 'Other Current Assets' given to subcontractors pending recovery due to extraneous factors, the management has initiated several steps to recover the dues and is confident to recover the same in near future. In view of the improved business conditions to recover the dues from the current works given to subcontractors, the management of the company is not expecting any credit loss due to non recovery of such work advances.
- The face value of shares of the Company was split from ₹10.00 per share to ₹ 2.00 per share with effect from 10.02.2017 (record date 13.02.2017). All the shares and per share information reflect the effect of the split for each period presented.
- Previous period / year figures have been regrouped to facilitate comparison wherever necessary.

By Order of the Board
For Gayatri Projects Limited

T.V.SANDEEP KUMAR REDDY
Managing Director

Place: Hyderabad.
Date: 29th May, 2017

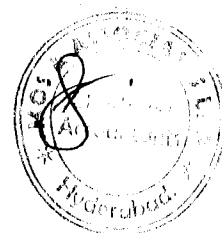


Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To

The Board of Directors of Gayatri Projects Limited

1. We have audited the quarterly standalone financial results of **Gayatri Projects Limited** ("the Company") for the quarter ended 31st March 2017 and the annual financial results for the year ended 31st March 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05th July 2016. The quarterly standalone financial results are the derived figures between the audited figures in respect of the year ended 31st March 2017 and the published year-to-date figures up to 31st December 2016, being the date of the end of the third quarter of the current financial year, which were subjected to limited review. The Standalone financial results for the quarter ended 31st March 2017 and year ended 31st March 2017 have been prepared on the basis of the standalone Ind AS financial results for the nine-month period ended 31st December 2016, the audited annual standalone Ind AS financial statements as at and for the year ended 31st March 2017, and relevant requirements of Regulation 33 of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05th July 2016, which are the responsibility of the company's management and have been approved by the Board of Directors of the Company in the meeting held on 29th May 2017. Our responsibility is to express an opinion on these standalone Ind AS financial results based on our review of the standalone Ind AS financial results for the nine month period ended 31st December 2016 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (Ind AS) 34, Interim Financial Reporting, specified under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended 31st March 2017; and the relevant requirements of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05th July 2016.
2. We conducted our audit in accordance with the Standards on Auditing generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.



3. We draw attention to the following matters:

As stated in Note No. 10 to the standalone financial results, the loans grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.

As stated in Note No. 11 to the standalone financial results, Work Advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.

Our conclusion is not qualified in respect of above matters.

4. In our opinion and to the best of our information and according to the explanations given to us, these standalone annual financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05th July 2016 in this regard; and

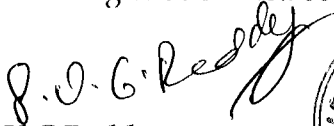
(ii) give a true and fair view of the net profit and other financial information for the year ended 31st March 2017.

5. Figures for the quarter ended 31st March 2017 reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year and these figures up to the third quarter were subjected to limited review.

For **MO S & ASSOCIATES LLP**

Chartered Accountants

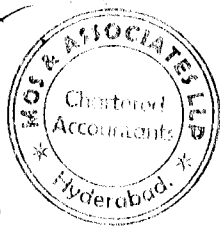
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S V C Reddy

Partner

Membership No.: 224028



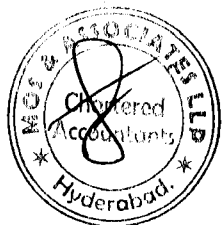
Place: Hyderabad

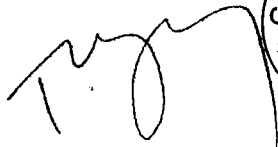
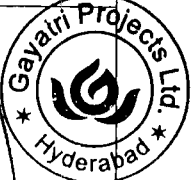

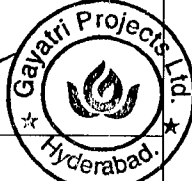




Date: 29th May 2017

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

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

	S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (₹ in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (₹ in Lakhs)
I	1	Turnover / Total income	2,12,822.81	2,12,822.81
	2	Total Expenditure	2,01,482.53	2,01,482.53
	3	Net Profit/(Loss)	7,436.47	7,436.47
	4	Earnings Per Share	4.20	4.20
	5	Total Assets	4,64,013.11	4,64,013.11
	6	Total Liabilities	3,72,811.18	3,72,811.18
	7	Net Worth	91,201.93	91,201.93
	8	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL
II	Details of Audit Qualification: Nil.			
III	Type of Audit Observations <i>Un-qualified Opinion. However some Emphasis of matters reported in Auditors' Report are as follows:</i> 1. <i>We draw attention to the following matters:</i> <i>As stated in Note No. 10 to the standalone financial results, the loans grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.</i> <i>As stated in Note No. 11 to the standalone financial results, Work Advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.</i>			
IV	Frequency of Observation <i>The above points are repetitive since F.Y: 2014-15</i>			



V	Signatories:	
1. Mr. T.V. Sandeep Kumar Reddy – Managing Director	 	
2. Mr. P. Sreedhar Babu - Chief Financial Officer	 	
3. Mr. CH. Hari Vittal Rao - Audit Committee Chairman	 	
4. MOS & Associates LLP Chartered Accountants- Statutory Auditors of the Company S.V.C. Reddy Partner	 	
Place: Hyderabad Date: May 29, 2017		



GAYATRI PROJECTS LIMITED

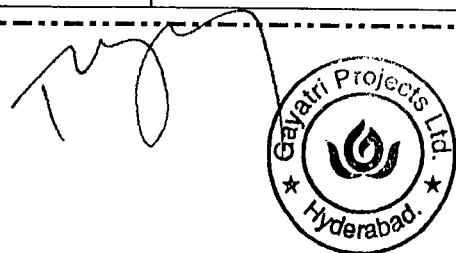
CIN : L99999TG1989PLC057289

Regd. Office: B1, TSR TOWERS, 6-3-1090, RAJ BHAVAN ROAD, SOMAJIGUDA, HYDERABAD-500082

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2017

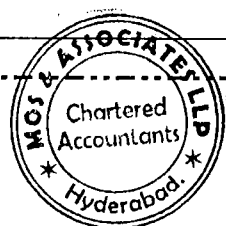
(₹ in Lakhs)

Sl. No.	Particulars	YEAR ENDED	
		31.03.2017	31.03.2016
		Audited	Audited
1	Income		
	Revenue from operations	2,27,654.30	1,72,624.14
	Other Income	2,428.52	1,937.98
	Total Income	2,30,082.82	1,74,562.12
2	Expenses		
	a. Cost of Materials Consumed & Work Expenditure	1,95,368.87	1,40,433.80
	b. Changes in Inventories of Work in Progress	(5,542.82)	5,643.82
	c. Employee Benefits Expense	4,632.11	2,966.36
	d. Finance Costs	28,686.78	18,555.40
	e. Depreciation and Amortization Expense	4,957.91	4,373.67
	f. Other Expenses	3,748.45	2,903.68
	Total Expenses	2,31,851.30	1,74,876.73
3	Profit / (Loss) before Exceptional items and Tax (1-2)	(1,768.48)	(314.61)
4	a) Exceptional Items (Refer Note No.6)	(2,542.01)	59.40
	b) Share of Profit / (Loss) of Joint Ventures & Associates	(3,160.43)	(3,221.68)
5	Profit/(Loss) before Tax (3+4)	(7,470.92)	(3,476.89)
6	Tax Expense (includes earlier year taxation & Deferred Tax)	2,365.16	1,167.04
7	Net Profit/(Loss) after tax (5-6)	(9,836.08)	(4,643.93)
8	Non-controlling Interest	2,120.70	1,922.34
9	Profit / (Loss) after tax and Non-control of Interest (7+8)	(7,715.38)	(2,721.59)
10	Other Comprehensive Income (OCI)		
	Items that will not be reclassified to profit or loss :		
	i) Re-measurement gains/losses) on actuarial valuation of Post Employment defined benefits	26.99	(97.10)
	ii) Income tax relating to Items that will not be re-classified to profit or loss	(9.06)	31.54
	Items that will be reclassified to profit or loss:		
	i) Income tax relating to Items that will not be re-classified to profit or loss		
	Total Other Comprehensive Income (10)	17.93	(65.56)
11	Total Comprehensive Income for the Year (9+10)	(7,697.44)	(2,787.15)
12	Paid Up Equity Share Capital (Face Value ₹ 2/- per Share)	3,545.04	3,545.04
13	Earnings Per Share of ₹ 2/- each (not annualized)		
	- Basic & Diluted (Refer Note No.9)	(4.35)	(1.62)

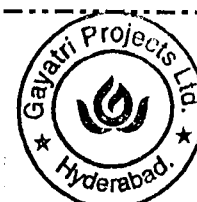


(₹ in Lakhs)

STATEMENT OF ASSETS AND LIABILITIES		CONSOLIDATED	
		As at 31.03.2017	As at 31.03.2016
ASSETS			
1 NON-CURRENT ASSETS			
(a) Property, Plant & Equipment		37,175.73	28,919.62
(b) Intangible assets		83,175.19	83,815.89
(c) Intangible assets under development		1,73,145.76	1,30,391.20
(d) Capital Work in Progress		3,047.02	636.85
(e) Investment in Property		3.09	3.09
(f) Financial Asset			
(i) Investments		83,214.68	76,435.09
(ii) Trade receivables		-	-
(iii) Loans		41,182.57	43,728.09
(iv) Other Financial Assets		5,964.48	15,336.89
(g) Other Non-current Assets		-	-
		4,26,908.52	3,79,266.72
2 CURRENT ASSETS			
(a) Inventories		36,005.19	15,488.43
(b) Financial Asset		-	-
(i) Current Investments		3,000.00	9,451.60
(ii) Trade receivables		80,541.91	56,243.04
(iii) Cash and cash equivalents		23,976.46	22,441.46
(iv) Loans		8,160.06	12,042.58
(v) Other Financial Assets		309.44	75.18
(c) Current Tax Assets (Net)		5,190.18	8,157.76
(d) Other Current Assets		98,363.16	84,851.88
		2,55,546.40	2,08,751.93
	Sub-total - Current Assets	2,55,546.40	2,08,751.93
	TOTAL - ASSETS	6,82,454.92	5,88,018.65
EQUITY AND LIABILITIES			
1 EQUITY			
(a) Equity Share capital		3,545.04	3,545.04
(b) Other Equity		44,560.85	51,444.38
		48,105.89	54,989.42
Non Controlling Interest		(9,153.16)	(1,823.32)
	Sub-total - Shareholders' Funds	38,952.73	53,166.10
2 LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		3,07,514.50	2,72,805.26
(ii) Other Financial liabilities		1,37,737.52	99,465.11
(b) Provisions		995.55	910.06
(c) Deferred Tax Liabilities (net)		2,320.22	2,243.80
(d) Other Non-current Liabilities		-	-
	Sub-total - Non-Current Liabilities	4,48,567.79	3,75,424.23
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		98,135.60	94,551.08
(ii) Trade payables		66,110.25	43,211.85
(iii) Other Financial Liabilities		24,006.32	15,051.68
(b) Other Current Liabilities		6,672.60	6,604.27
(c) Provisions		9.63	9.44
	Sub-total - Current Liabilities	1,94,934.40	1,59,428.32
	TOTAL - EQUITY AND LIABILITIES	6,82,454.92	5,88,018.65



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Notes :

- 1 The Company adopted Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder. The date of transition of the Ind AS is 1st April 2015 and accordingly these financial results for the periods presented have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India, as applicable.
- 2 The above published results have been prepared in accordance with the principles and procedures as set out in Ind AS on financial statements and such other applicable standards as notified under section 133 of the Companies Act, 2013 and Companies (Indian Accounting Standard) Rules 2015 as amended.
- 3 The above financial results for the quarter and year ended 31st March 2017 have been reviewed by the Audit Committee and considered & approved by the Board of Directors of the Company at its meeting held on 29th May 2017.
- 4 The Company's Operations primarily consist of Construction activities and there are no other reportable segment under Ind AS 108 "Operating Segments".
- 5 Directors recommended Dividend of ₹0.50 per Equity Share (25%), subjected to approval of the shareholders for the year.
- 6 In the month of March 2016, the company had entered into an agreement to sell the wind power business on "Slump Sale" basis subject to approval by the regulatory authorities and completion of registration formalities. The management has received the respective regulatory authorities' approvals and registration of sale of wind assets is completed in the last quarter under review. Therefore, the net result (loss) from sale of wind power business amounting to ₹1538.65 Lakhs is recognized under exceptional items in profit and loss statement for the period ended 31st March 2017.
- 7 The management of the company has initiated steps to recover the interest bearing loans grouped under 'Non-current Loans' given to subcontractors either in cash or in kind and the proposals of the company have reached advanced stage. The initiatives of the management to recover such loans have shown significant results and a substantial portion of these loans are expected to be recovered in cash or kind in near future and consequently no provision for expected credit loss is warranted.
- 8 In case of some of the work advances grouped under 'Other Current Assets' given to subcontractors pending recovery due to extraneous factors, the management has initiated several steps to recover the dues and is confident to recover the same in near future. In view of the improved business conditions to recover the dues from the current works given to subcontractors, the management of the company is not expecting any credit loss due to non recovery of such work advances.
- 9 The face value of shares of the Company was split from ₹10.00 per share to ₹ 2.00 per share with effect from 10.02.2017 (record date 13.02.2017). All the shares and per share information reflect the effect of the split for each period presented.
- 10 Additional concession fees has to be paid by one of the subsidiary company to national Highway Authority of India (NHAI) as per clause 26.2.1 of the concession agreement dated 17th may 2010. NHAI has granted deferment of additional concession fees payable to them vide their sanction letter dated 11th June 2014. Interest on the Additional concession fees payable to NHAI for the year ended 31st March 2017 is not provided in the books of accounts of such subsidiary company as NHAI has deferred the premium payment upto 6 years. The Interest liability of additional concession fees has neither accrued nor due until the completion of the 6 years upto which NHAI has deferred the premium. After the completion of the 6th year NHAI will review the deferment of premium payments based on the cash flows available then. The liability accrues and becomes due as and when there are cash flows sufficient for the payment of premium. At the end of the 6th year based on the cash flow position, NHAI will review the deferment proposal and may extend the deferment, if the cash flows are not sufficient to meet the debt and O&M obligations. There is a decline in the toll collections due to the non maintenance of the adjoining stretches of the project highway ie Shivpuri to Dewas & Ghar to Dewas . The development of those was stalled due to the issues between the NHAI and the developer to whom the projects were awarded. Now Shivpuri – Dewas project has been awarded on EPC basis to new developers. , which are expected to be completed within a period of 3-4 years from now. Till such time the revenues from the toll collections seem bleak and no surplus cash flows are being expected after debt obligation, so as to pay the additional concession fees to NHAI or interest thereon . In view of the total stress in fund flow the management of the subsidiary has considered that the liability accrues and becomes due as and when the cash flows
- 11 Previous period / year figures have been regrouped to facilitate comparison wherever necessary.

**By Order of the Board
For Gayatri Projects Limited**

T.V.SANDEEP KUMAR REDDY
Managing Director

**Place: Hyderabad.
Date: 29th May, 2017**



Auditor's Report on Consolidated Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

To

The Board of Directors of Gayatri Projects Limited

1. We have audited the accompanying statement of consolidated Ind AS financial results of Gayatri Projects Limited ('the Company'), comprising its subsidiaries (together, 'the Group'), its associates and joint ventures, for the year ended 31st March 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The consolidated Ind AS financial results for the year ended March 31, 2017 have been prepared on the basis of the audited annual consolidated Ind AS financial statements as at and for the year ended 31st March 2017 and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated Ind AS financial results based on our audit of the annual consolidated Ind AS financial statements as at and for the year ended 31st March, 2017 which was prepared in accordance with the applicable accounting standards and other accounting principles generally accepted in India and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/ 2016 dated July 5, 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. As stated in Note No. 10 to the Consolidated annual financial results, one of the subsidiary company's Statutory Auditors have qualified in their Independent Auditors' Report in respect of non accounting of interest on deferred additional concession fee (deferred premium) amounting to ₹ 8,97,32,343 which resulted in understatement of loss by ₹ 8,97,32,343 and understatement of long term liabilities by the same amount. Our opinion is also qualified in respect of this matter.



4. We draw attention to the following matters:

As stated in Note No. 7 to the consolidated financial results, the loans grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.

As stated in Note No. 8 to the consolidated financial results, Work Advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.

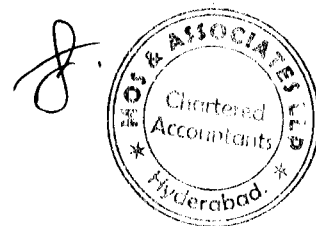
Our conclusion is not qualified in respect of above matters.

5. We did not audit the financial statements of two subsidiaries included in the consolidated financial results, whose financial results reflect total assets (net) of ₹ 2,61,598.44 lakhs as at 31st March 2017, total revenues (net) of ₹ 16,393.88 for the year ended 31st March 2017, and two associates and four joint ventures in which the share of Group's loss of ₹ 2,824.63 lakhs included in consolidated financial results. Further, we have relied on the unaudited (management certified) financial statements / financial information of one subsidiary company whose financial statements reflect assets (net) of ₹ 16351.65 lakhs as at 31st March 2017, total revenues (net) of ₹ 811.97 for the year ended 31st March 2017. These financial statements / consolidated financial statements have been audited by other auditors whose audit reports have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures in respect of these subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors. In respect of unaudited (management certified) financial statements, our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on such unaudited financial statements/financial information.

6. 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 other auditors on separate financial statements and the other financial information of subsidiaries / associates / joint ventures, these consolidated Ind AS financial results for the year:

i. include the year-to-date results of the following entities (list of entities included in consolidation);

1. Gayatri Infra Ventures Limited (Subsidiary Company)
2. Gayatri Energy Ventures Private Limited (Subsidiary Company)
3. Sai Maatarini Tollways Limited (Subsidiary Company)
4. Indore Dewas Tollways Limited (Subsidiary Company)
5. Balaji Highways Holding Limited (Associate Company)
6. HKR Roadways Limited (Associate Company)
7. IJM Gayatri Joint Venture
8. Jaiprakash Gayatri Joint Venture
9. Gayatri ECI Joint Venture
10. Gayatri Ratna Joint Venture
11. Gayatri Ranjit Joint Venture
12. Gayatri GDC Joint Venture
13. Gayatri BCBPPL Joint Venture



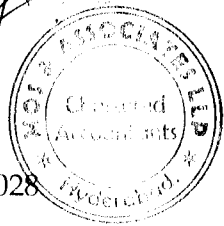
14. Gayatri RNS Joint Venture
15. Gayatri JMC Joint Venture
16. MEIL Gayatri ZVS ITT Joint Venture
17. Viswanath Gayatri Joint Venture
18. GPL RKT CPL Joint Venture
19. GPL SPL Joint Venture
20. Vishwa Gayatri Joint Venture
21. Maytas Gayatri Joint Venture
22. Gayatri RNS SIPL Joint Venture
23. SOLZIT-LNT-Gayatri Joint Venture

ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 in this regard; and

iii. give a true and fair view of the consolidated net loss and other financial information of the Group for the year ended March 31, 2017.

For **M O S & ASSOCIATES LLP**
Chartered Accountants
Firm's Registration No.: 001975S/S200020

S. V. C. Reddy
S V C Reddy
Partner
Membership No.: 224028

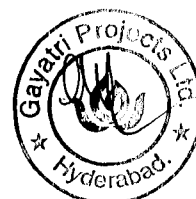
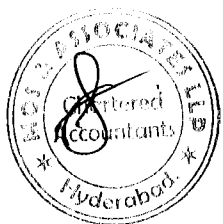


Place: Hyderabad
Date: 29th May 2017

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

	S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (` in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (` in Lakhs)
I	1	Turnover / Total income	230082.82	230082.82
	2	Total Expenditure	231851.30	232748.62
	3	Net Profit/(Loss)	(7697.44)	(8295.68)
	4	Earnings Per Share	(4.35)	(4.68)
	5	Total Assets	682454.92	682454.92
	6	Total Liabilities	643502.19	644100.43
	7	Net Worth	38952.73	38354.49
	8	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL
II	a. Details of Audit Qualification: <i>Non accounting of interest on deferred additional concession fee (deferred premium) amounting to ` 897.32 lakhs resulted in understatement of loss by the ` 897.32 lakhs and understatement of long term liabilities by the same amount.</i>			
	b. Type of Audit Qualification: <i>Qualified Opinion</i>			
	c. Frequency of qualification: <i>First time</i>			



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

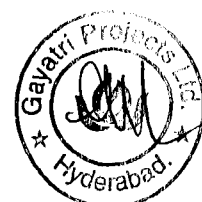
Additional concession fees has to be paid by one of the subsidiary company to national Highway Authority of India (NHAI) as per clause 26.2.1 of the concession agreement dated 17th may 2010. NHAI has granted deferment of additional concession fees payable to them vide their sanction letter dated 11th June 2014. Interest on the Additional concession fees payable to NHAI for the year ended 31st March 2017 is not provided in the books of accounts of such subsidiary company as NHAI has deferred the premium payment upto 6 years. The Interest liability of additional concession fees has neither accrued nor due until the completion of the 6 years upto which NHAI has deferred the premium. After the completion of the 6th year NHAI will review the deferment of premium payments based on the cash flows available then. The liability accrues and becomes due as and when there are cash flows sufficient for the payment of premium. At the end of the 6th year based on the cash flow position, NHAI will review the deferment proposal and may extend the deferment, if the cash flows are not sufficient to meet the debt and O&M obligations. There is a decline in the toll collections due to the non-maintenance of the adjoining stretches of the project highway ie Shivpuri to Dewas & Ghar to Dewas . The development of those was stalled due to the issues between the NHAI and the developer to whom the projects were awarded. Now Shivpuri – Dewas project has been awarded on EPC basis to new developers. , which are expected to be completed within a period of 3-4 years from now. Till such time the revenues from the toll collections seem bleak and no surplus cash flows are being expected after debt obligation, so as to pay the additional concession fees to NHAI or interest thereon . In view of the total stress in fund flow the management of the subsidiary has considered that the liability accrues and becomes due as and when the cash flows are sufficient for the payment as explained above.


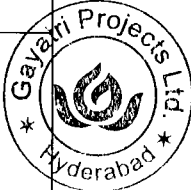

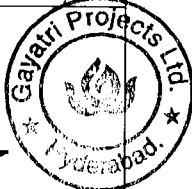


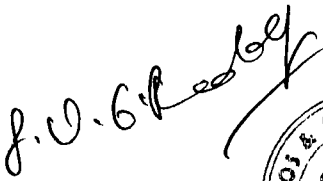
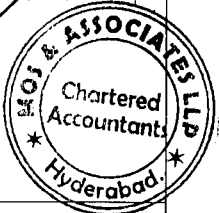

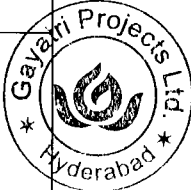

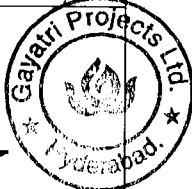


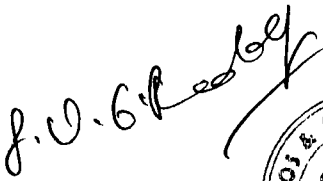
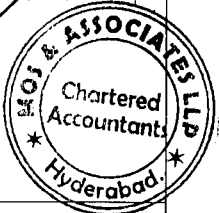

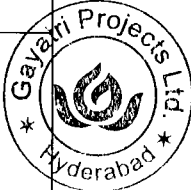

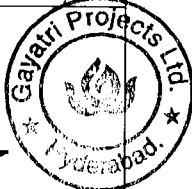


e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification:

(ii) If management is unable to estimate the impact, reasons for the same:

(iii) Auditors' Comments on (i) or (ii) above:



III	<p>Type of other Audit Observations <i>Un-qualified Opinion. However some Emphasis of matters reported in Auditors' Report are as follows:</i> Emphasis of Matters</p> <p><i>We draw attention to the following matters:</i></p> <p><i>As stated in Note No. 7 to the consolidated financial results, the loans grouped under 'Non-current Loans' and accumulated interest thereon long pending for recovery.</i></p> <p><i>As stated in Note No. 8 to the consolidated financial results, Work Advances in respect of certain contract works given to sub-contractors grouped under 'Other Current Assets' which are long pending for recovery.</i></p>								
IV	<p>Frequency of Observation: The above said point is repetitive since F.Y: 2014-15.</p>								
V	<p>Signatories:</p> <table border="1"> <tr> <td data-bbox="177 987 962 1173">1. Mr. T.V. Sandeep Kumar Reddy – Managing Director</td> <td data-bbox="962 987 1420 1173">   </td> </tr> <tr> <td data-bbox="177 1173 962 1359">2. Mr. P. Sreedhar Babu - Chief Financial Officer</td> <td data-bbox="962 1173 1420 1359">   </td> </tr> <tr> <td data-bbox="177 1359 962 1543">3. Mr. CH. Hari Vittal Rao - Audit Committee Chairman</td> <td data-bbox="962 1359 1420 1543">   </td> </tr> <tr> <td data-bbox="177 1543 962 1868">4. MOS & Associates LLP Chartered Accountants- Statutory Auditors of the Company S.V.C. Reddy Partner</td> <td data-bbox="962 1543 1420 1868">   </td> </tr> </table> <p>Place: Hyderabad Date: May 29, 2017</p>	1. Mr. T.V. Sandeep Kumar Reddy – Managing Director	 	2. Mr. P. Sreedhar Babu - Chief Financial Officer	 	3. Mr. CH. Hari Vittal Rao - Audit Committee Chairman	 	4. MOS & Associates LLP Chartered Accountants- Statutory Auditors of the Company S.V.C. Reddy Partner	 
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