

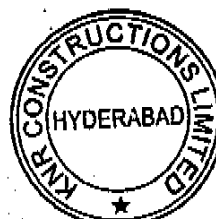
KNR CONSTRUCTIONS LIMITED

Regd. Office: 8-2-686/B/6/A, 12th Square Building, 3rd Floor, Road No: 12, Banjara Hills, Hyderabad - 500 034

FINANCIAL RESULTS FOR THE YEAR ENDED 31st March, 2011 (UN-AUDITED)

(Rupees in Lakhs)

Sl. No.	PARTICULARS	STANDALONE				CONSOLIDATED	
		FOR THE QUARTER ENDED		FOR THE YEAR ENDED		FOR THE YEAR ENDED	
		31/03/11	31/03/10	31/03/11	31/03/10	31/03/11	31/03/10
		Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited
	GROSS SALES (Construction of Road Highways and Irrigation Projects)	30,825.40	36,458.93	103,095.36	89,917.27	103,095.36	89,917.27
	Less: Company's Share in Joint Ventures	8,222.43	8,035.77	26,837.99	19,047.04	-	-
1.	NET SALES / INCOME FROM OPERATIONS	22,402.97	28,424.16	78,257.37	70,870.23	103,095.36	89,917.27
	TOTAL INCOME	22,402.97	28,424.16	78,257.37	70,870.23	103,095.36	89,917.27
2.	EXPENDITURE						
	a Consumption of raw materials	7,270.82	5,332.58	19,090.34	18,943.39	23,830.08	23,971.70
	b Sub-contractors work bills	6,160.12	15,751.55	29,994.21	27,448.20	44,346.01	36,006.38
	c Spreading & Assortment Expenses	2,741.50	2,260.32	8,405.87	7,431.55	11,359.31	7,578.49
	d Employee Cost	587.95	487.49	1,876.28	1,666.46	2,184.41	2,061.79
	e Depreciation	1,147.85	678.91	4,048.22	2,617.52	4,616.99	3,202.03
	f Other Expenditure	2,288.55	1,353.91	7,494.82	4,460.22	9,517.37	6,763.75
	TOTAL EXPENDITURE	20,177.39	25,834.76	70,909.74	62,567.34	95,854.17	79,584.34
3.	PROFIT FROM OPERATIONS BEFORE INTEREST & EXCEPTIONAL ITEMS (1-2)	2,225.58	2,589.40	7,347.63	8,302.89	9,241.19	10,332.93
4.	OTHER INCOME	459.12	419.78	1,318.01	745.81	227.39	494.36
5.	PROFIT BEFORE INTEREST & EXCEPTIONAL ITEMS (3+4)	2,678.70	3,009.18	8,665.64	9,048.70	9,468.58	10,827.29
6.	INTEREST & FINANCIAL CHARGES (NET)	170.05	190.88	771.84	699.08	938.94	1,187.10
7.	PROFIT AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (5-6)	2,508.65	2,818.30	7,893.80	8,349.62	8,529.64	9,640.19
8.	EXCEPTIONAL ITEMS	-	-	-	-	-	-
9.	PROFIT (+) / LOSS (-) BEFORE TAX (7+8)	2,508.65	2,818.30	7,893.80	8,349.62	8,529.64	9,640.19
10.	TAX EXPENSES						
	Current Tax (Include Wealth Tax)	744.42	900.98	2,856.58	2,714.92	3,363.68	3,055.68
	Prior Year's tax	10.49	2.89	11.00	2.89	11.00	4.99
	Share of Income Tax Expenses from JV's	-	626.50	-	626.50	-	-
	Deferred Tax	(66.34)	(5.34)	(285.32)	(22.76)	(285.32)	(15.11)
11.	NET PROFIT (+) / LOSS (-) FROM ORDINARY ACTIVITIES AFTER TAX (9-10)	688.57	1,325.03	2,582.26	3,321.55	3,091.36	3,045.56
		1,820.08	1,293.27	5,311.54	5,028.07	5,438.28	6,594.63
12.	EXTRAORDINARY ITEMS (NET OF TAX EXPENSES,)	-	-	-	-	-	-
13.	NET PROFIT (+) / LOSS (-) FOR THE PERIOD (11-12)	1,820.08	1,293.27	5,311.54	5,028.07	5,438.28	6,594.63
14.	PAID UP EQUITY SHARE CAPITAL (FACE VALUE RS.10 PER SHARE)	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35	2,812.35
15.	RESERVES EXCLUDING REVALUATION RESERVES	-	-	33,201.89	27,890.35	34,901.25	29,454.47
16.	EARNINGS PER SHARE (EPS) BEFORE AND AFTER EXTRAORDINARY ITEMS Basic and Diluted * Not Annualized	6.47*	4.6*	18.89	17.88	19.34	23.45
17.	PUBLIC SHAREHOLDING						
	- Number of Shares	7,308,439	7,517,179	7,308,439	7,517,179	7,308,439	7,517,179
	- Percentage of Shareholding	25.99%	26.73%	25.99%	26.73%	25.99%	26.73%
18.	PROMOTERS AND PROMOTER GROUP SHAREHOLDING						
	a) Pledged / Encumbered						
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (Total Shareholding of Promoter & Promoter Group)	-	-	-	-	-	-
	- Percentage of Shares (Total Share Capital of the Company)	-	-	-	-	-	-
	b) Non-Encumbered						
	- Number of Shares	20,815,021	20,606,281	20,815,021	20,606,281	20,815,021	20,606,281
	- Percentage of Shares (Total Shareholding of Promoter & Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of Shares (Total Share Capital of the Company)	74.01%	73.27%	74.01%	73.27%	74.01%	73.27%



KNR Reddy

Notes:

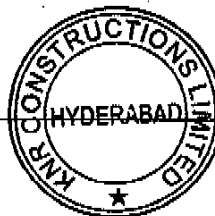
- 1 The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 14-05-2011.
- 2 There were no Investor complaints were pending at the beginning of the quarter and no complaints were received during the quarter ended 31-03-2011.
- 3 The company is engaged in only one reportable segment viz. "Construction and Engineering" and at single geographical area namely India.
- 4 There is change in a accounting policy with regard to method of providing depreciation (for Plant and Machinery for some projects only) from written down value method to straight line method.
- 5 Provision for Taxation includes provision for current tax and wealth tax.
- 6 The figures have been regrouped and/or rearranged wherever considered necessary.
- 7 The statutory auditors have conducted a limited review of the above results.

8 The company has during the year received Income Tax assessment orders U/s 143(3) for the F.Y 2006-07 and 2007-08 creating additional tax demand of Rs. 2,930.07 lakhs against which appeal has been filed by the company. Pending the decision by the appellate authorities, no provision has been made in the above results and based on the advice from experts, the company is confident that the additional tax so demanded will not be sustained on completion of the appellate proceedings.

9 The Company has during the year received A.P-VAT and Karnataka VAT and Entry Tax assessment orders for the F.Y 2005-06, 2006-07, 2007-08, 2008-09 and 2009-10 creating tax demand of Rs. 3167.52 lakhs against which appeal has been filed by the company for an amount of Rs 2073.86 Lakhs. Pending the decision by the appellate authorities, no provision has been made in the above results for the disputed tax demands. Based on the advice from experts, the company is confident that the disputed tax so demanded will not be sustained on completion of the appellate proceedings.

for KNR Constructions Ltd.,

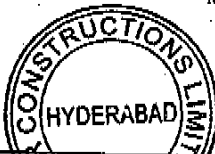
Place: Hyderabad
Date: 14-May-11



K.N. Reddy
K Narasimha Reddy
Managing Director

KNR CONSTRUCTIONS LIMITED					
STATEMENT OF ASSETS AND LIABILITIES AS ON 31st March, 2011 (UN-AUDITED)					
(Rs. in lakhs)					
Sl. No.	PARTICULARS	Stand-Alone		Consolidated	
		As at 31st Mar 2011 Un-Audited	As at 31st Mar 2010 Audited	As at 31st Mar 2011 Un-Audited	As at 31st Mar 2010 Audited
A	SHAREHOLDERS' FUNDS				
	Capital	2,812.35	2,812.35	2,812.35	2,812.35
	Reserves and Surplus	33,201.89	27,890.35	34,901.25	29,454.47
	Minority Interest	-	-	(2.71)	99.56
B	LOAN FUNDS	16,362.25	11,057.01	18,142.24	15,634.26
C	DEFERRED TAX (Net)	403.81	689.13	411.45	696.77
	TOTAL	52,780.30	42,448.84	56,264.58	48,697.41
D	FIXED ASSETS	28,564.99	22,048.55	31,239.29	25,419.37
	Goodwill on consolidation	-	-	1.43	0.58
E	INVESTMENTS	6,732.09	6,506.79	3,533.36	3,404.64
F	CURRENT ASSETS, LOANS AND ADVANCES				
	Inventories	2,208.11	1,367.71	4,529.57	3,694.19
	Sundry Debtors	14,580.21	19,007.73	14,016.91	19,114.40
	Cash and Bank balances	3,810.79	3,912.95	4,568.75	5,395.81
	Other current assets	8,200.19	7,945.89	9,705.82	8,726.48
	Loans and Advances	17,578.06	19,624.72	21,594.17	24,271.23
		46,377.36	51,859.02	54,415.22	61,202.11
G	Less: CURRENT LIABILITIES AND PROVISIONS				
	Liabilities	23,740.33	31,424.58	27,356.09	34,590.47
	Provisions	5,688.39	7,164.61	6,103.19	7,362.48
	Net Current Assets	16,948.64	13,269.83	20,955.94	19,249.16
H	MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	534.58	623.67	534.56	623.66
	TOTAL	52,780.30	42,448.84	56,264.58	48,697.41

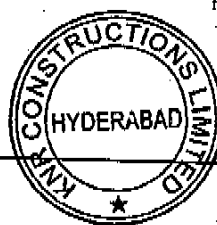
Place Hyderabad
Date 14-May-11



for KNR Constructions Ltd.,

K Narasimha Reddy
Managing Director

for KNR Constructions Ltd.,

Place Hyderabad
Date 14-May-11

K. Narasimha Reddy
K Narasimha Reddy
Managing Director