



**Date: May 11, 2024**

To,  
The Manager,  
Listing Department.  
National Stock Exchange of India Limited  
Exchange Plaza, 5th Floor,  
Plot no. C/l, G Block,  
Bandra - Kurla Complex,  
Bandra(E), Mumbai - 400 051,

**SCRIP CODE: KONSTELEC**

**Sub: Reply in respect of Clarification sought from Investors/Shareholders on Financial Results Declared on 10<sup>th</sup> May 2024 for the Year Ended and Half Year ended on 31<sup>st</sup> March, 2024.**

This is in response to Investors/Shareholder e-mails dated May 11, 2024 received by the Company and other publications/communications on electronic platforms regarding Financial Results (Standalone and Consolidated) for the year ended and half year ended on 31<sup>st</sup> March, 2024 We would like to inform the National Stock Exchange that the company has convened a Board Meeting on Friday 10<sup>th</sup> May 2024 at 5.00 PM and the meeting got concluded at 6.45 PM for which the Company has already filed Outcome of Board Meeting and Quick Financial Result within 30 minutes of the conclusion of Board Meeting.

Taking into consideration all the queries raised by Investors/Shareholders in respect of Mismatch of Figures for the Half Year ended 30<sup>th</sup> September, 2023 as per Audited Financial Results and RHP, we would like to clarify as follows:

1. In Audited Financial results for the period ended on 30<sup>th</sup> September, 2023 Profit After Tax (PAT) is Rs. 289.41 Lakhs and while filing Red Herring Prospectus, financial results were restated and due to this the Profit After Tax (PAT) was shown at Rs. 456.15 Lakhs. Difference is on account of Opting Section 115BAA of Income Tax Act, 1961.
2. In Red Herring Prospectus, the Company has given reconciliation for difference between audited figures and restatement figures in Note No. 51 -Page No. 242, giving detailed breakup of such change.



***(Copy of Extract of Note 51 is also attached herewith for ready reference and records.)***

3. While preparation of audited financial statement for the year ended on 31st March, 2024, the company has made income tax provision opting section 115BAA of the Income Tax Act, 1961.

We request you to kindly take the above submission on your record.

Thanking You,  
Yours Faithfully,  
For Konstelec Engineers Limited

Biharilal Ravilal Shah  
Chairman and Managing Director  
DIN: 00337318  
Place: Mumbai.

**KONSTELEC ENGINEERS LIMITED**  
**Notes forming part of the consolidated financial statements**  
**(All amounts in rupees lakhs, except per share data and as stated otherwise)**

**Reconciliation of Restated Profit**

**Note No. 51**  
**(Amt. in Rs. Lakhs)**

**1 Material Regrouping**

Appropriate adjustments have been made in the Restated Standalone Financial Statements of Assets and Liabilities, Profit and Losses and Cash Flows, wherever required, by reclassification of the corresponding items of income, expenses, assets and liabilities in order to bring them in line with the regroupings as per the audited financial statements of the company and the requirements of SEBI Regulations.

**2. Material Adjustments :**

The Summary of results of restatement made in the Audited Financial Statements for the respective years and its impact on the profit/(loss) of the Company is as follows:

Particulars	For the period ended 30 September 2023	For the year ended 31 March 2023	For the year ended 31 March 2022	For the year ended 31 March 2021
<b>Net profit/(Loss) after Tax as per Audited Profit &amp; Loss Account (A)</b>	289.41	718.41	376.54	242.98
<b>Adjustments for:</b>				
1) Expense of Previous Year (P.Y.) accounted correctly		115.75	90.08	35.41
2) Outsanding expense of Current Year (C.Y.) Trf to Exps			(115.75)	(90.08)
3) Prepaid Expenses of current year accounted correctly		-	-	2.80
4) Prepaid Expenses of current year trf to expense		-	(2.80)	-
5) Short Provision of Employee Benefit Expense		(12.13)	(8.74)	(17.07)
6) Income receivable trf to income of C.Y			12.83	
7) Income receivable P.Y trf from Income C.Y		(12.83)		
8) Provision for expected loss	7.14	(7.14)		
9) Difference on Account of Calculation in Deferred Tax	15.34	3.62	(4.26)	(1.30)
10) Change in Provision for Current Tax	81.09	(27.72)	4.35	17.61
11) Change in Prior period expense		(0.17)		
12) Change in Prior Tax Provision	63.17			
<b>Total Adjustments (B)</b>	<b>166.73</b>	<b>59.37</b>	<b>(24.28)</b>	<b>(52.63)</b>
<b>Restated Profit/ (Loss) (A+B)</b>	<b>456.15</b>	<b>777.77</b>	<b>352.25</b>	<b>190.35</b>

**3. Notes on Material Adjustments pertaining to prior years**

**1) Expense of Previous Year (P.Y.) accounted correctly**

Provision for previous year was made and expenses removed from current Year

**2) Prepaid Expenses of current year accounted correctly**

Expenses related to subsequent year were transferred in Prepaid of Current Year

**3) Short Provision of Employee Benefit Expense**

Provision for gratuity has been provided for respective years as per AS 15 report.

**4) Income receivable trf to Income C.Y**

Income related to current year were transferred in receivable of current year.

**5) Provision for expected loss**

Provision for expected loss on contracts in hand provided based on future expected cost to complete as per AS 7.

**6) Difference on Account of Calculation in Deferred Tax**

Deferred Tax has been calculated on Gratuity and WDV as per General accepted accounting standards.

**7) Change in Provision for Current Tax**

Provision for Tax has been restated based on restated profits.