

**Independent Auditors' Limited Review Report on the  
Unaudited Standalone Quarterly Financial Results**

**To the Board of Directors of  
Raunaq EPC International Limited**

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Raunaq EPC International Limited** ("the Company") for the quarter ended on June 30, 2019 ("the Statement") being submitted by the Company pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations").

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these standalone financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards i.e. Indian Accounting Standards ("Ind-AS") specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular number CIR/CFD/CMD1/44/2019 dated March 29, 2019 of SEBI including the manner in which it is to be disclosed, or that it contains any material misstatement.

Attention is drawn to the fact that the figures for the quarter ended 31 March 2019 as reported in this Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the previous financial year. The figures up to the end of third quarter of the previous financial year had only been reviewed and not subjected to audit.

**For B. R. Maheswari and Co. LLP**  
Chartered Accountants  
Firm Registration No. 001035N/N500050



*Sanjay Nath*  
**Sanjay Nath**  
Partner

Membership No. 082700

UDIN: 19082700AAAAFJ6373

Date: August 5, 2019  
Place: New Delhi



**Independent Auditors' Limited Review Report on the  
Unaudited Consolidated Quarterly Financial Results**

**To the Board of Directors of  
Raunaq EPC International Limited**

We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Raunaq EPC International Limited** ("the Holding Company") and its subsidiary (the Holding Company and its Subsidiary together referred to as "the Group") for the quarter ended on June 30, 2019 ("the Statement") being submitted by the Holding Company pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations").

This statement is the responsibility of the Holding Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these consolidated financial results based on our review.

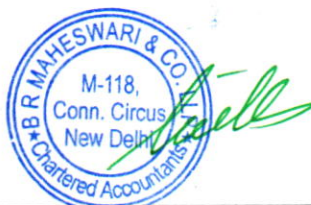
We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of Holding company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The Statement includes the result of the subsidiary (namely, Xlerate Driveline India Limited)

Based on our review conducted as above and based on the consideration of the review report of the other auditor referred to in paragraph below, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards i.e. Indian Accounting Standards ("Ind-AS") specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular number CIR/CFD/CMD1/44/2019 dated March 29, 2019 of SEBI including the manner in which it is to be disclosed, or that it contains any material misstatement.

We did not review the financial results of one subsidiary included in the consolidated unaudited financial results, whose financial results reflect total assets of Rs. 3253.62 lakhs as on 30 June 2019 and total revenue of Rs. 1105.83 lakhs and total comprehensive income of Rs. 21.97 lakhs for the quarter ended 30 June 2019, as considered in the consolidated unaudited financial results. These financial results have been reviewed by another auditor whose report has 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 this subsidiary, is based solely on the reports of the other auditor and the procedures performed by us as stated above.

Our conclusion on the statement is not modified in respect of the above matter.





Attention is drawn to the fact that the figures for the quarter ended 31 March 2019 as reported in this Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the previous financial year. The figures up to the end of third quarter of the previous financial year had only been reviewed and not subjected to audit.

**For B. R. Maheswari and Co. LLP**  
Chartered Accountants  
Firm Registration No. 001035N/N500050



*Sanjay Nath*  
**Sanjay Nath**  
Partner

Membership No. 082700

UDIN: 19082700AAAAFK4445

Date: August 5, 2019  
Place: New Delhi



**RAUNAQ EPC INTERNATIONAL LIMITED**

Registered Office : 20 K.M. Mathura Road, P.O. Amar Nagar, Faridabad - 121003. (Haryana).

Ph.: +91(129) 4288888, Fax : +91(129) 4288822-23

E-mail : info@raunaqintl.com Website : www.raunaqinternational.com

CIN : L51909HR1965PLC034315

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2019**

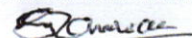
(₹ in lakh)

S.No	PARTICULARS	Quarter Ended						Year Ended	
		Standalone			Consolidated			Standalone	Consolidated
		30.06.2019 Unaudited	31.03.2019 Audited	30.06.2018 Unaudited	30.06.2019 Unaudited	31.03.2019 Audited	30.06.2018 Unaudited	31.03.2019 Audited	31.03.2019 Audited
1	Revenue from operations	539.57	1,048.53	1,180.59	1,640.87	2,398.52	2,271.87	4,627.58	9,281.69
2	Other Income	167.20	274.84	15.90	171.73	288.09	19.61	577.01	601.36
3	Total Revenue (1+2)	706.77	1,323.37	1,196.49	1,812.60	2,686.61	2,291.48	5,204.59	9,883.05
4	<b>Expenses</b>								
a.	Cost of materials consumed	106.19	608.45	683.13	830.19	1,694.08	1,437.83	2,878.75	6,209.14
b.	Employee benefits expense	163.42	204.60	208.02	251.81	292.33	278.15	859.29	1,167.14
c.	Finance Cost	91.13	130.34	47.91	125.79	147.98	64.90	391.96	462.45
d.	Depreciation and amortisation expense	18.43	17.63	21.00	42.78	33.73	40.13	80.37	154.59
e.	Irrecoverable balances written off	687.05	-	-	687.05	-	-	-	-
f.	Decrease in fair value of Investment	764.07	-	-	218.37	-	-	-	-
g.	Other expenses	193.49	628.29	340.13	418.97	745.12	557.36	1,620.78	2,433.80
	<b>Total expenses</b>	<b>2,023.78</b>	<b>1,589.31</b>	<b>1,300.19</b>	<b>2,574.96</b>	<b>2,913.24</b>	<b>2,378.37</b>	<b>5,831.15</b>	<b>10,427.12</b>
5	<b>Profit / (Loss) before tax (3-4)</b>	<b>(1,317.01)</b>	<b>(265.94)</b>	<b>(103.70)</b>	<b>(762.36)</b>	<b>(226.63)</b>	<b>(86.89)</b>	<b>(626.56)</b>	<b>(544.07)</b>
6	<b>Tax expense</b>								
a.	Current Tax (including prior period taxation)	-	-	-	-	-	-	-	-
b.	Deferred Tax	(373.99)	(94.42)	55.17	(166.35)	(75.65)	51.37	(98.94)	(82.58)
	<b>Total tax expense</b>	<b>(373.99)</b>	<b>(94.42)</b>	<b>55.17</b>	<b>(166.35)</b>	<b>(75.65)</b>	<b>51.37</b>	<b>(98.94)</b>	<b>(82.58)</b>
7	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>(943.02)</b>	<b>(171.52)</b>	<b>(158.87)</b>	<b>(596.01)</b>	<b>(150.98)</b>	<b>(138.26)</b>	<b>(527.62)</b>	<b>(461.49)</b>
8	<b>Other Comprehensive (loss) / Income</b>								
	Items that will not be reclassified to statement of Profit and Loss								
	Re-measurement gains/ (Losses) on defined benefit plan	6.59	3.29	7.70	6.59	(1.01)	7.70	26.38	22.08
	Income tax effect	(1.71)	(0.86)	(2.00)	(1.71)	0.26	(2.00)	(6.86)	(5.74)
	<b>Other Comprehensive Income (net of Tax)</b>	<b>4.88</b>	<b>2.43</b>	<b>5.70</b>	<b>4.88</b>	<b>(0.75)</b>	<b>5.70</b>	<b>19.52</b>	<b>16.34</b>
9	<b>Total Comprehensive Income after Tax (7+8)</b>	<b>(938.14)</b>	<b>(169.09)</b>	<b>(153.17)</b>	<b>(591.13)</b>	<b>(151.73)</b>	<b>(132.56)</b>	<b>(508.10)</b>	<b>(445.15)</b>
10	<b>Earnings Per Share [of Rs. 10 each (* Not annualised)]</b>								
	<b>Basic and Diluted (in Rs.)</b>	<b>*(28.21)</b>	<b>*(5.13)</b>	<b>*(4.75)</b>	<b>*(17.83)</b>	<b>*(4.52)</b>	<b>*(4.14)</b>	<b>(15.78)</b>	<b>(13.80)</b>

**Notes:**

- The above financial results as reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on August 05, 2019
- The Company is planning to divest 100% equity investment held by Company in its wholly owned Subsidiary Company M/s Xierate Driveline India Limited. The sale value of the Investment is determined based upon the independent valuation report.
- Effective April 01, 2019, the Company adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on April 01, 2019 using the modified retrospective method on the date of initial application. Consequently, the Company recorded the lease liability and right of use assets at the present value of the lease payments discounted at the incremental borrowing as on date of initial application. Comparatives as at and for the year ended March 31, 2019 have not been retrospectively adjusted and therefore will continue to be reported under the accounting policies included as part of our Annual Report for year ended March 31, 2019. Ind AS 116 will result in an increase in cash inflows from operating activities and increase in cash outflows from financing activities on account of lease payments. Due to adoption of Ind AS 116, the profit before tax for the quarter is lower by Rs 8.04 lakhs in consolidated results.
- Previous period figures have been regrouped/ reclassified wherever necessary to conform to current period classification.

For and on behalf of the Board of Directors

  
**SURINDER P. KANWAR**  
 Chairman & Managing Director

Place: Faridabad  
Date: August 05, 2019