

Bombay Stock Exchange Limited  
Dept. of Corporate Services  
Floor 25, P J Towers,  
Dalal Street,  
Mumbai – 400 001

29<sup>th</sup> June 2021

**Ref: Marg Limited (ISIN – INE941E01019), BSE Scrip Code: 530543**

Dear Sir / Madam,

**Sub: Outcome of Board Meeting of the Company**

The Board of Directors of the Company at their meeting held today i.e. June 29, 2021 has considered and approved the Audited Financial Results (Standalone and Consolidated) for the quarter and financial Year ended March 31, 2021 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We enclose the following:

- Audited Financial Results and Audit Report (Standalone and Consolidated) for the year ended March 31, 2021 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The meeting of the Board commenced at 4.00 p.m. and concluded at 7.00 p.m.

This is for your information and records.

Thanking you,

Yours Faithfully,  
For **MARG LIMITED**

  
**Nawal Kishore**  
**Company Secretary & Compliance Officer**

Encl: As Above

**MARG LIMITED**

**Auditor's report on Quarterly Standalone Financial Results and year to date results of Marg Limited pursuant to the regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended**

**To  
The Board of Directors,  
Marg Limited.**

**Report on the audit of the Standalone Financial Results**

**1. Qualified Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of MARG LIMITED (hereinafter referred to as the "Company") for the quarter and year ended 31 March 2021, 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 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. except for the effects/possible effects of the matter described in basis for qualified opinion paragraph below, give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the quarter and year ended 31 March 2021.

**2. Basis of Qualification**

- a) Attention is invited to Note 31 of the Statement, Phoenix ARC Private Limited, Financial Creditor, filed a petition u/s 7 of the Insolvency and Bankruptcy Code, 2016 against one of its subsidiary company M/s. New Chennai Township Private Limited (Corporate Debtor) with National Company Law Tribunal (NCLT). The NCLT has allowed the petition filed by financial creditor and ordered to commence corporate insolvency resolution process against the said company under I&B Code 2016 in NCLT Order No. CP/636/IB/CB/2017 dated 5th July, 2019. The NCLT has appointed Mr. L K Sivaramakrishnan as Interim Resolution Professional (IRP) vide order dated 5th July, 2019. Mr. L K Sivaramakrishnan has assumed the status of Interim Resolution Professional (IRP) and issued a public notice on 8th July, 2019. Pursuant to Section 17 of the IBC, 2016 the power of Board of directors has been suspended and vested with IRP.

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The Resolutions Professional had formed Committee of Creditors (COC). The COC discussed the need for extension of Corporate Insolvency Resolution Process in the 06<sup>th</sup> COC meeting. After a detailed deliberation, the COC informed that since there were no viable Resolution Plan and put of the resolution for voting to file an application under Section 33(1)(a) read with Section 33(2) to initiate liquidation proceeding against the Corporate Debtor under Insolvency and Bankruptcy Code 2016. The Resolution professional has filed an application with NCLT for passing an order of liquidation in the light of the final decision taken by COC of the Corporate Debtor. During 8<sup>th</sup> COC meeting held on 17<sup>th</sup> June 2021, COC members has discussed various proposal received and also enquired about proposal from promoters and agreed to submit revised 12A proposal. COC has informed Resolution Professionals to check with Hon'ble NCLT whether liquidation application can be withdrawn or take shelter under RBI moratorium period, we are unable to comment on the impact if any, on the investments in Equity Shares of Rs.120 Crores and Advances Rs.355.42 Crores pertaining to this subsidiary as on 31<sup>st</sup> March 2021. The Company has not made any impairment provision in the value of investments and no loss allowance on loans and advances and accrued interest.

- b) Attention is invited to Note 33b, Tata Capital Financial Services limited, Financial Creditor, filed a petition u/s 7 of Insolvency and Bankruptcy Code, 2016 against one of the Subsidiary Company M/s. Arohi Infrastructure Private Limited. The NCLT has allowed the petition filed by financial creditor and ordered to commence corporate insolvency resolution process against the said company under I&B Code 2016 in NCLT Order No. CP/672/(IB)/2017 dated 20th March,2018. The NCLT has appointed Mr S. Rajendran as Interim Resolution Professional (IRP) vide order dated 20/03/2018. Mr S. Rajendran has assumed the status of Resolution Professional (RP) on said date and issued a public notice on 23/03/2018. Pursuant to Section 17 of the IBC, 2016 the power of Board of directors has been suspended and vested with IRP. Further the resolution plan could not be submitted within the prescribed time allowed. NCLT has passed on order on 05th December 2018 to liquidate Arohi Infrastructure Private Limited and appointed Mr S.Rajendran as Liquidator. In view of the order of the NCLT the company should have made the provision of Rs. 0.10 Crores as diminution in value of the investment in equity of Arohi Infrastructure Private Limited and Loans and Advances of Rs. 10.90Crores. However, the company has not made impairment provisions in the books for the amount of said investment and no loss allowance on loans and advances and accrued Interest total aggregating to Rs. 10.90 Crores. Had these provisions been made the Loss would have been increased to that extent. The Promoter has identified an Investor and submitted a settlement proposal. The identified investor has a made an upfront payment of Rs.1.80 Crores to show its bonafide interest in the settlement proposal. Joint Memo has been filed on 22<sup>nd</sup> June 2021 by the Financial Creditor and Promoter for an adjournment.
- c) Attention is invited to Note 28 the company has not provided for interest for the year ended March 31, 2021 on certain borrowings from Banks and Financial institutions and also on loans that are assigned to Asset Reconstruction Companies (ARCs), which in our opinion, the Company has not followed accrual system of accounting and Disclosure of accounting policy is not in accordance with Ind AS 1-Presentation of Financial Statement

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to this extent. We are unable to comment upon the settlement of finance cost on the aforesaid loans and carrying value of the aforesaid loans and the consequential impact, if any that may arise on the above said matters.

- d) Attention is invited to Note 31-33 of the Financial Statement; the company has not charged interest for the year ended March 31, 2021 on loans that are given to Subsidiaries, which in our opinion, the Company has not followed accrual basis of accounting and Disclosure of accounting policy is not in accordance with Ind AS 1- Presentation of Financial Statement to this extent.
- e) Attention is invited to Note 31-33 of the Financial Statement, to the standalone financial results, regarding the Company's non-current investment (including deemed investment) in subsidiaries / step down subsidiaries (unquoted Equity Shares) and other companies aggregating Rs.566.93 Crores for the quarter and year ended March 31, 2021. The Company has not made impairment provision in the books of accounts on investment as required. We are unable to comment on the impact if any, on this investment for the year ended March 31, 2021.
- f) The Company has investment in Karaikal Port Private Limited (unquoted equity shares) with a carrying value at cost of Rs.249.79 Crores. The Company has not done fair valuation of this investment as required by Ind AS 109 "Financial Instrument". In the absence of fair valuation report, we are unable to comment on the impact if any, on this investment as at March 31, 2021. The Company has accumulated losses and net worth has been fully eroded, the Company has incurred loss during current and previous financial periods, the Company's current liabilities exceeded its current assets as on 31<sup>st</sup> March 2021, which indicates the existence of material uncertainty that may cast a significant doubt about the company's ability to continue as going concern. On 21 March 2015 Indian Bank, in their capacity as lead consortium banker, invoked the share pledge and transferred the underlying 164,492,000 equity shares and 37,900,000 Compulsorily Convertible Preference Shares placed by Marg Limited as collateral security towards the term loans taken by the Company on account of repayments defaults. Consequently, the percentage holding of Marg Limited in the equity share capital of the Company has reduced to 8.61% from 15.12%. However, pursuant to a court order, there prevails a restriction on any further transfer of such shares by Indian Bank. The Company has not passed any entry for the financial effects in the books of accounts in respect of the above transfer of shares.
- g) Attention is invited to Note no. 34(c)The Company has not provided for Rs. 9.71 Crores relating to work in progress for EPC work done which remain unbilled as on March 31, 2021 and Management fee of Rs. 12.22 Crores not acknowledged by one of its erstwhile subsidiary, Karaikal Port Private Limited. Consequently, the loss for the year ended March 31, 2021 are understated by Rs. 21.93 Crores Accumulated Reserves and Current assets for the year ended March 31, 2021 are overstated by the same amount.
- h) Attention is invited to Note 37; The Company did not obtain / receive statements, balance confirmation for most of the current and other accounts maintained with various

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banks. The company's bank accounts were attached by Income Tax Investigation Wing during search conducted at the various premises/sites of the company in Financial Year 2017-2018. The company is in the process of lifting the bank attachment.

- i) The company did not obtain/ receive balance confirmation from Banks/ARCs, most of the customers/creditors and other parties including loans and advances other than related parties for the balances as on 31<sup>st</sup> March, 2021. Hence, we could not obtain external confirmations as required in SA-505, Standards on Auditing and are unable to comment on adjustments or disclosures, if any, that may arise.
- j) No provision is made for the liability, if any, towards the interest payable to vendors under Micro, Small and Medium Enterprises Development Act 2006. The impact on non-provision of such interest on the financial statements/ results cannot be quantified due to lack of the required information.

3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of Standalone Financial 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 we have obtained, is sufficient and appropriate to provide a basis for our opinion.

### **Material Uncertainty Related to Going Concern**

We draw your attention to Note 30(d) to the Statement, which indicates that the company has incurred losses for the current financial year ended March 31, 2021 and in the immediate preceding financial year and the net working capital of the Company continues to be negative. Further, the Company has continuously defaulted in repayment of borrowings including interest from Banks and financial institutions. The Company has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company to generate additional cash flows to fund the operations as well as other statutory obligations. These indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the Company is looking out for potential investors to raise cash by selling immovable properties and has submitted 12A proposal and 95.96% of COC members has approved the same and some of the proposed debt settlement plan with the bankers which is said to be in advanced stage of negotiation and further the Company expects improvement in the overall level of Operations. The ability of the Company to continue as a going concern inter alia is dependent upon its ability to secure funding from the investors and in obtaining approval from the lenders on the proposed debt settlement plan which are not wholly within control of the Company. The Company's ability to continue as a going concern is solely dependent on successful outcome of the above- mentioned management plans.

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## Emphasis of Matters

We draw attention to the following matters

1. Note 30, regarding preparing Standalone Ind AS financial statements on 'Going concern' basis. The accompanying Standalone Ind AS financial statements have been prepared on a going concern basis, after giving due considerations to all matters more fully explained in the said note. Our opinion is not modified in respect of this matter.
2. Note 31-33, regarding investments in and advances and receivables due from its subsidiaries aggregating to Rs. 1,191.55 Crores (PY Rs.1,190.16 Crores) as on 31st March, 2021. No provision for diminution/recoverability is considered necessary for reasons stated therein.
3. Note 34, regarding deductions made/amount withheld by some customers aggregating to Rs.0.93 Crores (PY Rs.1.06 Crores) which are being carried as trade receivables. The company is also carrying work-in-progress/inventory of Rs.20.23 Crores (PY Rs.20.23 Crores) and assets withheld at site of Rs.7.03 Crores (PY Rs.7.03 Crores) relating to these customers. These balances are subject matter of Arbitration and ultimate outcome of the above matters cannot presently be determined. However, the Company is of the view that such amounts are recoverable and hence no provision is required there against. Our opinion is not modified in respect of this matter.
4. Uncertainties relating to recoverability of trade receivables overdue for more than one year amounting to Rs.69.66 Crores which according to the management is fully recoverable. Further the recoverability of trade receivables which are under arbitration amounting to Rs. 27.92 Crores which according to the Management will be awarded fully in Company's favour on the basis of the contractual tenability, progress of arbitration and legal advice. Our opinion is not modified in respect of this matter.
5. Note No. 28(b) & 29(a), The company has signed settlement plan with Edelweiss Asset Reconstruction Company Ltd (EARC) (Acting as Trustee of EARC Trust) for various group of loans assigned to the above said ARC for repayment of principal dues of Rs.540 Crores as Sustainable Debt over a period of 3 years from the date of signing this settlement letter by disposing of various assets. Out of Unsustainable portion of Rs.423.74 Crores, Rs.100/- Crores shall be converted to 24.99% of Equity shares of the Company. Remaining Unsustainable portion shall be written-off over the period in the same proportion of payment of Sustainable Debt. Marg Ltd has allotted Equity shares 1,26,99,533 nos. equivalent to Rs.78.33 Crores to various Edelweiss Trust on 28th September, 2018 based as a part of condition precedent of settlement plan signed with Edelweiss Asset Reconstruction Company Ltd (EARC). Edelweiss Asset Reconstruction Company Ltd had subsequently withdrawn the settlement plan executed with Marg Ltd on account of non-fulfilment of conditions precedent to the settlement plan. The Company has yet to execute Master Restructuring Agreement with Edelweiss Asset Reconstruction Company. However, the Company has submitted 12A proposal during CIRP and 95.96% of COC members have accepted the proposal for settlement of Rs.550/- Crores.

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6. We draw attention to Note 28(c) in the financial results, which describes the management's assessment of the impact of uncertainties related to COVID 19 and its consequential effects on the business operations of the Company. Our opinion is not modified in respect of this matter.

### **Management's and Board of Directors' Responsibilities for the Annual Financial Results**

The statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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 Management and 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 is responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the statement as a whole are 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 these annual financial results.

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



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- 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) (1) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements 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 in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 annual 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 annual financial results, including the disclosures, and whether the annual financial results represent 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.



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## **Other Matter**

The annual financial results include the results for the quarter ended 31 March 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For A.R.Krishnan & Associates  
Chartered Accountants  
Firm Regn.No.009805S**

**(A.Senthil Kumar)**

Partner

Membership No.214611

UDIN : 21214611AAAAGP3338

Date : 29-06-2021

Place: Chennai

# MARG LIMITED ( STANDALONE)

## Balance Sheet

Particulars	Notes	As at Mar 31, 2021 (Audited)	As at Mar 31, 2021 (Audited)	As at Mar 31, 2020 (Audited)	As at Mar 31, 2020 (Audited)
		` In Rs.	` In Crs	` In Rs.	` In Crs
<b>I ASSETS</b>					
<b>1 Non-Current Assets</b>					
a. Property, Plant and Equipment	2	235,405,329	23.54	300,203,117	30.02
b. Capital Work In Progress					
c. Investment Property	3	176,997,097	17.70	181,928,689	18.19
d. Goodwill					
e. Other Intangible Assets	4	1,558,179	0.16	1,558,179	0.16
f. Intangible Assets under Development			-		-
g. Biological Assets other than Bearer Plants					
h. Financial Assets					
i. Investments	5	5,687,713,302	568.77	5,687,639,302	568.76
ii. Trade Receivables					
iii. Loans	6	3,981,140,036	398.11	3,972,731,623	397.27
iv. Others( to be specified)	7	973,631,257	97.36	973,631,257	97.36
i. Deferred Tax Assets ( Net)					
j. Other non-current assets	8	18,288,033	1.83	18,288,033	1.83
		<b>11,074,733,232</b>	<b>1,107.47</b>	<b>11,135,980,200</b>	<b>1,113.60</b>
<b>2 Current assets</b>					
a. Inventories		842,877,246	84.29	832,870,185	83.29
b. Financial Assets					
i. Investments	10				
ii. Trade Receivables	11	3,865,214,386	386.52	3,846,725,673	384.67
iii. Cash and Cash Equivalents	12	21,789,753	2.18	54,558,598	5.46
iv. Bank Balances other than iii)	13	90,971,422	9.10	101,940,859	10.19
v. Loans	14	2,461,457,906	246.15	2,473,683,584	247.37
vi. Others( to be specified)	15	1,764,523,897	176.45	1,764,551,575	176.46
c. Current Tax Assets ( Net)					
d. Other Current Assets	16	2,672,733,217	267.27	2,688,401,986	268.84
		<b>11,719,567,826</b>	<b>1,171.96</b>	<b>11,762,732,459</b>	<b>1,176.27</b>
<b>TOTAL ASSETS</b>		<b>22,794,301,059</b>	<b>2,279.43</b>	<b>22,898,712,659</b>	<b>2,289.87</b>
<b>II EQUITY AND LIABILITIES</b>					
<b>1 Equity</b>					
a. Equity Share Capital	1	508,184,590	50.82	508,184,590	50.82
b. Other Equity	1A	2,287,938,445	228.79	2,319,036,652	231.90
		<b>2,796,123,035</b>	<b>279.61</b>	<b>2,827,221,242</b>	<b>282.72</b>
<b>2 Non-current Liabilities</b>					
a. Financial Liabilities		1,788,938,951	178.89	1,788,938,951	178.89
b. Provisions	19	2,135,465	0.21	2,704,035	0.27
c. Deferred tax liabilities ( net)	20	6,237,584	0.62	6,237,584	0.62
d. Other non-current liabilities	20	1,188,332,893	118.83	1,182,843,356	118.28
		<b>2,985,644,893</b>	<b>298.56</b>	<b>2,980,723,926</b>	<b>298.07</b>
<b>3 Current Liabilities</b>					
a. Financial Liabilities					
i. Borrowings	21	11,669,100,886	1,166.91	11,642,504,018	1,164.25
ii. Trade Payables	22	2,099,585,893	209.96	2,162,127,924	216.21
iii. Other Financial Liabilities	23	2,494,747,334	249.47	2,494,747,334	249.47
b. Other Current Liabilities	24	746,606,577	74.66	788,862,602	78.89
c. Provisions	25	2,492,441	0.25	2,525,614	0.25
d. Current tax Liabilities	26				
		<b>17,012,533,131</b>	<b>1,701.25</b>	<b>17,090,767,491</b>	<b>1,709.08</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>22,794,301,059</b>	<b>2,279.43</b>	<b>22,898,712,659</b>	<b>2,289.87</b>
		-	0	-	-
<b>Summary of significant accounting policies</b> Previous years Figures Were regrouped for better presentation The accompanying notes are an integral part of the standalone financial statements					

For MARG Limited

G R K Reddy

Chairman and Managing Director

Place : Chennai

Date:29-06-2021

MARG LIMITED

CIN: L45201TN1994PLC029561

Regd Add: Sri sai subhodhaya Apartments, No.57/2B, East Coast Road, Thiruvannamiyur Chennai TAMILNADU 600041 INDIA

STATEMENT OF AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE YEAR ENDED 31ST MARCH 2021

Sr No	Particulars	Quarter Ended				Year Ended	
		31-Mar-21	31-Dec-20	30-Sep-20	30-Jun-20	31-Mar-20	31-Mar-20
		(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
<b>1 Revenue from Operations</b>							
(a) Net Sales/income from operations	3.06	-	-	-	-	3.06	0.85
(b) Other operating income							
	3.06	-	-	-	-	3.06	0.85
<b>2 Other income</b>	4.00	1.44	0.22	0.03	26.77	5.70	27.57
<b>3 Total Income(1+2)</b>	7.06	1.44	0.22	0.03	26.77	8.76	28.42
<b>4 Expenses</b>							
(a) Cost of materials consumed	2.21	-	-	-	26.54	2.21	27.00
(b) Excise duty							
(c) Purchase of stock-in-trade							
(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade							
(e) Employee benefits expenses	0.67	0.48	0.31	0.38	0.82	1.85	3.28
(f) Finance Costs	-	0.01	-	-	-	0.01	-
(g) Depreciation and amortisation expense	1.52	1.57	1.61	1.61	1.64	6.32	6.83
(h) Other expense*	0.91	0.65	-0.15	0.25	1.47	1.66	4.54
<b>Total Expenses</b>	5.31	2.71	1.78	2.25	30.47	12.05	41.65
<b>5 Profit before tax (3-4)</b>	1.75	(1.27)	(1.56)	(2.22)	(3.70)	(3.29)	(13.23)
<b>6 Tax Expenses</b>							
(a) Current tax							
(b) Short provision of income tax in respect of earlier years							
(c) Deferred tax charge/ (credit)							
<b>7 Profit for the period (5-6)</b>	1.75	(1.27)	(1.56)	(2.22)	(3.70)	(3.29)	(13.23)
<b>8 Other Comprehensive income</b>							
(i) Items that will not be reclassified to profit or loss	0.17	-	-	-	0.04	0.17	0.04
(ii) Income tax relating to items that will not be reclassified to profit or loss							
(iii) Items that will be reclassified to profit or loss							
(iv) Income tax relating to items that will be reclassified to profit or loss							
<b>Total other comprehensive income, net of income tax</b>	0.17	-	-	-	0.04	0.17	0.04
<b>9 Total comprehensive income (7+8)</b>	1.92	(1.27)	(1.56)	(2.22)	(3.66)	(3.12)	(13.19)
<b>10 Paid-up equity share capital (Face value Rs.10 each)</b>	50.82	50.82	50.82	50.82	50.82	50.82	50.82
<b>11 Earnings per share Face value of Rs. 10 each (not annualised):</b>							
(a) Basic (Rs.)	0.38	(0.25)	(0.31)	(0.44)	(0.72)	(0.61)	(2.60)
(b) Diluted (Rs.)	0.38	(0.25)	(0.31)	(0.44)	(0.72)	(0.61)	(2.60)
See accompanying notes to the Financial Results							

## MARG LIMITED (Standalone)

## CASH FLOW STATEMENT

S No	Particulars	Year Ended 31-Mar-21 (In INR)	Year Ended 31-Mar-20 (In INR)	Year Ended 31-Mar-21 (Rs in Crores)	Year Ended 31-Mar-20 (Rs in Crores)
<b>A</b>	<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
	<b>Net Profit (Loss) before Taxation and Extraordinary Items</b>	<b>-31,098,207</b>	<b>-131,989,262</b>	<b>(3.11)</b>	<b>(13.20)</b>
	<b>Adjustment for:</b>				
	Depreciation	63,184,987	68,342,405	6.32	6.83
	Net Unrealised (Gain) Loss on Exchange Rate Difference	-	15,277,706	-	1.53
	Net Unrealised Loss (Profit) on Decline in Investments	-	-	-	-
	Write off of Capital WIP	-	-	-	-
	Remeasurement of the defined benefit plans Income	-	-	-	-
	Profit on Sale of Assets	-	-2,002,753	-	(0.20)
	Loss on Sale of Fixed Assets	-	-	-	-
	Interest on Income tax refund	-6,558,283	-4,871,511	(0.66)	(0.49)
	Finance Cost (Net)	-	-	-	-
	<b>Operating Profit (Loss) before Working Capital Changes</b>	<b>25,528,496</b>	<b>-55,243,415</b>	<b>2.55</b>	<b>(5.52)</b>
	Decrease (Increase) in Inventories	-10,007,061	208,431,880	(1.00)	20.84
	Decrease (Increase) in Trade Receivables	-18,488,713	2,031,037	(1.85)	0.20
	Decrease (Increase) in Loans ( Current Assets)	12,225,678	-22,534,868	1.22	(2.25)
	Decrease (Increase) in Other Current Assets	15,696,446	77,746,380	1.57	7.77
	Decrease (Increase) in Loans ( Non Current Assets)	-	-	-	-
	Decrease (Increase) in Other than Bank Balance	-	-	-	-
	Decrease (Increase) in Loans ( Non Current Assets)	-8,408,413	-50,931,336	(0.84)	(5.09)
	Decrease (Increase) in Others ( Non Current Assets)	-	-50,049,910	-	(5.01)
	Increase (Decrease) in Trade Payables	-62,542,031	106,614,280	(6.25)	10.66
	Increase (Decrease) in Other Current Liabilities	-42,256,024	-4,853,819	(4.23)	(0.49)
	Increase (Decrease) in Borrowings and Other Financial liabilities	26,596,868	-661,670,226	2.66	(66.17)
	Increase (Decrease) in Other Non Current Liabilities	5,489,537	1,163,000	0.55	0.12
	Increase (Decrease) in Short-Term Provisions	-33,173	-	(0.00)	-
	Increase (Decrease) in Other Long-Term Liabilities	-	-	-	-
	Increase (Decrease) in Long-Term Provisions	-568,570	-442,569	(0.06)	(0.04)
	<b>Cash Generated from Operations</b>	<b>-56,766,959</b>	<b>-449,739,566</b>	<b>(5.68)</b>	<b>(44.97)</b>
	Int on Income Tax	6,558,283	4,871,511	0.66	0.49
	<b>Cash Flow before Extraordinary Items</b>	<b>-50,208,676</b>	<b>-444,868,055</b>	<b>(5.02)</b>	<b>(44.49)</b>
	Adjustment for Extraordinary Items	-	-	-	-
	<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>-50,208,676</b>	<b>-444,868,055</b>	<b>(5.02)</b>	<b>(44.49)</b>
<b>B</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
	Purchase of Fixed Assets	-	-	-	-
	Sale of Investments in Subsidiaries	-74,000	-	(0.01)	-
	Sale of Fixed Assets (Net)	6,544,394	3,850,142	0.65	0.39
	<b>NET CASH FROM INVESTING ACTIVITIES (B)</b>	<b>6,470,394</b>	<b>3,850,142</b>	<b>0.65</b>	<b>0.39</b>
<b>C</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>				
	Proceeds from Long Term Borrowings (Net)	-	-	-	-
	Proceed from Short Term Borrowings (Net)	-	-	-	-
	Increase (Decrease) in Capital Reserve	-	390,892,075	-	39.09
	Finance Cost (Net)	-	-	-	-
	Dividend & Dividend Tax	-	-	-	-
	<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>-</b>	<b>390,892,075</b>	<b>-</b>	<b>39.09</b>
	Net Increase in Cash and Cash Equivalents (A+B+C)	-43,738,282	-50,125,838	(4.37)	(5.01)
	Cash and Cash Equivalents at beginning of Year	156,499,456	206,625,295	15.65	20.66
	Cash and Cash Equivalents at end of Year	<b>112,761,174</b>	<b>156,499,456</b>	<b>11.28</b>	<b>15.65</b>

Notes:

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Cash Flow Statement is prepared under the Indirect Method in accordance with INDAS

**Auditor's Report on the audited quarterly and year ended Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**The Board of Directors  
Marg Limited**

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

**Opinion**

1. We have audited the accompanying Statement of quarterly and year to date Consolidated Financial Results of MARG Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associates for the quarter ended March 31, 2021 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 (the "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 reports of other auditors on separate audited financial statements/financial information of subsidiaries, associates and joint controlled entities referred in Other Matters section below, the Statement:

- a) The Statement includes the results of the entities as referred to in Annexure 1.
- b) is presented in accordance with the Listing Regulations in this regard; and
- c) except for the effect/possible effects of the matter described in basis for qualified opinion paragraph below, 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 income and other financial information of the Group for the quarter and year ended March 31, 2021.

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### **2. Basis for Qualified Opinion :**

The Audit Report of Marg Limited, Holding company and its subsidiaries, has been qualified by us as follows;

- a) The Audit report of Marg Limited, Holding company, has been qualified by us as follows;  
Attention is invited to Note 30a & 31(1)a ; the company has not provided for interest for the year ended 31<sup>st</sup> March, 2021 on certain loans that are assigned to Asset Reconstruction Companies (ARCs), which in our opinion, the Company has not followed accrual system of accounting and Disclosure of accounting policy is not in accordance with Ind AS 1- Presentation of Financial Statement to this extent. The Company has executed a Restructuring plan with Edelweiss Asset Reconstruction Company Ltd (EARC) for loans assigned to EARC and the same will be finalised only on signing of definitive agreement and fulfilment of conditions precedent in the settlement plan. We are unable to comment upon the settlement of finance cost on the aforesaid loans and carrying value of the aforesaid loans and the consequential impact, if any that may arise on the above said matters.
- b) Attention is invited to Note 36; The Company has not provided for Rs.9.71 Crores relating to work in progress for EPC work done which remains unbilled as on 31st March, 2021 and Management fee of Rs. 12.22 Crores not acknowledged by one of its erstwhile subsidiary, Karaikal Port Private Limited. Consequently, the loss for the year ended 31st March, 2021 are understated by Rs.21.93 Crores, Accumulated Reserves and Current assets as on 31st March, 2021 are overstated by the same amount. This matter was also qualified in our report for the year ended 31st March, 2020.
- c) Attention is invited to Note 38; Regarding confirmation/reconciliation of some of the equipment loans availed by the company, which was not obtained/carried out for the balances as on 31st March, 2021. The differences arising out of the reconciliation, if any, together with the unreconciled amount of Rs. 6.52 Crore relating to the same loan accounts as on 31st March, 2016 continues to be unascertained for the year ended 31st March, 2021. Such differences, if any, will impact the losses for the year ended 31st March, 2021, accumulated revenue reserves and balances of such loan accounts as on 31st March, 2021.
- d) Attention is invited to Note.32(II) Of the Financial Statement, Phoenix ARC Private Limited, Financial Creditor, filed a petition u/s 7 of the Insolvency and Bankruptcy Code, 2016 against one of its subsidiary company M/s. New Chennai Township Private Limited (Corporate Debtor) with National Company Law Tribunal (NCLT). The NCLT has allowed the petition filed by financial creditor and ordered to commence corporate insolvency resolution process against the said company under I&B Code 2016 in NCLT Order No. CP/636/IB/CB/2017 dated 5th July, 2019. The NCLT has appointed Mr. L K Sivaramakrishnan as Interim Resolution Professional (IRP) vide order dated 5th July, 2019. Mr. L K Sivaramakrishnan has assumed the

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status of Interim Resolution Professional (IRP) and issued a public notice on 8th July, 2019. Pursuant to Section 17 of the IBC, 2016 the power of Board of directors has been suspended and vested with IRP. The Resolutions Professional had formed Committee of Creditors (COC). The COC discussed the need for extension of Corporate Insolvency Resolution Process in the 06<sup>th</sup> COC meeting. After a detailed deliberation, the COC informed that since there were no viable Resolution Plan and put of the resolution for voting to file an application under Section 33(1)(a) read with Section 33(2) to initiate liquidation proceeding against the Corporate Debtor under Insolvency and Bankruptcy Code 2016. The Resolution professional has filed an application for passing an order of liquidation in the light of the final decision taken by CoC of the Corporate Debtor. During 8<sup>th</sup> COC meeting held on 17<sup>th</sup> June 2021, COC members has discussed various proposal received and also enquired about proposal from promoters and agreed to submit revised 12A proposal. COC has informed Resolution Professionals to check with Hon'ble NCLT whether liquidation application can be withdrawn or take shelter under RBI moratorium period. The Consolidated Ind AS financial statements include Property, Plant & Equipment of Rs. 136.18 Crores(P.Y Rs. 139.38 Crores), other current assets of Rs. 796.95 Crores(P.Y Rs. 795.98 Crores),Non-Current asset of 7.12 Crores (P.Y 7.05 Crores) Non-Current Liabilities of Rs. 17.24 Crores(P.Y 17.28 Crores), Current Liabilities of Rs. 1273.67 Crores(P.Y Rs. 1272.89 Crores) as on 31<sup>st</sup> March, 2021, Turnover of Rs. 2.72 Crores( P.Y Rs. 1.46 Crores), Net Loss of Rs. 2.96 Crores( P.Y Rs. 5.11 Crores) for the year ended 31<sup>st</sup> March, 2021 in respect of this company.

- e) Attention is invited to Note. 33(5)a, Tata Capital Financial Services limited, Financial Creditor, filed a petition u/s 7 of Insolvency and Bankruptcy Code, 2016 against one of the Subsidiary Company M/s. Arohi Infrastructure Private Limited. The NCLT has allowed the petition filed by financial creditor and ordered to commence corporate insolvency resolution process against the said company under I&B Code 2016 in NCLT Order No. CP/672/(IB)/2017 dated 20th March,2018. The NCLT has appointed Mr S. Rajendran as Interim Resolution Professional (IRP) vide order dated 20/03/2018. Mr S. Rajendran has assumed the status of Resolution Professional (RP) on said date and issued a public notice on 23/03/2018. Pursuant to Section 17 of the IBC, 2016 the power of Board of directors has been suspended and vested with IRP. Further the resolution plan could not be submitted within the prescribed time allowed. NCLT has passed on order on 05th December 2018 to liquidate Arohi Infrastructure Private Limited and appointed Mr S.Rajendran as Liquidator. The Promoter has identified an Investor and submitted a settlement proposal. The identified investor has a made an upfront payment of Rs.1.80 Crores to show its bonafide interest in the settlement proposal. Joint Memo has been filed by the Financial Creditor and Promoter for an adjournment on 22<sup>nd</sup> June 2021.The Consolidated Ind AS financial statements include Property, Plant & Equipment of Rs. 2.46 Crores(P.Y Rs. 2.46 Crores), other Non - current assets of Rs. 50.00 Crores(P.Y Rs. 50.00 Crores), other current assets of Rs. 0.27 Crores(P.Y Rs. 0.27 Crores), Current Liabilities of Rs. 80.16 Crores (P.Y Rs. 80.16 Crores) as on 31<sup>st</sup> March, 2021, Turnover of Rs. Nil( P.Y Rs. Nil), Net Loss of Nil( P.Y Nil) for the year ended 31<sup>st</sup> March, 2021 in respect of this company.



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f) Reference to above said point no. d) and e) above and reference is drawn to note No. 32 & 33, of the accompanying consolidated financial results stating therein that the Holding Company has consolidated the financial performance and financial position in respect of these specified entities. These financial statements are unaudited and have been furnished to us by the Holding Company Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Holding Company Management, this financial statements /financial information are material to the Group.

However, this is contrary to the provisions of Ind AS 110 'Consolidated Financial Statements' with regard to requirement of consolidation and de-recognition of assets and liabilities of the above said two subsidiaries namely New Chennai Township Private Limited and Arohi Infrastructure Private Limited.

g) The company has considered M/s Future Parking Private Limited as its subsidiary and accordingly made disclosures in the Ind AS financial statements for the year ended 31<sup>st</sup> March, 2021. Due to change in control and management of M/s Future Parking Private Limited the said company ceased to be a subsidiary of the company as per Ind AS 110 regardless of shareholding of 51%, further as per the audited financial statements of M/s Future Parking Private Limited, it has not recognised Marg Limited as its Holding Company for the year ended 31<sup>st</sup> March 2021. This is contrary to the provisions of Ind AS 110 'Consolidated Financial Statements' with regard to requirement of consolidation. Hence, in our opinion the disclosures made in the Consolidated Ind AS financial statements are not in accordance with Indian Accounting Standard 24-"Related Party Disclosures" and Schedule III of the Act. The Consolidated Ind AS financial statements include Property, Plant & Equipment of Rs. 24.76 Crores (P.Y Rs. 27.74 Crores), Other Non-current Assets of Rs.0.84 Crores (PY Rs.0.80), other current assets of Rs. 3.88 Crores (P.Y Rs. 2.87 Crores), Non-Current Liabilities of Rs.35.87 Crores (P.Y 35.83 Crores), Current Liabilities of Rs. 1.32 Crores (P.Y Rs. 1.29 Crores), Minority Interest of Rs. (3.78) Crores (P.Y Rs. (2.79) Crores) as on 31<sup>st</sup> March, 2021, Turnover of Rs. 3.39 Crores (P.Y Rs. 3.59 Crores), other income of Rs.1.16 Crores (P.Y 1.17 Crores), Net Loss of Rs. 2.00 Crores (P.Y Rs. 1.54 Crores) for the year ended 31<sup>st</sup> March, 2021 in respect of this company.

h) The Company has investment in Karaikal Port Private Limited (unquoted equity shares) with a carrying value at cost of Rs. 249.79 Crores. The Company has not done fair valuation of this investment as required by Ind AS 109 "Financial Instrument". In the absence of fair valuation report, we are unable to comment on the impact if any, on this investment for the year ended March 31, 2021. The Company has accumulated losses and net worth has been fully eroded, the Company has incurred loss during current and previous financial periods, the

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Company's current liabilities exceeded its current assets as on 31<sup>st</sup> March 2021, which indicates the existence of material uncertainty that may cast a significant doubt about the company's ability to continue as going concern. On 21 March 2015 Indian Bank, in their capacity as lead consortium banker, invoked the share pledge and transferred the underlying 164,492,000 equity shares and 37,900,000 Compulsorily Convertible Preference Shares placed by Marg Limited as collateral security towards the term loans taken by the Company on account of repayments defaults. Consequently, the percentage holding of Marg Limited in the equity share capital of the Company has reduced to 8.61% from 15.12%. However, pursuant to a court order, there prevails a restriction on any further transfer of such shares by Indian Bank. The Company has not passed any entry for the financial effects in the books of accounts in respect of the above transfer of shares.

- i) The company did not obtain/ receive balance confirmation from Banks/ARCs, most of the customers/creditors and other parties including loans and advances other than related parties for the balances as on 31<sup>st</sup> March, 2021. Hence, we could not obtain external confirmations as required in SA-505, Standards on Auditing and are unable to comment on adjustments or disclosures, if any, that may arise.
- j) The Holding and Subsidiary Companies did not obtain / receive statements, balance confirmation for most of current and other accounts maintained with various banks. The Subsidiary companies bank the accounts were attached by Income Tax Investigation Wing during search conducted at the various premises/sites of the Holding company during the financial year 2017-2018. The Holding and Subsidiary companies have taken steps to lift the bank attachment.
- k) The audit report of subsidiary companies Marg Properties Limited, Riverside Infrastructure (India) Private Limited, Sarang Infradevelopers Private Limited, Magnumopus Infradevelopers Private Limited is qualified by us. These companies didn't obtain/ receive balance confirmation from Banks/ARCs, most of the customers/creditors and other parties for the balances as on 31<sup>st</sup> March, 2021. Hence, we could not obtain external confirmations as required in SA-505, Standards on Auditing and are unable to comment on adjustments or disclosures, if any, that may arise.
- l) The Audit report of Mukta Academic Institutions Private Limited, subsidiary company, has been qualified by us as the company has not provided for impairment loss of Rs.7.70 Crores (PY Rs.7.70 Crores) on land held as on 31<sup>st</sup> March, 2021, which is not in accordance with Ind AS 36 "Impairment of assets". Consequently, the assets are overstated by Rs.7.70 Crores (PY Rs.7.70 Crores) and loss for the year and the accumulated losses are understated by Rs.7.70 Crores (PY Rs.7.70 Crores) as on 31<sup>st</sup> March, 2021. This matter was also qualified in our report for the year ended 31<sup>st</sup> March, 2020.

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- m) The Audit report of Riverside Infrastructure (India) Private Limited, Subsidiary Company, has been qualified by us; Attention is invited to Note 40, regarding suspension of project of the company. The company has capitalized other expenses of Rs. 0.33 Crores (PY Rs. 0.82 Crores) during the year ended 31st March, 2021, which is not in accordance with Ind AS-16 "Property Plant and Equipment" respectively. Accordingly, the assets of the company are overstated by Rs 0.33 Crores (PY Rs. 0.82 Crores) as on 31st March, 2021 and loss for the year ended 31st March, 2021 and the accumulated losses are understated by Rs. 0.33 Crores (PY Rs. 0.82 Crores). This matter was also qualified in our report for the year ended 31st March, 2020.
- n) No provision is made for the liability, if any, towards the interest payable to vendors under Micro, Small and Medium Enterprises Development Act 2006. The impact on non-provision of such interest on the financial statements/ results cannot be quantified due to lack of the required information.
- o) Reference is drawn to our remarks in Para (b) under other matters below with respect of non-audit of certain subsidiary companies and associate company. As mentioned below, these financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these companies is based solely on such unaudited financial statements. Considering the materiality involved of these financial statements, we are unable to ascertain whether if these financial statements would have been audited, the impact of these financial statements would have materially impacted the consolidated Ind AS financial statements.

3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of Standalone Financial 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 we have obtained, is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter :**

Without qualifying our opinion, we drew attention to the following notes to statement:

1. We draw your attention to Note 32 of Consolidated Financial Statement, which indicates

## **A.R. KRISHNAN & ASSOCIATES**

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that the Group has negative net worth as at March 31, 2021. Further, it has incurred net cash losses for the year ended 31st March 2021 and in the immediately preceding financial year and the net working capital of the Group continues to be negative. The revenue of the Group has declined sequentially resulting in negative EBITDA for the quarter and year ended March 31, 2021. Further, the Company and few of its subsidiaries have continuously defaulted in repayment of borrowings including interest from Banks and financial institutions. The Group has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Group to generate additional cash flows to fund the operations as well as other statutory obligations. These indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

2. Attention to Note 32(V), Marg Trading & Pte Ltd, the foreign subsidiary of Marg Limited has been deregistered by the Accounting and Corporate Regulatory Authority (ACRA) on account of non-compliance of filing annual returns with ACRA. The Consolidated Ind AS financial statements include Current assets of Rs. 52.88 Crores (P.Y Rs. 54.43 Crores), Current Liabilities of Rs.53.39 Crores (P.Y Rs. 54.96 Crores) as on 31<sup>st</sup> March 2021, Turnover & Net Loss of Rs. Nil (P.Y RS.Nil) for the year ended 31<sup>st</sup> March, 2021 in respect of this company.
3. The Marg International Dredging Pte Ltd, foreign subsidiary of Marg Limited. The Consolidated Ind AS financial statements include Property, Plant & Equipment of Rs. 92.37 Crores (P.Y Rs. 94.27 Crores), other current assets of Rs. 46.07 Crores (P.Y Rs. 47.42 Crores), Current Liabilities of Rs. 233.97 Crores (P.Y Rs. 240.83 Crores) as on 31<sup>st</sup> March, 2021, Turnover of Rs. Nil (P.Y Rs.Nil) , Net Loss of RS.4.78 Crores (P.Y Rs. 4.88 Crores) for the year ended 31<sup>st</sup> March, 2021 in respect of this company. We are unable to comment upon the impact if any, on the investments in, advances given to these subsidiaries. These financial results are un-audited and have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary, is based solely on such management certified financial statements / financial information /financial results and consequently, we are unable to comment on adjustments that may have been required to the consolidated audited financial statements, had such financial statements/financial information/financial results been audited.
4. Note no: 31(1), The company has signed settlement plan with Edelweiss Asset Reconstruction Company Ltd (ARC) (Acting as Trustee of EARC Trust) for various group of loans assigned to the above said ARC for repayment of principal dues of Rs.540 Crores as Sustainable Debt over a period of 3 years from the date of signing this settlement letter by disposing of various assets. Out of Unsustainable portion of Rs.423.74 Crores, Rs.100/- Crores shall be converted to 24.99% of Equity shares of the Company. Remaining

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Unsustainable portion shall be written-off over the period in the same proportion of payment of Sustainable Debt. Marg Ltd has allotted Equity shares 1,26,99,533 nos. equivalent to Rs. 78.33 Crores to various Edleweiss Trustson 28th September, 2018 based as a part of condition precedent of settlement plan signed with Edelweiss Asset Reconstruction Company Ltd (EARC). Edleweiss Asset Reconstruction Company Ltd had subsequently withdrawn the settlement plan executed with Marg Ltd on account of non-fulfillment of conditions precedent to the settlement plan. The Holding Company has yet to execute Master Reconstructing Agreement with Edleweiss Asset Reconstruction Company. However, the Company has submitted 12A proposal during CIRP and 95.96% of COC members have accepted the proposal for settlement of Rs.550/- Crores.

5. The company has considered M/s Marg Sri Krishnadevaraya Airport Private Limited as its subsidiary as per Ind AS 110 by virtue of exercising control and management of the said subsidiary and accordingly made disclosures in the Ind AS financial statements for the year ended 31<sup>st</sup> March, 2021. The company has shown the amount received of Rs.0.74 Lakhs from VDB Projects Private limited is treated as Advance for the year ended 31<sup>st</sup> March 2021.
6. Note 33, regarding property of the subsidiary companies audited by us, mentioned in the said note, provided as security for various loans taken by other companies. The Ind AS financial statements of those subsidiaries have been prepared on a going concern basis after giving due considerations to matters more fully explained in aforesaid note.
7. Note 34, regarding investments in and advances and receivables due from some of its subsidiaries aggregating to Rs. 1,230.7 Crores (PY Rs.1,231.9 Crores) as on 31st March, 2021. No provision for diminution/recoverability is considered necessary for reasons stated therein.
8. Note 41, regarding deductions made/amount withheld by some customers aggregating to Rs.0.93 Crores (PY Rs.1.06 Crores) which are being carried as trade receivables. The company is also carrying work-in-progress/inventory of Rs.20.23 Crores (PY Rs.20.23 Crores) and assets withheld at site of Rs. 7.03 Crores (PY Rs.7.03 Crores) relating to these customers. These balances are subject matter of Arbitration and ultimate outcome of the above matters cannot presently be determined. However, the Company is of the view that such amounts are recoverable and hence no provision is required there against.
9. We draw attention: Some of customers of Marg Properties Limited, subsidiary of Marg Ltd had filed case against the Subsidiary company with Tamilnadu Real Estate Regulation Authority (TNRERA) for refund of money paid along with interest and incidental Claims and TNRERE has ordered infavour of Customers to refund advance money received alongwith Interest and incidental expenses. The said subsidiary company has not made

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provision for the said claims. The impact on non-provision of such interest and incidental claims on the financial statements/ results cannot be quantified due to lack of the required information. However, the Company is in the process of filing an appeal against the said orders

10. We draw attention to Note 8 to the accompanying financial results, which describes the management's evaluation of Covid-19 impact on the future business operations and future 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 this matter.

### **Management's and Board of Directors' Responsibilities for the Consolidated Financial Results**

The statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these the statement that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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 respective the Board of Directors of the Companies included in the Group are responsible for assessing the Group'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 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 the management of its associates are also responsible for overseeing the Company's financial reporting process of the Group and of its associates.

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## **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 are 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) (1) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements 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 in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 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 consolidated 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.



## **A.R. KRISHNAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the annual financial results 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 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.

### **Other Matters:**

a) We did not audit the financial statements / financial information of 3 subsidiaries, whose financial statements reflect total assets (net) of Rs. 20.98 Crores as at 31st March, 2021, total revenues of Rs. 5.87 Crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and our report in terms of sub-sections (3) and(11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

b) We did not audit the financial statements / financial information of 3 subsidiaries, whose financial statements reflect total assets (Net) of Rs. (446.68) Crores as at 31st March, 2021, total revenues of Rs. 2.72 Crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates,

## **A.R. KRISHNAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associates, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, this financial statements /financial information are material to the Group.

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 the current financial year, which were subjected to a limited review by us. as required under the Listing Regulations.

**For A.R.Krishnan & Associates**  
**Chartered Accountants**  
**Firm Regn.No.009805S**

**(A.Senthil Kumar)**

Partner

Membership No.: 214611

UDIN: 21214611AAAAGO4950

Place: Chennai

Date: 29-06-2021

# A.R. KRISHNAN & ASSOCIATES

CHARTERED ACCOUNTANTS

## Annexure 1

Sl.no	Name of the Entity
<b>Subsidiaries</b>	
1	Amir Constructions Private Limited
2	Anumanthai Beachside Resorts Private Limited
3	Anuttam Academic Institutions* (Formerly known as " Anuttam construction private Limited")
4	Arohi Infrastructure Private Limited
5	Atul Institutions of Learning * (Formerly Known as "Atul Infrastructure Private Limited")
6	Avatar Constructions Private Limited
7	Bharani infrastructure Private Limited
8	Darpan Educational Institutions* ( Formerly Known as "Darpan Houses Private Limited")
9	Dasha Infradevelopers Private Limited
10	Future Parking Private limited
11	Hilary Constructions Private Limited
12	Karaikal Power Company Private Limited
13	Kirtidhara Academic Institutions* ( Formerly known as " Kirtidhara Infrastructure Private Limited")
14	Marg Aviations Private Limited
15	MARG Industrial Clusters Limited
16	MARG Infrastructure Developers Limited
17	Marg International Dredging PTE Ltd#
18	Marg Trading PTE Ltd#
19	Logical Logisics Private Limited
20	MARG Marine Infrastructure Limited
21	MARG Properties Limited
22	Marg Swarnabhoomi Port Private Limited
23	Mukta Academic Institutions Private Limited (Fomerly Known as " Mukta Infrastructure Private Limited")
24	Navrang Infrastructure Private Limited
25	New Chennai Township Private Limited
26	Parivar Apartments Private Limited
27	Riverside Infrastructure (India) Private Limited
28	Shubham Vihar Private Limited
29	Signa Infrastructure India Limited
30	Swatantra Infrastructure Private Limited
31	Wisdom Constructions Private Limited
32	Yuva Constructions Private Limited

# A.R. KRISHNAN & ASSOCIATES

CHARTERED ACCOUNTANTS

<b>Step Down Subsidiaries</b>	
1	Advance Infradevelopers Private Limited
2	Agni Infradevelopers Private Limited
3	Akhil Infrastructure Private Limited
Sl.no	Name of the Entity
4	Ambar Nivas Private Limited
5	Aprati Constructions Private Limited
6	Archana Infradevelopers Private Limited
7	Aroopa Infradevelopers Private Limited
8	Ashram Infradevelopers Private Limited
9	Comex Infrastructure Private Limited
10	Darshan Homes Private Limited
11	Guiding Infradevelopers Private Limited
12	Kanchanajunga Infradevelopers Private Limited
13	Magnumopus Infrastructure Private Limited
14	Marg Business Park Private Limited
15	MARG Hotels and Service Apartments Private Limited
16	Navita Estates Private Limited
17	O M R Developers Private Limited
18	Rainbow Habitat Private Limited
19	Saptajit Projects Private Limited
20	Sarang Infradevelopers Private Limited
21	Shikha Infrastructure Private Limited
22	Sulekh Constructions Private Limited
23	Talin Infradevelopers Private Limited
24	Uttarak Infradevelopers Private Limited
25	Vyan Infraprojects Private Limited
26	Marg Srikrishnadevaraya Airport Private Limited
<b>Associates</b>	
1	Rajakamangalam Thurai Fishing Harbour Private Limited

\*Section 8 subsidiary companies

# Foreign Subsidiaries

<b>Marg Limited</b>						
CIN : L45201TN1994PLC029561						
Regd Add: Sri Sai Subhodhaya Apartments, Basement No:57/2B East Coast Road, Thiruvanniyur, Chennai, Tamil Nadu -600041 INDIA						
URL: www.marggroup.com						
<b>Balance Sheet (Consolidated)</b>						
SI No	Particulars	Note No.	INR in Crs	INR in Crs	in INR	in INR
			As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
<b>I ASSETS</b>						
<b>Non-Current Assets</b>						
a)	Property, Plant and Equipment	3	138.95	150.09	1,389,449,584	1,500,871,869
b)	Capital Work In Progress		777.81	754.95	7,778,086,451	7,549,518,103
c)	Other Intangible Assets	4	0.17	0.20	1,717,694	2,018,444
d)	Investment Property	5	333.20	336.89	3,332,016,443	3,368,892,069
e)	Financial Assets		-	-	-	-
(i)	Investments	6	300.86	300.86	3,008,586,365	3,008,612,365
(ii)	Loans	7	0.31	0.23	3,106,438	2,330,388
(iii)	Other financial assets	8	0.14	0.15	1,377,510	1,459,840
f)	Other non-current assets	9	90.75	90.71	907,539,029	907,071,261
			<b>1,642.18</b>	<b>1,634.08</b>	<b>16,421,879,515</b>	<b>16,340,774,339</b>
	<b>Goodwill</b>		16.54	16.54	<b>165,389,794</b>	<b>165,389,794</b>
<b>Current assets</b>						
a)	Inventories	10	829.78	848.49	8,297,834,205	8,484,857,978
b)	Financial Assets		-	-	-	-
(i)	Trade Receivables	11	402.95	426.37	4,029,465,497	4,263,741,603
(ii)	Cash and Cash Equivalents	12	25.60	23.11	256,037,126	231,107,186
(iii)	Other than those shown in (ii)	13	-	-	-	-
(iv)	Loans	14	68.12	68.20	681,182,332	681,950,135
(v)	Others		-	-	-	-
c)	Other Current Assets	15	405.36	404.65	4,053,602,682	4,046,459,801
			<b>1,731.81</b>	<b>1,770.81</b>	<b>17,318,121,841</b>	<b>17,708,116,703</b>
	<b>TOTAL ASSETS</b>		<b>3,390.54</b>	<b>3,421.43</b>	<b>33,905,391,149</b>	<b>34,214,280,836</b>
<b>II EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
a)	Equity Share Capital		50.82	50.82	508,184,590	508,184,590
b)	Other Equity		-528.58	-524.50	-5,285,821,265	-5,244,973,051
			<b>-477.76</b>	<b>-473.68</b>	<b>-4,777,636,675</b>	<b>-4,736,788,461</b>
	<b>Non Controlling Interest</b>		42.57	43.56	<b>425,747,575</b>	<b>435,577,630</b>
<b>Non-current Liabilities</b>						
a)	Financial Liabilities		-	-	-	-
(i)	Borrowings	16	-	-	-	-
(ii)	Other Financial Liabilities	17	35.87	35.76	358,710,062	357,562,488
b)	Provisions	18	0.48	0.60	4,776,932	5,960,148
c)	Deferred tax liabilities ( net)	19	18.08	18.15	180,751,408	181,502,160
d)	Other non-current liabilities	20	297.94	297.40	2,979,447,224	2,973,957,687
			<b>352.37</b>	<b>351.90</b>	<b>3,523,685,626</b>	<b>3,518,982,483</b>
<b>3 Current Liabilities</b>						
a)	Financial Liabilities		-	-	-	-
(i)	Borrowings	21	1,228.77	1,229.11	12,287,742,945	12,291,083,744
(ii)	Trade Payables	22	335.35	316.71	3,353,533,590	3,167,135,281
(iii)	Other Financial Liabilities	23	1,689.82	1,691.18	16,898,234,047	16,911,763,852
b)	Other Current Liabilities	24	218.82	262.13	2,188,213,876	2,621,338,516
c)	Provisions	25	0.59	0.52	5,870,166	5,187,791
			<b>3,473.36</b>	<b>3,499.65</b>	<b>34,733,594,624</b>	<b>34,996,509,184</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,390.54</b>	<b>3,421.43</b>	<b>33,905,391,149</b>	<b>34,214,280,836</b>
			0.00	-0.00	-0	-0

For MARG Limited

G R K Reddy  
Chairman and Managing Director  
Place : Chennai  
Date : 29-June-2021

Marg Limited							
CIN : L45201TN1994PLC029561							
Regd Add: Sri Sai Subhodhaya Apartments, Basement No:57/2B East Coast Road, Thiruvananthapuram, Chennai, Tamil Nadu -600041 INDIA							
URL: www.marggroup.com							
Statement of Consolidated Audited Financial Results for the year ended March 31, 2021							
(INR in Crores)							
SI No	Particulars	Quarter ended				Year ended	
		Mar 31, 2021	Dec 31, 2020	Sep 30, 2020	Jun 30, 2020	Mar 31, 2020	Mar 31, 2020
		(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
<b>I.</b>	<b>INCOME</b>						
	Revenue from Operations	25.24	1.19	1.17	1.09	1.15	5.06
	Other Income	4.38	2.01	0.74	1.14	27.40	30.29
	<b>Total Income</b>	<b>29.62</b>	<b>3.20</b>	<b>1.91</b>	<b>2.23</b>	<b>28.56</b>	<b>35.36</b>
<b>II.</b>	<b>EXPENSES</b>						
	Cost of Projects / Operating Expenses	22.01	0.05	0.05	0.07	26.18	28.15
	Changes in Inventory	-	-	0.00		0.00	0.00
	Finance Costs	0.31	0.32	0.31	0.32	0.28	1.14
	Employee Benefit Expenses	1.16	0.75	0.66	0.82	1.38	7.01
	Depreciation and Amortization Expense	4.01	4.37	4.36	4.35	8.00	18.01
	Other Expenses	1.87	1.98	1.00	1.35	2.70	9.06
	<b>Total Expenses</b>	<b>29.36</b>	<b>7.46</b>	<b>6.38</b>	<b>6.91</b>	<b>38.53</b>	<b>63.37</b>
<b>III.</b>	<b>Profit before Exceptional Items and tax (I+II)</b>	<b>0.26</b>	<b>(4.26)</b>	<b>(4.47)</b>	<b>(4.69)</b>	<b>(9.98)</b>	<b>(28.01)</b>
<b>IV.</b>	Exceptional Items	0.00	0.00	0.00		0.00	0.00
<b>V.</b>	<b>Profit(Loss) before tax (III+IV)</b>	<b>0.26</b>	<b>(4.26)</b>	<b>(4.47)</b>	<b>(4.69)</b>	<b>(9.98)</b>	<b>(28.01)</b>
<b>VI.</b>	<b>Tax Expense</b>						
	Current Tax	-	0.00	0.00		0.00	0.00
	Deferred Tax	-0.01	(0.06)	(0.05)	0.01	(0.11)	(0.26)
<b>VII.</b>	<b>Profit( Loss) for the period (V+VI)</b>	<b>0.27</b>	<b>(4.21)</b>	<b>(4.42)</b>	<b>(4.69)</b>	<b>(9.86)</b>	<b>(27.75)</b>
<b>VIII.</b>	<b>Other Comprehensive Income</b>						
<b>A.</b>	Items that will not be reclassified to Profit or Loss	0.34	0.00	0.00		0.04	0.04
	Foreign currency translation reserve	(1.81)	3.91	4.35	1.96	(10.93)	(13.13)
<b>IX.</b>	<b>Total Comprehensive Income for the period</b>	<b>(1.20)</b>	<b>(0.30)</b>	<b>(0.06)</b>	<b>(2.73)</b>	<b>(20.75)</b>	<b>(40.84)</b>
	<b>Earnings per Equity Share</b>						
	Basic	(0.24)	(0.06)	(0.01)	(0.54)	(4.08)	(8.04)
	Diluted	(0.24)	(0.06)	(0.01)	(0.54)	(4.08)	(8.04)

#### Notes

1 The Statutory auditors of the company have reviewed the above financial results of the company for the quarter ended 31st March 2021 in compliance with Regulation 33 of SEBI (LODR) Refulations 2015 and have expressed on modified opinion on the same.

2

The Consolidated financial results for the quarter and year ended March 31, 2021 indicate that the Group has negative net worth as at 31.03.2021. Further, the Company/ the group has incurred net cash losses for the year ended March 31, 2021 and in the immediate preceding financial year and the net working capital of the Company/ Group continues to be negative. The revenue of the Company I Group has declined sequentially resulting in negative EBITDA for the quarter ended March 31, 2021. Further, the Company and few of its subsidiaries have continuously defaulted in repayment of borrowings including interest from Banks and financial institutions. The Company/ the Group has obligations pertaining to operations including unpaid creditors and statutory dues, these matters require the Company/ the Group to generate additional cash flows to fund the operations as well as other statutory obligations. These indicate the existence of a material uncertainty that may cast significant doubt on the Company's/ the Group's ability to continue as going concern.

3

Tata Capital limited, Financial Creditor, file a petition u/s 7 of Insolvency and Bankruptcy Code, 2016 against the subsidiary company. The NCLT has allowed the petition filed by financial creditor and ordered to commence corporate insolvency resolution process against the company under I&B Code 2016 in NCLT Order No. CP/672/(IB)/2017 dated 20th March,2018. The NCLT has appointed Mr S. Rajendran as Interim Resolution Professional vide order dated 20/03/2018. The Corporate Resolution process commenced from 20th March, 2018. Mr S Rajendran has assumed the status of Resolution Professional (RP) on said date and issued a public notice was given on 23/03/2018. Pursuant to Section 17 of the IBC, 2016 the powers of Board of directors has been suspended and vested with IRP. The Committee of Creditors (COC) has been Constituted u/s 21 of IBC 2016 and first meeting of the COC is scheduled and held on 24th April, 2018. NCLT Chennai bench in its order dated 05.12.2018 ordering liquidation of Arohi Infrastructure Private Limited.

4

Marg Trading Pte Ltd, the foreign subsidiary of Marg Limited has been deregistered by the Accounting and Corporate Regulatory Authority (ACRA) on account of non-compliance of filing annual returns with ACRA. However, we are working on to regularise it. Marg International Dredging PTE Ltd, the foreign subsidiary of Marg Limited the Financial results includes Turnover of Rs. Nil,Net Loss of Rs.Nil for the three months ended 31st March, 2021 in respect of this company.

5

The outbreak of COVID-19 pandemic and the resulting lockdown across the world has affected the Company's operations for the quarter ended March 31, 2021. Accordingly, the Company has considered the possible effects that may result from the pandemic on the carrying amounts of property, plant and equipment, investments, inventories, receivables and other current assets. The Company has evaluated its liquidity position, recoverability of such assets and based on current estimates expects the carrying amount of these assets will be recovered. The Company has estimated its liabilities in line with the current situation. The Company has considered internal and external information upto the date of approval of these financial results. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material changes to future economic conditions. The impact on our future business would depend on future developments that cannot be reliably predicted at this stage.

6

Previous period figures have been regrouped/reclassified, wherever necessary to conform to current period's classification.

By Order of the Board  
for Marg Limited

# MARG LIMITED (Consolidated)

## CASH FLOW STATEMENT

S No	Particulars	Quarter Ended	Year Ended
		31-Mar-2021 (Rs in Crores)	31-Mar-2020 (Rs in Crores)
<b>A</b>	<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
	Net Profit (Loss) before Taxation and Extraordinary Item	(4.30)	(40.84)
	<b>Adjustment for:</b>		
	Depreciation	17.09	18.01
	Net Unrealised (Gain) Loss on Exchange Rate Fluctuations	-	-
	Profit on Sale of Assets	-	(0.20)
	Transfer to Minority Interest	(0.98)	(0.76)
	Capital WIP Impairment	-	-
	Loss on Sale of Assets	0.05	-
	Finance Cost (Net)	1.26	1.13
	<b>Operating Profit before Working Capital Changes</b>	<b>13.12</b>	<b>(22.65)</b>
	Decrease (Increase) in Inventories	18.70	28.31
	Decrease (Increase) in Trade Receivables	23.43	(3.09)
	Decrease (Increase) in Other Non-current Assets	(0.04)	(0.07)
	Decrease (Increase) in Investments	0.00	0.06
	Decrease (Increase) in Other Assets		
	Decrease (Increase) in Short-term Loans & Advances	(0.64)	(3.02)
	Decrease (Increase) in Long-term Loans and Other Current Assets	(0.07)	(0.06)
	Decrease (Increase) in Other Current Assets		
	Increase (Decrease) in OtherEquities and OCI		
	Increase (Decrease) in Trade Payables	18.64	9.78
	Increase (Decrease) in OtherLiabilities and borrowings	(45.00)	(87.75)
	Increase (Decrease) in Provisions	0.07	(0.19)
	Increase (Decrease) in Other Long-term Liabilities	0.47	(0.52)
	Increase (Decrease) in Long-term Provisions		
	<b>Cash Generated from Operations</b>	<b>28.68</b>	<b>(79.21)</b>
	Income Tax	-	-
	<b>Cash Flow before Extraordinary items</b>	<b>28.68</b>	<b>(79.21)</b>
	Adjustment for Extraordinary Items		
	<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>28.68</b>	<b>(79.21)</b>
<b>B</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
	Purchase of Fixed Assets	(24.94)	(3.23)
	Sale of Investments in Subsidiaries and Others		
	Proceeds from Sale of Fixed Assets (Net)		
	<b>NET CASH FROM INVESTING ACTIVITIES (B)</b>	<b>(24.94)</b>	<b>(3.23)</b>
<b>C</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
	Proceeds from Issue of Shares		
	Increase in Capital Reserve		83.61
	Proceeds from Long Term Borrowings (Net)		
	Proceeds from Short Term Borrowings (Net)		
	Finance Cost Paid (Net)	(1.26)	(0.73)
	Dividend & Dividend Tax Paid		
	<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>(1.26)</b>	<b>82.88</b>
	Net Increase in Cash and Cash Equivalents (A+B+C)	2.49	0.44
	Cash and Cash Equivalents at beginning of Year	23.11	22.67
	Cash and Cash Equivalents at end of Year	<b>25.60</b>	<b>23.11</b>

Note:

1 Cash Flow Statement is prepared under the Indirect Method .

2 Depreciation includes amount transferred to 'Cost of Projects'.

3 Cash and cash equivalents not available for immediate use as on the Balance Sheet date are shown in Note 12 of Notes to the Financial Statements.