

EARNEST CONSTRUCTIONS PRIVATE LIMITED
CIN: U45200KA2011PTC059905
No. 2/4, Langford Garden, Richmond Town Bengaluru Bangalore KA 560025 IN
PH:080-41343400 EMAIL: CONTROL@adarshdevelopers.com

14th November 2024

To,
BSE Limited,
Listing Department
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort Mumbai — 400001

Debt Scrip Code: 974942
ISIN : INE0HCI07011

Dear Sir/Madam,

Sub: Outcome of the Board Meeting

This is to inform that the Board of Directors of **Earnest Constructions Private Limited** at their meeting held today i.e., November 14, 2024, considered and approved the following matters:

Unaudited Financial Results for the quarter and half year ended 30th September 2024

The Board of Directors approved the Unaudited Financial Results for the quarter and half year ended **30th September 2024**. In this connection, please find attached herewith, the Unaudited Financial Results with an unmodified opinion and limited review period on the financial results issued by A L P & Associates, Chartered Accountants, Statutory Auditors, for the quarter and half year ended 30th September 2024.

The Board Meeting commenced at 05.45 P.M. and concluded at 06:45 P.M.

We request you to take the above intimation on record.

Thanking You
Regards

For Earnest Constructions Private Limited

B M Jayeshankar
Director
DIN: 00745118
Address: New No. 6 (Old No.245), 18th Cross,
Sadashivanagar, Bangalore 560080

Limited Review Report

Review Report to
The Board of Directors of
Earnest Constructions Private Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Earnest Constructions Private Limited** ("the Company") for the quarter and half year ended **September 30, 2024** ("the Statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Management and approved by the Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting standard 34, (Ind As 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We Conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review consists of making inquiries, primarily of the person's responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



A L P & Associates
Chartered Accountants

Earnest Constructions Private Limited
Review report (Page 2 of 2)

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principle laid down in the Indian Accounting Standards specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations , including the manner in which it is to be disclosed, or that it contains any material misstatement.

For A L P & Associates
Chartered Accountants
Firm Reg No.328740E

Nidish Agarwal

Nidish Agarwal

Partner

Membership No. 300962



Date: November 14, 2024

Place: Bangalore

UDIN: 24300962BKDBGP3193

Earnest Constructions Private Limited

CIN:U45200KA2011PTC059905

Regd. Office: No.2/4, LANGFORD GARDEN ROAD, RICHMOD TOWN, BANGALORE - 560 025

Financial results for the quarter and half year ended 30 September 2024

(All amounts in INR lakhs unless otherwise stated)

Sr. No	Particulars	Quarter Ended			Half year ended		Year Ended 31-Mar-24 (Audited)
		30-Sep-24 (Unaudited)	30-Jun-24 (Unaudited)	30-Sep-23 (Unaudited)	30-Sep-24 (Unaudited)	30-Sep-23 (Unaudited)	
1	INCOME						
	(a) Revenue from Operations	-	744.00	-	744.00	-	1.67
	(b) Other Income	0.21	-	0.67	0.21	0.69	
	Total Income	0.21	744.00	0.67	744.21	0.69	1.67
2	EXPENSES						
	(a) Costs of goods sold	-	580.27	-	580.27	-	
	(b) Financial Expenses	696.95	13.49	0.39	710.44	30.59	477.79
	(c) Administrative Expenses	210.47	76.83	7.34	287.31	30.66	47.78
	Total Expenses	907.43	670.59	7.73	1,578.02	61.25	525.57
3	Profit Before Tax (1-2)	(907.22)	73.41	(7.06)	(833.81)	(60.56)	(523.90)
4	Tax Expense:						
	(a) Current tax charges/(credit)	-	-	-	-	-	-
	(b) Deferred tax charges/(credit)	-	-	-	-	-	-
5	Net Profit/(loss) for the Period (3-4)	(907.22)	73.41	(7.06)	(833.81)	(60.56)	(523.90)
6	Other Comprehensive Income						
	(a) Item that will not be reclassified to Profit or Loss	-	-	-	-	-	-
	(b) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-	-	-
	Total	(907.22)	73.41	(7.06)	(833.81)	(60.56)	(523.90)
7	Total Comprehensive Income for the Period	(907.22)	73.41	(7.06)	(833.81)	(60.56)	(523.90)
8	Earnings per share (EPS)- (In Rs.)						
	(not annualised, face value Rs.10)						
	Basic	(2,268.04)	183.52	(17.66)	(2,084.53)	(151.41)	(1,309.76)
	Diluted	(2,268.04)	183.52	(17.66)	(2,084.53)	(151.41)	(1,309.76)

Notes

1. Earnest Constructions Private Limited ("the Company") has prepared unaudited financial results (the 'Statement') for the quarter and half yearly ended 30 September 2024 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015' as amended) and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provisions of the Companies Act, 2013, as applicable.

2. Disclosure in compliance with Regulation 52(4) of the SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 for the Six months ended 30 September 2024 is attached as Annexure-A

3. The above financial results of the Company are reviewed and approved by the Board of Directors of the Company at their meeting held on 14 November 2024.

4. The results for the quarter ended 30 September 2024 and 30 September 2023 being the balancing figure of the published year to date figures upto the six months and the first quarter of the respective financial year, which were subject to limited review by the statutory auditor of the Company.

Earnest Constructions Private Limited
CIN:U45200KA2011PTC059905
Statement of assets and liabilities as at 30 September 2024
(All amounts in INR lakhs unless otherwise stated)

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
ASSETS		
Non-current assets	-	-
Property Plant & Equipments	-	-
Intangible Assets under development	-	-
Capital work-in-progress	-	-
Financial Assets		
(i) Investments		
(ii) Other Financial Assets		
Deferred tax assets (net)	-	-
Other non-current assets	3.53	3.53
Total non-current assets	3.53	3.53
Current assets		
Inventories	-	-
Financials Assets		
(i) Current investments	-	-
(ii) Trade receivables	-	-
(iii) Cash and cash equivalents	19.29	4.29
(iv) Bank balance other than (iii) above	25.61	25.61
(v) Loans	14,697.64	15,247.03
(iv) Other Financial Assets	293.43	286.44
Current Tax Assets (Net)	-	-
Other current assets	26,144.13	22,926.06
Total current assets	41,180.09	38,489.43
TOTAL ASSETS	41,183.62	38,492.95
EQUITY AND LIABILITIES		
Equity		
Equity share capital	4.00	4.00
Other equity	(1,440.83)	(607.02)
Total equity	(1,436.83)	(603.02)
Liabilities		
Non-current liabilities		
Financial liabilities		
(i) Borrowings	38,449.21	34,870.13
(ii) Other financial liabilities	-	-
Other non current tax liabilities	-	-
Total non-current liabilities	38,449.21	34,870.13
Current liabilities		
Financial Liabilities		
(i) Borrowings	-	-
(ii) Trade payables		
Total outstanding dues of micro and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	0.21	-
(iii) Other financial liabilities	4,170.87	4,163.52
Other current liabilities	0.15	62.32
Provisions	-	-
Total current liabilities	4,171.24	4,225.84
TOTAL EQUITY AND LIABILITIES	41,183.62	38,492.95

Earnest Constructions Private Limited

CIN:U45200KA2011PTC059905

Statement of cashflow for the half year ended 30 September 2024

(All amounts in INR lakhs unless otherwise stated)

	For the half year Ended 30 September 2024 <i>(Unaudited)</i>	For the Year Ended 31 March 2024 (Audited)
Cash Flow From Operating Activities		
Loss before tax	(833.81)	(523.90)
<i>Adjustments to reconcile loss before tax to net cash used in operating activities</i>		
Depreciation and amortisation expenses	-	-
(Profit) / Loss on sale of investments	-	-
(Profit) / Loss on sale of fixed assets	-	-
Interest Paid	-	-
	<u>(833.81)</u>	<u>(523.90)</u>
<i>Working capital adjustments</i>		
Change in Short Term Borrowings	-	-
Change in Trade Payables	0.21	-
Change in Short Term Provisions	-	-
Change in Other current liability	(62.16)	59.25
Change in Other Current Assets	(3,218.07)	(4,141.88)
Change in financial asset loan	(6.99)	(3.61)
Change in other current financial asset	-	-
Change in financial liability	7.35	4,038.15
Change in Short term Loans and Advances	549.39	(15,247.03)
Net cash flows from operating activities before taxes	<u>(3,564.08)</u>	<u>(15,819.03)</u>
Direct Taxes Paid	-	-
Net cash flows from operating activities	<u><u>(3,564.08)</u></u>	<u><u>(15,819.03)</u></u>
Cash flows from investing activities		
Purchase of Fixed Assets	-	-
Investment in Long Term Loans, advances and Deposits	-	-
Sale of Fixed Assets	-	-
Purchase of Investments	-	-
Sale of Investments	-	-
Interest Received	-	-
Dividend Received	-	-
Net cash flows from investing activities	<u><u>-</u></u>	<u><u>-</u></u>
Cash flows from financing activities		
Warrants	-	-
Proceeds from Borrowings	3,579.08	15,819.40
Proceeds from securities premium	-	-
Equity Share Capital	-	-
Dividend Paid (Including tax on dividend)	-	-
Net cash flow from financing activities	<u><u>3,579.08</u></u>	<u><u>15,819.40</u></u>
Net (decrease)/increase in cash and cash equivalents	15.00	0.37
Cash and cash equivalents at the beginning of the year	<u>29.90</u>	<u>29.53</u>
Cash and cash equivalents at the end of the year	<u><u>44.89</u></u>	<u><u>29.90</u></u>

Annexure -A

Disclosure in compliance with regulation 52(4) of of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the half year ended 30 September 2024

S.No.	Particulars	Ratio
1	Debt equity ratio	(26.76)
2	Debt service coverage ratio(DSCR)	(0.19)
3	Interest service coverage ratio(ISCR)	(0.19)
4	Outstanding redeemable preference shares (quantity and value)	NA
5	Debenture redemption reserve	NA
6	Net worth	(1,436.83)
7	Net profit after tax	(833.81)
8	Earnings per share	
	Basic*(Rupees)	(2,084.53)
	Diluted*(Rupees)	(2,084.53)
9	Current ratio	9.87
10	Long term debt to working capital	1.04
11	Bad debts to account Receivable ratio	NA
12	Current liability ratio	0.10
13	Total debts to total assets	0.93
14	Debtor turnover ratio	NA
15	Inventory turnover ratio	NA
16	Operating margin (%)	NA
17	Net profit margin (%)	(112.04)

*Not annualised

Note-

Disclosure of outstanding redeemable preference shares ratio, debenture redemption reserve ratio, Bad debts to Account receivable ratio, Debtors turnover, Inventory turnover, Operating margin are not applicable.

A L P & Associates

Chartered Accountants

S-2213, 2nd Floor, Tower B,
Arden Office One, Hoodi Junction
ITPL Main Road,
Bengaluru-560067, Karnataka
Email: info@alpassociates.in
Website: www.alpassociates.in

To,
The Board of Directors,
Earnest Constructions Private Limited

Independent Auditor's certificate

1. We have been requested by the Management of the Company to certify the accompanying "Statement of assets cover and compliance with covenants as on **September 30, 2024** (the "Statement") for Non-Convertible Debentures for submission to the Company's Debenture Trustee i.e. Vistra ITCL (India) Limited pursuant to Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended till date (together referred to as the "Regulations") and read with SEBI circular dated May 19, 2022 (Circular no. SEBI/HO/MIRSD/MIRSD_(RADT/CIR/P/2022/67). The Statement has been initialed by us for identification purpose only.

Management's Responsibility

2. The preparation of the accompanying Statement from the unaudited financial statements of the Company as at and for the period ended September 30, 2024 and other relevant records and documents is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation, and making estimates that are reasonable in the circumstances.

The Management is also responsible for maintenance of asset cover and compliance with all the covenants of the respective Offer Document/Information Memorandum/ Debenture Trust deeds in the manner as may be specified by SEBI and adherence with all other applicable conditions mentioned in the Regulations in connection with the Statement.

Auditor's Responsibility

3. Our responsibility is to provide a reasonable assurance as to whether the particulars contained in the aforesaid Statement are in agreement with the unaudited financial results as at and for the period ended September 30, 2024 and other relevant records and documents maintained by the Company. This did not include the evaluation of adherence by the Company with all the applicable guidelines of the Regulations, Offer documents/ Information memorandum and Debenture Trust deeds. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes (the "Guidance Note") issued by the Institute of Chartered Accountant of India (ICAI) and the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 in so far as applicable for the purpose of this Certificate, which includes the concepts of test checks and materiality.



Earnest Constructions Private Limited
Certificate (Page 2 of 2)

Auditor's Responsibility (continued)

The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI. We have complied with the relevant applicable requirements of the Standard on Quality Control ("SQC") 1, Quality Control for Firms that perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

4. Based on our examination, and according to the information, explanation and representations provided to us by the Management of the Company, we are of the opinion that the particulars furnished by the Company in the statement are in agreement with the unaudited financial results as at and for the period ended September 30, 2024 and nothing has come to our attention that cause us to believe that the Company has not maintained asset cover as per the terms of the Trust Deeds / Debentures Trust Agreement / Information Memorandum.

Restriction on Use

5. This certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of submission to Debenture Trustees in accordance with the Regulations and should not be used for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For A L P & Associates
Chartered Accountants
Firm Reg No.328740E



Nidish Agarwal
Nidish Agarwal

Partner

Membership No. 300962

Date: November 14, 2024

Place: Bangalore

UDIN: 24300962BKDBGQ5534

Annexure I - Format of Security Cover - Part A

To,
 Stock Exchange (s)
 Based on examination of books of accounts and other relevant records/documents, we hereby certify that:
EARNEST CONSTRUCTIONS PRIVATE LIMITED - ASSET COVER CERTIFICATE AS ON: 30.09.2024
 a) The listed entity has vide its Board Resolution and information memorandum, offer document and under various Debenture Trust Deeds, has issued the following listed debt securities:

ISIN	Private Issue Placement - Debt listed	Placement/		Secured / Unsecured	Sanctioned Amount
		Yes	No		
INE01C107011		Yes	No	Yes	3,20,00,00,000

Particulars	Column A	Column B Description of asset for which this certificate relate	Column C I Debt for which this certificate is being issued	Column D Other secured Debt	Column E Debt for which this certificate is being issued	Column F Assets shared by part passu debt holder (includes debt for which this certificate is issued & other part-passu charges)	Column G Other assets on which part-passu charge (excluding items covered in column F)	Column H Assets not offered as Security	Column I Eliminated amount in (amount negative)	Column J (Total C to I)	Column K Market Value for Assets charged on Exclusive basis	Column L Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR market value is not applicable)	Column M Market Value for part passu charge Assets VIII	Column N Carrying value/book value for part passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR market value is not applicable)	Column O Total Value=(K+L+M+N)
ASSETS															
Property, Plant and Equipment		Immovable Property			Yes	1,19,13,44,992									
Capital Work-in-Progress															
Right of Use Assets															
Goodwill															
Intangible Assets															
Intangible Assets under Development															
Investments															
LIABILITIES															
Loans															
Trade Payables & Creditors															
Cash & Cash Equivalents															
Bank Balances other than Cash and Cash Equivalents															
Others															
TOTAL						1,19,13,44,992									13,10,08,76,436



