



ARTEFACT PROJECTS LIMITED

Regd. Office : Block No.106 "Artefact Towers",Plot No.-54/3,Chhatrapati Square ,Wardha Road, Nagpur -440015, Maharashtra
CIN :L65910MH1987PLC044887, Phone. No. :+91 -712 - 7197120

Email : artefactngp@artefactprojects.com ; shareholders@artefactprojects.com ; website : www.artefactprojects.com

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Rs. in Lacs, except share data

PART I						
Sr. No.	Particulars	Quarter ended March 31,	Quarter ended December 31,	Quarter ended March 31,	Year ended March 31,	Year Ended March 31,
		2020	2019	2019	2020	2019
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from Operations (Net of Service Tax / GST)	891.71	727.87	757.80	3,189.57	2,255.56
2	Other Income	43.42	43.52	28.58	162.49	132.59
3	Total Income from Operations (Net)	935.13	771.39	786.38	3,352.05	2,388.15
4	Expenses					
	(a) Employee Cost	264.30	288.80	255.90	1,116.26	986.07
	(b) Retainers and Consultancy Fees	201.12	266.94	171.09	799.08	527.47
	(c) Change in Inventories of Work in Progress	148.18	(92.11)	(91.39)	95.34	(174.36)
	(d) Depreciation and Amortization Expenses	23.18	24.99	20.73	101.52	84.33
	(e) Finance Cost	71.64	41.78	74.29	270.18	363.64
	(f) Travelling & Conveyance	64.76	87.81	55.48	313.08	278.53
	(g) Other Expenses	41.29	74.87	64.54	285.97	241.48
	Total Expenses	814.48	693.08	550.64	2,981.44	2,307.16
5	Profit/(Loss) before Exceptional Items & Tax (3-4)	120.65	78.31	235.74	370.61	80.99
6	Exceptional Items	(0.00)	75.00	-	75.00	-
7	Profit/(Loss) before tax (5+6)	120.65	153.31	235.74	445.61	80.99
8	Tax Expenses					
	Current Tax	17.87	17.97	0.14	80.00	0.14
	Mat Credit Entitlement	33.95	10.21	(21.36)	-	-
	Deffered Tax Liability	15.30	(11.47)	3.35	5.53	(21.36)
	Income Tax of Earlier Years	0.89	-	-	0.89	(30.05)
9	Net Profit/(Loss) for the period (7-8)	52.65	136.59	253.61	359.19	132.26
10	Other Comprehensive Income (net of Tax) (items that will not be reclassified to profit & loss)	17.11	-	(0.66)	14.81	(0.66)
11	Total Comprehensive Income for the period (9+10)	69.76	136.59	252.95	374.00	131.60
12	Paid -up equity share capital (Face value of Rs.10/- each)	580.00	580.00	552.50	580.00	552.50
13	Reserves excluding Revaluation Reserves as per the balance sheet of Previous Accounting Year	-	-	-	-	-
14	Earnings Per Share (EPS) (Face value of Rs. 10 each)					
	a. Basic EPS (in Rs.)	1.33	2.23	4.58*	6.58	2.38
	b. Diluted EPS (in Rs.)	1.26	2.35	4.58*	6.58	2.38
	(* Not annualised)					



NOTES

- 1 The above results for Quarter ending 31st March 2020 i.e., Q4 and year ending 31st March, 2020 have been reviewed by the Audit Committee and approved & taken on record by the Board of Directors at its meeting held on 29th of July, 2020. The statutory auditors have expressed an unmodified audit opinion on these results.
- 2 The above financial results have been prepared in accordance with Indian Accounting Standard (IND-AS) 34 - Interim Financial Reporting as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 3 The company has considered certain over dues and outstanding Trade Receivables from the Government clients in respect of completed Contracts, amounting to Rs. 639.48 Lacs outstanding at year end and the management as matter of prudent accounting policy and expected delays in its recovery, has written off Rs 429.22 Lacs during the quarter and year ended 31st March 2020. However, any recoveries received in subsequent years out of the claims submitted therefor shall be accounted for in the year of its receipts.
- 4 Service Tax and Interest Provisions made in previous years written back post acceptance of determination of liability and remissions under SVLDRS scheme.
- 5 The company has made investment of Rs.13.02 crores (Including cumulative interest accrued thereon), in Unquoted fully compulsory convertible debentures as at reporting date. The management does not deem necessary to make any provision for impairment of expected Losses, if any, in accordance with Ind-As-109 "Financial Instruments". Such investments in mining companies are long term and strategic in nature, have large value of explored mining reserves and based on the expected cash flows in the said companies, registered external valuers have, valued the shares of the said companies above par value and are considered good and fully recoverable. Hence no provision for impairment in value of investment is required.
- 6 Regarding investment of Rs. 90 Lacs standing in equity shares of associate company, the company has earned profits and has positive net worth as per audited balance sheet for the year ending 31/3/2019 and there is no diminution in the value of investment and hence no provision for impairment loss is required.
- 7 Effective 1st April, 2019, the company has adopted Ind AS 116 "Leases" using the modified retrospective method. The Company has applied the standard to its leases with the cumulative impact recognized on the date of initial application (1st April, 2019). Accordingly, previous period information has not been restated as permitted by the standard.

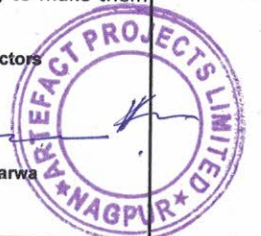
On 1st April, 2019, the company has recognized a lease liability measured at the present value of the remaining lease payments amounting to Rs 38.22 Lacs and right-of-use (ROU) asset of Rs 35.92 Lacs. The Company has elected not to apply the requirements of Ind AS 116 to short-term leases and certain leases for which the underlying asset is of low value. In the statement of profit and loss for the current period, operating lease expenses which were recognized as rent in previous periods is now recognised as depreciation expense for the right-of-use asset and finance cost for imputed interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the quarter and year ended 31st March 2020 and earnings per share.

- 8 The company has sold a part of its fixed assets being Block No.107, in Artefact Towers building at consideration of Rs.425 Lacs on 9th October 2019 utilized it for repayment of Term loan of the Company. Correspondingly, decrease in net block of asset by Rs. 350 Lacs and Profit on sale of asset of Rs.75 Lacs has been accounted for in current quarter.
- 9 Income Tax provision for year ended 31st March 2020 to the extent available under Section 115JB shall be adjusted against MAT Credit Entitlement of Rs. 117 Lacs.
- 10 The ongoing Covid- 19 pandemic situation has not affected company's business in any material adverse manner or impacted its operations, since the company is executing long term Government contracts of services in the essential core sector of Highways development, and there is no discontinuity in execution of the same.
- 11 The company is engaged only in the business of "Project Consultancy" and therefore, has only one Reportable Segment in accordance with IND-AS 108 "Operating Segments".
- 12 The figures for the corresponding previous periods/year have been restated /regrouped wherever necessary, to make them comparable.



For & on behalf of the Board of Directors
Artefact Projects Limited

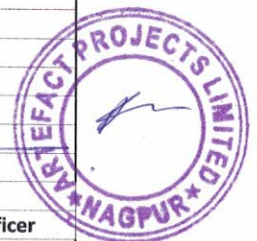

Siddharth Shah
(Whole Time Director)


Ashok Karwa
(CFO)



Place : Nagpur
Date : 29th July 2020

ARTEFACT PROJECTS LIMITED		
Statement of Assets and Liabilities as at March 31, 2020		
Particulars	(Rs in Lacs)	
	31st March, 2020	31st March, 2019
I ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	1,701.93	2,096.06
(b) Investment Property	-	19.42
(c) Intangible Assets	1.62	3.70
(d) Financial Assets	-	-
(i) Investments	1,290.00	1,290.00
(ii) Loans	-	-
(e) Deferred Tax Assets (net)	-	-
(g) Non Current Tax Asset	-	-
(h) Other Non Current Assets	28.33	95.21
	3,021.88	3,504.38
2 Current Assets		
(a) Inventories	161.58	256.92
(b) Financial Assets	-	-
(i) Trade Receivables	1,466.15	2,262.46
(ii) Cash and Cash Equivalents	146.37	259.43
(iii) Bank Balance other than above	0.85	0.85
(c) Other Current Assets	1,941.22	1,305.86
	3,716.17	4,085.52
TOTAL	6,738.05	7,589.90
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share Capital	698.00	552.50
(b) Other Equity	3,249.49	2,815.22
	3,947.49	3,367.72
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Long Term Borrowings	2.75	577.87
(ii) Deferred tax Liability (Net)	240.59	235.05
(b) Long Term Provisions	37.23	19.15
	280.56	832.07
3 Current Liabilities		
(a) Financial Liabilities		
(i) Short Term Borrowings	947.94	1,062.52
(ii) Trade and Other Payables	301.02	580.00
(iii) Other Financial Liabilities	2.14	101.95
(b) Other Current Liabilities	1,256.96	1,620.19
(c) Short Term Provisions	1.93	25.46
	2,510.00	3,390.12
TOTAL	6,738.05	7,589.90
Figures for the previous periods are re-classified/re-arranged/re-grouped wherever required		
	For & on behalf of the Board of Directors Artefact Projects Limited	
		
		
Date : 29th July, 2020	Siddharth Shah	ASHOK KARWA
Place : Nagpur	Whole Time Director	Chief Financial Officer



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CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31st, 2020

(Rs in Lacs)

Particulars	Year ended March 31st, 2020	Year ended March 31st, 2019
Net Profit Before Tax as per Statement of Profit and Loss	445.61	80.99
Adjustments for:		
a) Appropriation of Funds:		
Depreciation and Amortization Expenses	101.52	84.33
Loss/(profit) on Sale of Fixed Assets	(75.00)	-
b) Non Operating Income & Expense:		
Finance Costs	270.18	363.64
Interest Income	(154.90)	(119.24)
Gratuity Expenses	11.67	-
Operating profit before working capital Adjustment	599	410
Changes in operating assets and liabilities		
(Increase) / Decrease in Other Non Current Assets	66.88	(157.16)
(Increase) / Decrease in Changes in Inventories	95.32	(174.34)
(Increase) / Decrease in Trade and Other Receivables	796.31	(414.37)
(Increase) / Decrease in Bank Balance other than above	-	0.65
(Increase) / Decrease in Loans	-	604.10
(Increase) / Decrease in Other Current Assets	(774.44)	(467.92)
Increase / (Decrease) in Long Term Provisions	-	4.72
Increase / (Decrease) in Trade Payables and Other Liabilities	(278.98)	316.86
Increase / (Decrease) in Other Current Liabilities	(463.04)	378.80
Increase / (Decrease) in Short Term Provisions	-	2.29
Cash generated from operations	(558)	93.61
Income taxes paid (net of refunds received)	157	(0.14)
Net cash inflow/ (outflow) from operating activities (A)	199	503.19
Cash Flows from investing Activity		
Payments for property, plant and equipment	(14.48)	(18.23)
Payments for intangible assets	(0.26)	-
Proceeds from sale of property, plant and equipment	425.00	-
Proceeds from sale of Share Investment	-	(256.63)
Interest Income	154.90	119.24
(Increase) / Decrease in Fixed deposits with Bank	115	-
Net cash flow from investing activities (B)	680	(156)
Cash Flow from Financing Activities		
Finance Cost	(267)	(363.64)
Proceeds from issue of shares	88	-
Proceeds from issue of warrants	118	-
Increase / (Decrease) in Short Term Borrowings	(115)	15.91
Proceeds/ (Repayment) from/ (of) borrowings	(675)	(105.80)
Proceeds/ (Repayment) from/ (of) Lease Liability	(26)	-
Other Financial Liabilities	-	(37.28)
Net cash Flow from Financing activities (C)	(877)	(491)
Net Increase/Decrease in Cash & Cash Equivalent (A)+(B)+(C)	1.75	(143.23)
Cash & Cash Equivalent in the beginning of the Year	2.80	146.03
Cash & Cash Equivalent in the end of the Year	4.55	2.80
Reconciliation of cash and cash equivalents as per the cash flow statement:		
	March 31st, 2020	March 31st, 2019
Cash and cash equivalents	4.55	2.80
Balances as per statement of cash flows	4.55	2.80

i. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Cash Flow Statements".

ii. Figures in brackets indicate Outflows.

iii. Previous year's figures have been regrouped / rearranged wherever necessary to make them comparable with those of current year.

For & on behalf of the Board of Directors
Artefact Projects Limited


SIDDHARTH P SHAH
Director
DIN: 05304116


ASHOK KARWA
Chief Financial Officer



Date : 29th July, 2020
Place : Nagpur



BANTHIA DAMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

Off. FO-19, Amarjyoti Palace, Wardha Road, Dhantoli, Nagpur 440012
Ph. No. 0712-2439300

Auditors' Report on Quarterly Financial Results and Year to Date Results of

Artefact Projects Limited

Pursuant to Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,

2015

To,

The Members,

ARTEFACT PROJECTS LIMITED

1. We have audited the quarterly financial results of **ARTEFACT PROJECTS LIMITED** ("the Company") for the Quarter ended March 31, 2020 and the year to date results for the period 01/04/2019 to 31/03/2020 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement is 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 financial statements based on our audit of the financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India.
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 Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and the significant estimates made by the Management. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
3. **Emphasis on Matter:**
We draw attention to
 - a) Note no. 3 to the accompanying Statement of audited Standalone Financial Results, wherein the Management of the company had considered certain over dues and outstanding Trade Receivables from the Government clients in respect of completed Contracts, amounting to Rs. 639.48 Lacs and the management as matter of prudent accounting policy and expected delays in its recovery, has written

BANTHIA DAMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

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off Rs 429.22 Lacs during the quarter and year ended 31st March 2020 (including provision of Rs 75 Lacs made upto Q3). However, any recoveries received in subsequent years out of the claims submitted therefore shall be accounted for in the year of its receipts.

- b) Note No. 5 to the accompanying Statement of audited Financial Results, regarding investment of Rs. 13.02 crores (Including cumulative interest of Rs 1.02 crore accrued thereon) in Unquoted fully compulsory convertible debentures of private unlisted companies as at reporting date. The management has represented that all investments in the said companies, based on its assessment of cash flows, investment being long term and strategic in nature and valuation report of registered external Valuers received by the company, no provision for impairment of expected Losses in accordance with Ind-As-109 "Financial Instruments" is required and the amounts are fully recoverable. We have relied on the management representation and external valuers report in this regard.
- c) Note no. 6 to the accompanying Statement of audited standalone Financial Results regarding investment of Rs. 90 Lacs in equity shares of associate company. The management based on its assessment for the current financial year and considering that the company has earned profits and has positive net worth as per audited balance sheet for the year ending 31st March 2019, is of the opinion that there is no diminution in the value of its investment in the said company and hence no provision for impairment loss is required. We have relied on the management.
- d) The company has made declaration under service tax legacy dispute resolution scheme (SVLDRS) during the year. Consequent to declaration made, benefit of waiver of service tax and interest provision made in earlier years amounting to Rs 3,48,42,430/- has been written back and credited to profit and loss account for the year.
- e) Note No. 9 to the standalone financial results regarding the impact of COVID -19 pandemic on the Company. The impact of pandemic in immediate future cannot be quantified as on date. However, the Management is of view that there is no expected significant adverse impact on the continuity of operations of the business on long term basis/ on useful life of the assets/ on financial position, etc.

Our opinion is not modified in respect of these matters.

BANTHIA DAMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

Off. FO-19, Amarjyoti Palace, Wardha Road, Dhantoli, Nagpur 440012

Ph. No. 0712-2439300

4. Based on our audit conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with IND AS prescribed and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 read with SEBI circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular')
5. The accompanying statement includes the company's proportionate share of revenue of Rs.11.16 Lacs, expenditure of Rs. 14.81 Lacs and share of loss of Rs.3.65 Lacs in joint ventures for quarter as well as the year ended March 31, 2020.
6. In our opinion and to the best of our information and according to the explanations given to us, these Quarterly as well as year to date 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 the SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 in this regard; and
 - ii) give a true and fair view of the Net profit and other financial information for the quarter ended March 31, 2020 and for the year ended March 31, 2020.
7. The annual financial results include the results for the quarter ended March 31, 2020 being the balancing figure between 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.

Place : Nagpur

Date : 29th July 2020



For Banthia Damani & Associates

Chartered Accountants

FRN- 126132W

Sudesh Banthia

Partner

M. No. 041344

ICAI UDIN: 20041344 AAAAR2875