A2Z INFRA ENGINEERING LTD.

CIN NO. L74999HR2002PLC034805

....as POWER ing the nation™

REF. No.: - A2ZINFRA/SE/2020-21/058

BY E-FILING

13th February, 2021

To,

BSE Limited
Phiroze Jeejeebhoy Towers
Rotuda Building, Dalal Street,
Mumbai-400 001

Fax-022-22722039

To,

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, 5th Floor
Plot No. C/1 G Block, Bandra Kurla Complex, Bandra (E), Mumbai-400051

Fax- 022-26598237/38

Sub: Outcome of Board Meeting duly held on Saturday, February 13, 2021

A2Z INFRA ENGINEERING LIMITED

Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2020

(Amount in Rs. Lakhs)

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	**Income**						
	Revenue from operations	2,980.74	5,083.83	5,799.74	10,344.78	31,538.25	38,522.64
	Other income	306.93	414.04	373.68	1,029.40	1,645.47	1,928.60
	Total income	**3,287.67**	**5,497.87**	**6,173.42**	**11,374.18**	**33,183.72**	**40,451.24**
2	**Expenses**						
	Cost of material consumed	2,633.52	4,595.67	5,114.44	8,829.99	28,474.26	34,006.32
	Employee benefit expenses	127.42	97.43	405.21	400.86	1,407.51	1,750.24
	Finance costs	1,282.29	1,222.55	1,270.37	3,795.22	3,355.15	4,874.14
	Depreciation and amortization expenses	113.60	116.02	246.67	346.31	747.25	1,001.14
	Other expenses	1,968.90	866.48	393.06	3,251.61	2,191.36	6,667.60
	Total expenses	**6,125.73**	**6,898.15**	**7,429.75**	**16,623.99**	**36,175.53**	**48,299.44**
3	**(Loss) before exceptional items and tax**	**(2,838.06)**	**(1,400.28)**	**(1,256.33)**	**(5,249.81)**	**(2,991.81)**	**(7,848.20)**
4	Exceptional items –(loss)/gain (Refer note 5)	-	-	(218.75)	-	6,750.66	(17,630.90)
5	**(Loss)/profit before tax**	**(2,838.06)**	**(1,400.28)**	**(1,475.08)**	**(5,249.81)**	**3,758.85**	**(25,479.10)**
	Current tax	1.93	9.72	5.43	11.77	32.20	3.60
	Deferred tax	(0.14)	-	-	14.85	1,755.69	3,606.00
6	**(Loss)/profit for the period/year**	**(2,839.85)**	**(1,410.00)**	**(1,480.51)**	**(5,276.43)**	**1,970.96**	**(29,088.70)**
7	Other comprehensive income						
	Items that will not be reclassified to profit	13.27	61.29	5.16	103.02	21.76	31.07
8	**Total Other Comprehensive income for**	**13.27**					

Notes:

1) The above standalone financial results for the quarter ended on December 31, 2020 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their Board Meeting held on February 13, 2021 in terms of Provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The statutory auditor have issued a disclaimer of conclusion in respect of the matters described in note 3, 6, 7 and note 8 in standalone financial results for the quarter and nine months ended December 31, 2020.

Basic and Diluted Earnings Per Share is not annualized for the quarters ended December 31, 2020, September 30, 2020 and December 31, 2019 and nine months ended December 31, 2020 and December 31, 2019.

The standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015, as amended from time to time, and other accounting principles generally accepted in India.

2) The auditors in their review report have drawn attention to the following matters:

a. The management has performed impairment assessment of three cogeneration power plants set up in collaboration with certain sugar mills on Build, Own, Operate and Transfer (BOOT) basis for a period of 15 years. As at December 31, 2020, such plants have a power generation capacity of 15 MW each.

The Company has entered into arbitration proceedings with the sugar mills for the extension of the concession period. Further, the Company has filed a writ petition in the Hon'ble High court of Punjab and Haryana for approval for conversion of power plants to waste to energy (RDF) based power plants and relocation of such power plants adjacent to RDF based facilities. During the previous year, certain disputes arose with sugar mills in respect of cogeneration power plants accordingly the management of the Company decided to shift these power plants to other locations for which writ petition has already been filed. Accordingly, the management carried out an impairment assessment and has recorded an impairment of Rs. 29,536.28 lakhs in carrying value of these assets as at December 31, 2020. The management believes that the recoverable amount of these power plants are reasonable and no further material adjustments to the carrying value of these plants are necessary.

Out of the aforementioned impairment as at December 31, 2020 Rs. 22,413.72 lakhs pertain to, two power plants, which were yet to be capitalised and Rs. 7,122.56 lakhs are for power plant which has already been capitalised.

The recoverable amount of cogeneration power plants classified under property, plant and equipment and capital work-in-progress aggregates to Rs. 2,338.01 lakhs and Rs. 4,374.29 lakhs respectively as at December 31, 2020. The recoverable amount of all three cogeneration power plants is based on asset approach and determined at the level of the Cash Generating Unit (CGU).

b. The Income tax authorities conducted a search and survey at certain premises of the Company under section 132 and 133 of the Income Tax Act, 1961 in April 2012. During the year ended March 31, 2015, the Company received the assessment orders for the assessment years 2009-10 to 2013-14 from the Deputy Commissioner of Income Tax (DCIT) demanding additional tax liability of Rs. 1,992.17 lakhs. During the year ended March 31, 2015 the Company had filed appeals with Commissioner of Income Tax (CIT) (Appeals) challenging these orders against which the said authority had granted partial relief to the Company. The Company has further filed appeals with Income Tax Appellate Tribunal (ITAT) challenging the orders for these assessment years in respect of the matters, where the CIT(A) has not accepted the Company's contention. Additionally, the DCIT has also filed appeals with the ITAT against the matters where the relief has been given to the Company.

Further, during the year ended March 31, 2018, the Company had received penalty orders for the Assessment year 2009-10 to 2013-14 from DCIT and for the Assessment year 2008-09 from CIT demanding additional tax liability of Rs. 1,277.64 lakhs against which the CIT (Appeals) had not granted relief to the Company.

c. During the financial year ended March 31, 2017, the Company based on the legal advice filed an application for advance ruling with the Advance Ruling Authorities ('the Authority') regarding applicability of service tax in respect of one of the projects undertaken by them. During the year ended March 31, 2018, the Company received response to its application wherein the Authority opined that entire project is covered within the ambit of the service tax. Accordingly, the Company has recognized the service tax liability and based on the contractual terms which stipulates that any taxes shall be borne by the customer, has also recognized amount recoverable from customer of an equivalent amount. Further, the management believes that the interest, if any, on the delayed deposit of the aforementioned service tax liability is currently unascertainable and shall be reimbursed by the customer. The Company has made submissions with the customer in this regard. Additionally, based on the independent legal advice, the Company believes that the input tax credit in respect of the aforementioned project shall be adjustable against the liability considering the entire project has now been clarified to be covered under the service tax ambit. Accordingly, no further adjustments to the books of account are considered necessary.

3) The Company, as at December 31, 2020, has non-current investments (net of impairment) amounting to Rs. 21,696.16 lakhs, other current financial assets (net of impairment) amounting to Rs. 728.37 lakhs and current financial assets-loan amounting to Rs. 429.11 lakhs in its associate company Greeneffect Waste Management Limited (formerly known as A2Z Green Waste Management Limited) ('GWML') which has holding in various SPVs under its fold (hereinafter Greeneffect Waste Management Limited together with its subsidiaries is referred to as Greeneffect Waste Management Group). While Greeneffect Waste Management Group has incurred losses during its initial years and consolidated net-worth as at December 31, 2020 has been completely eroded, the underlying projects are expected to achieve adequate profitability on substantial completion. Based on internal assessment and valuation report from an independent valuer, the recoverable amount from the underlying investments/assets is higher than the net worth of Greeneffect Waste Management Group. There are assumptions and estimates used in such future projections such as discount rate, long term growth rate, arbitration claims etc. which management believes are appropriate. Therefore, the management believes that the realisable amount from the aforementioned associate company and its subsidiaries is higher than the carrying value of the non-current investments (net of impairment), other current financial assets (net of impairment) and current financial assets-loans due to which these are considered as good and recoverable.

4) The Company has reported segment information as per Indian Accounting Standard 108 'Operating Segments' (Ind AS 108). The Company is operating into following segments – (i) Engineering Service (ES), (ii) Power generation projects ('PGP') and (iii) Others which primarily includes 'trading of goods and operation and maintenance services etc.

Unaudited standalone segment wise revenue, results, assets and liabilities for the quarter and nine months ended December 31, 2020

(Amount in Rs. Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue						
(a) Segment – ES	2,961.63	5,064.38	5,708.51	10,306.22	31,002.19	37,871.39
(b) Segment – PGP	-	-	90.49	-	119.07	241.00
(c) Segment – Others	19.11	19.45	0.74	38.56	416.99	410.25
Total	**2,980.74**	**5,083.83**	**5,799.74**	**10,344.78**	**31,538.25**	**38,522.64**
Less: Inter segment revenue	-	-	-	-	-	-
Revenue from operations	**2,980.74**	**5,083.83**	**5,799.74**	**10,344.78**	**31,538.25**	**38,522.64**
2. Segment results [(Loss) before tax and interest from each segment]						
(a) Segment – ES	(1,703.22)	(492.99)	67.90	(2,040.28)	446.93	(2,813.48)
(b) Segment – PGP	(171.19)	(120.43)	(340.90)	(452.95)	(983.73)	(1,358.52)
(c) Segment – Others	15.30	11.86	(13.20)	24.59	29.66	18.79
Total	**(1,859.11)**	**(601.56)**	**(286.20)**	**(2,468.64)**	**(507.14)**	**(4,153.21)**

A2Z Infra Engineering Limited Gurugram

A2Z INFRA ENGINEERING LTD.

CIN NO. L74999HR2002PLC034805

....em POWERing the nation™

(Amount in Rs. Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Less: Inter segment results	-	-	-	-	-	-
Net segment results	(1,859.11)	(601.56)	(286.20)	(2,468.64)	(507.14)	(4,153.21)
Add: Interest income	302.12	422.29	300.26	1,009.97	870.48	1,176.24
Less:						
(i) Interest expense	1,250.58	1,168.48	1,148.33	3,617.28	3,001.93	4,404.76
(ii) Other unallocable expenditure net of unallocable income	30.49	52.53	122.06	173.86	353.22	466.47
(Loss) before exceptional item and tax	(2,838.06)	(1,400.28)	(1,256.33)	(5,249.81)	(2,991.81)	(7,848.20)
Exceptional (loss)/gain						
(a) Segment – ES	-	-	-	-	-	(7,394.93)
(b) Segment – PGP	-	-	-	-	-	(14,996.81)
(c) Unallocable items	-	-	(218.75)	-	6,750.66	4,760.84
(Loss)/Profit after exceptional item and before tax	(2,838.06)	(1,400.28)	(1,475.08)	(5,249.81)	3,758.85	(25,479.10)
Less : Tax expenses						
(i) Current tax	1.93	9.72	5.43	11.77	32.20	3.60
(ii) Deferred tax (net)	(0.14)	-	-	14.85	1,755.69	3,606.00
(Loss) /Profit for the period	(2,839.85)	(1,410.00)	(1,480.51)	(5,276.43)	1,970.96	(29,088.70)
3. Segment assets						
(a) Segment – ES	110,420.35	111,962.42	131,217.44	110,420.35	131,217.44	112,674.74
(b) Segment – PGP	7,914.81	8,111.90	23,205.47	7,914.81	23,205.47	8,242.25
(c) Segment – Others	3,761.00	3,694.22	3,614.36	3,761.00	3,614.36	3,694.22
(d) Unallocated	37,194.21	36,554.12	40,634.70	37,194.21	40,634.70	37,656.75
Total Assets	159,290.37	160,322.66	198,671.97	159,290.37	198,671.97	162,267.96
4. Segment liabilities						
(a) Segment – ES	80,466.55	78,434.15	89,910.23	80,466.55	89,910.23	80,986.49
(b) Segment – PGP	94.28	183.68	150.76	94.28	150.76	183.68
(c) Segment – Others	6,011.13	6,554.36	7,647.31	6,011.13	7,647.31	6,554.36
(d) Unallocated	41,783.82	41,437.09	33,965.87	41,783.82	33,965.87	38,548.33
Total Liabilities	128,355.78	126,609.28	131,674.17	128,355.78	131,674.17	126,272.86

A2Z Infra Engineering Limited Gurugram

5) Following exceptional items (net) have been recorded:

(Amount in Rs. Lakhs)

Particulars	Quarter ended			Nine months period ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
One time settlement (OTS) with banks and financial institutions	-	-	-	-	8,639.32	8,639.32
Liabilities written back	-	-	-	-	-	2,404.09
Exceptional gain (A)	-	-	-	-	8,639.32	11,043.41
Impact of fair valuation of derivative liability on subsequent remeasurement	-	-	218.75	-	1,888.66	2,224.09
Contract revenue in excess of billing written d	-	-	-	-	-	b

8) The Company has incurred a loss for the period of Rs. 5,276.43 lakhs for the nine months ended December 31, 2020 and accumulated losses amounting Rs. 77,688.34 lakhs as at December 31, 2020 and is presently facing acute liquidity problems on account of delayed realization of trade receivables coupled with delays in commencement of commercial production at its biomass-based power generation plants. Also, one of the bank and four other parties have filed an application with the National Company Law Tribunal (NCLT) for recovery of its dues amounting to Rs. 650.00 lakhs and Rs. 756.96 lakhs respectively. The matters have not been admitted yet with the NCLT and the management is in discussion with the said lender and parties for amicably settling the matters. Further, during the previous year, because of delays in required extension of performance security, one of the customers has invoked the bank guarantee submitted by the Company amounting to Rs. 6,500.00 lakhs and converted into cash security as a fixed deposit and used it as security margin for providing a limit of Letter of Credit to facilitate timely payments to vendors for

Walker Chandiok & Co LLP

Walker Chandiok & Co LLP
21st Floor, DLF Square
Jacaranda Marg, DLF Phase II
Gurugram – 122 002
India

T +91 124 4628099
F +91 124 4628001

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of A2Z Infra Engineering Limited

1. We were engaged to review the accompanying statement of standalone unaudited financial results ('the Statement') of A2Z Infra Engineering Limited ('the Company') for the quarter ended 31 December 2020 and year to date results for the period 01 April 2020 to 31 December 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.

2. The Statement, which is the responsibility of the Company's 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, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.

3. We have taken into account the requirements of 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. Because of the matters described in the Basis for Disclaimer of Conclusion paragraph, however, we were not able to obtain sufficient appropriate evidence to provide a basis for our conclusion on the Statement.

Walker Chandiok & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

Basis for Disclaimer of Conclusion

4. a) As stated in note 8 to the accompanying Statement, the Company has incurred a net loss after tax of Rs. 2,839.85 lakhs and Rs. 5,276.43 lakhs during the quarter and nine months ended 31 December 2020 respectively and as of that date, the Company's accumulated losses amount to Rs. 77,688.34 lakhs, which have resulted in partial erosion of its net worth, and the current liabilities exceed current assets by Rs. 10,314.70 lakhs. Also, certain lenders have filed applications with the National Company Law Tribunal (NCLT), Debt Recovery Tribunal (DRT) and other courts for recovery of their dues as detailed in note 7 and 8. The Company has also delayed in repayment of borrowings and payment of dues payable to c[redacted]

Walker Chandiok & Co LLP

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

information of such branches from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Company's management. This report, in so far as it relat

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

Annexure 1

S.No	Name	Country of Operations	Name of auditing standard
1	A2Z Infra Engineering Limited (Tanzania Branch)	Tanzania	International Standards on Review Engagements (ISRE) 2410
2	A2Z Infra Engineering Limited (Nepal Branch)	Nepal	International Standards on Review Engagements (ISRE) 2410
3	A2Z Infra Engineering Limited (Uganda Branch)	Uganda	International Standards on Review Engagements (ISRE) 2410

A2Z INFRA ENGINEERING LIMITED

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2020

(Amount in Rs. Lakhs)

		Quarter ended	Nine months ended	Year ended

A2Z INFRA ENGINEERING LTD.

CIN NO. L74999HR2002PLC034805

A2Z GROUP

....em POWER ing the nation™

Notes:

1) The above consolidated financial results for the quarter ended on December 31, 2020 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their Board Meeting held on February 13, 2021 in terms of Provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The statutory auditor have issued a disclaimer of conclusion in respect of the matters described in note 3, 6, 7 and note 8 in consolidated financial results for the quarter and nine months ended December 31, 2020.

Basic and diluted earnings per share is not annualized for the quarters ended December 31, 2020, September 30, 2020 and December 31, 2019 and nine [illegible]

[illegible] consolidated financial results have been prepared in accordance with the recogni[illegible]ion and measurement principles laid down in Indian Accounting [illegible] Interim Financial Reporting, notified under Section 133 of the Companies Act 2013 read with Companies (Indian Accounting Standards) [illegible]

[illegible] power plants set up in collaboration with [illegible] [illegible] operate and Transfer (BOOT) basis for a per[illegible]od of 10 years. As of December 31, 2020, [illegible] 2020 each plant have a power generation capacity of 15 MW each [illegible]

[illegible] The Holding Company has entered into arbitration proceedings with the sugar mills for the extension of [illegible] concession period. [illegible] further, the Holding [illegible]

...sed on their assessment and upon consideration of advice from the independent legal counsel, the management believes that the Holding Company has ... of succeeding before the ITAT and does not foresee any material liability. Pending the final decision on the matter, no further ... has been made in the consolidated financial results.

... financial year ended March 31, 2017, the Holding Company based on the legal advice filed an application for advance ruling with the Advance ... Authority ... applicability of service tax in respect of one of the projects undertaken by them. During the year ended March ...

... on the delayed deposit of the aforementioned service tax liability is currently unascertainable and shall be reimbursed by the customer. The ... Company has made submissions with the customer in this regard. Additionally, based on the ... management believes that the input tax credit in respect of the aforementioned project shall be adjustable against the liability considering the entire project has now been ... entitled to be covered under the service tax ambit. Accordingly, no further adjustments to the books of account are considered necessary.

... ect Waste Management Limited (Formerly known as A2Z Green Waste Management Limited) ('GWML') which has holding in various SPVs under ... is told (hereinafter Greeneffect Waste Management Limited together with its subsidiaries is referred to as 'Greeneffect Waste Management Group'). While ... ect Waste Management Group has incurred losses during its initial years and consolidated net-worth as at December 31, 2020 has been ... strategy ... nded, the underlying projects are expected to achieve adequate profitability on substantial completion. Based on internal assessment and valuation report ... by an independent valuer, the recoverable amount from the underlying investments/assets is higher than the net worth of Greeneffect Waste Management Group. There are assumptions and estimates used in such future projections such as discount rate, long term growth rate, arbitration claims ... which management believes are appropriate. Therefore, the management believes that the realisable amount from the aforementioned associate ... impairment) and current financial assets-loans ... in which these are considered as good and recoverable.

The Group has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (Ind AS 108). The Group is operating into following segments: - (i) Engineering Service (ES), (ii) Facility Management Services ('FMS'), (iii) Municipal Solid Waste ('MSW') (iv) Power generation ('PGT') and (v) Others which primarily includes trading of goods and operation and maintenance services etc.

... audited group segment wise revenue, results, assets and liabilities for the quarter and nine months ended December 31, 2020

(Amount in Rs. Lakhs)

Quarter ended			Nine months ended		Year ended
December 31,	September	December 31,	December 31,	December 31,	March 31,

A2Z INFRA ENGINEERING LTD.

CIN NO. L74999HR2002PLC034805

A2Z GROUP

....on POWER ing the nation™

(Amount in Rs. Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
2. Segment results [(Loss) / Profit before tax and interest from each segment]						
(a) Segment – ES	(1,702.83)	(494.23)	64.18	(2,042.66)	488.01	(2,828.10)
(b) Segment – FMS	797.09	218.28	(43.53)	972.61	292.38	599.88
(c) Segment – MSW	113.82	227.80	510.90	548.81	776.58	464.95
(d) Segment – PGP	(172.25)	(121.40)	(341.35)	(455.57)	(985.08)	(1,362.50)
(e) Segment – Others	35.66	27.08	12.47	81.43	(85.61)	(75.58)
Total	**(928.51)**	**(142.27)**	**202.67**	**(895.38)**	**486.28**	**(3,201.35)**
Less: Inter segment results	75.91	29.00	-	104.91	-	-
Net segment results	**(1,004.42)**	**(171.27)**	**202.67**	**(1,000.29)**	**486.28**	**(3,201.35)**
Add: Interest income	443.63	553.59	621.71	1,426.65	1,282.45	1,752.38
Less:						

5) Following exceptional items (net) have been recorded:

(Amount in Rs. Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
One time settlement (OTS) with banks and financial institutions	-	-	-	-	8,639.32	8,639.32

8) The Holding Company has incurred a loss for the period of Rs. 5,276.43 lakhs for Nine months ended December 31, 2020 and accumulated losses amounting Rs. 77,688.34 lakhs as at December 30, 2020 and is presently facing acute liquidity problems on account of delayed realization of trade receivables coupled with delays in commencement of commercial production at its waste to energy power generation plants. Also, one of the bank and four other parties have filed an application with the National Company Law Tribunal (NCLT) for recovery of its dues amounting to Rs. 650.00 lakhs and Rs. 756.96 lakhs respectively. The matters have not been admitted yet with the NCLT and the management is in discussion with the said lender and parties for amicably settling the matters. Further, during the previous year, because of delays in required extension of performance security, one of the customers has invoked the bank guarantee submitted by the Holding Company amounting to Rs. 6,500.00 lakhs and converted into cash security as a fixed deposit and used it as security margin for providing a limit of Letter of Credit to facilitate timely payments to vendors for ensuring early completion of the project. The Holding Company has also delayed in repayments due to certain lenders as further detailed in note 6 and 7. Conditions explained above, indicate existence of uncertainties that may cast significant doubt on the Holding Company's ability to continue as a going concern due to which the Holding Company may not be able to realise its assets and discharge its liabilities in the normal course of business. However, the management is evaluating various options and has entered into one-time settlement agreements with various lenders (as described in note 7), including interest and other related terms and conditions apart from further negotiating the terms with the remaining lenders for settlement of its existing debt obligations. Further the management is in discussions with certain customers for an immediate recovery of the amount due from them and believes that the substantial portion of such trade receivables shall be realized within the upcoming year. Management believes that the Holding Company will be able to settle its remaining debts in the due course and in view of the proposed settlement of debt obligations together with the expected increased realisation from the trade receivables, a new facility from a lender and expected start of commercial production of the biomass-based power generation plants, no adjustments are required in the consolidated financial result and accordingly, these have been prepared on a going concern basis.

9) As a result of the nationwide lockdown imposed by the Government of India due to outbreak of COVID-19 pandemic, the business operations of the Group were temporarily disrupted for most part of the previous quarter. Since then, the operations have been gradually resuming in line with the Government of India directives issued in this regard. The management has considered the possible effects that may result from the pandemic on the liquidity position, recoverability/carrying value of its trade receivables, business and other advances and investments as at December 31, 2020. The impact of COVID-19 on the Group's consolidated financial results in future may differ from that estimated as at the date of approval of these consolidated financial results.

10) During the current quarter, Greeneffect Waste Management Limited (Formerly known as A2Z Green Waste Management Limited), an associate company of A2Z Infra Engineering Limited has entered into an one time settlement agreement with a lender, in respect to which it has recognised a one time settlement gain of Rs. 2,916.29 lakhs pertaining to excess of outstanding loan liabilities against the settlement consideration paid.

11) Previous period figures have been re-grouped/reclassified wherever necessary to correspond with those of the current period's classification.

A2Z Infra Engineering Limited Gurugram

For and behalf of A2Z Infra Engineering Limited

Rajesh Jain
Whole Time Director and Chief Executive Officer
DIN: 07015027

Place: Gurugram
Date: February 13, 2021

Walker Chandiok & Co LLP
21st Floor, DLF Square
Jacaranda Marg, DLF Phase II
Gurugram – 122 002
India

T +91 124 4628099
F +91 124 4628001

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of A2Z Infra Engineering Limited

1. We were engaged to review the accompanying statement of unaudited consolidated financial results ('the Statement') of A2Z Infra Engineering Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') and its associates (refer Annexure 1 to the Statement for the list of subsidiaries and associates included in the Statement) for the quarter ended 31 December 2020 and the consolidated year to date results for the period 01 April 2020 to 31 December 2020, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.

2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.

3. We have taken into account the requirements of 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. Because of the matters described in the Basis for Disclaimer of Conclusion paragraph, however, we were not able to obtain sufficient appropriate evidence to provide a basis for our conclusion on the Statement.

   We also performed procedures in accordance with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019, issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

Walker Chandiok & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

Basis for Disclaimer of Conclusion

4. a) As stated in note 8 to the accompanying Statement, the Holding Company has incurred a net loss after tax of Rs 2,839.85 lakhs and Rs. 5,276.43 lakhs during the quarter and nine months ended 31 December 2020 respectively and as of that date, the Holding Company's accumulated losses amount to Rs. 77,688.34 lakhs, which have resulted in partial erosion of its net worth, and the current liabilities exceed current assets by Rs. 10,314.70 lakhs. Also, certain lenders have filed applications with the National Company Law Tribunal (NCLT), Debt Recovery Tribunal (DRT) and other courts for recovery of their dues as detailed in note 7 and 8. The Holding Company has also delayed in repayment of borrowings and payment of dues payable to other lenders including delays with respect to dues payable under one-time settlement agreements, as further detailed in note 7. As confirmed by the management, the Holding Company has been in discussions with the lenders regarding restructuring of these borrowings, the resolution for which is yet to be finalised. Further, the expected realisation of the amounts outstanding from certain customers, within the next 12 months, with whom the Holding Company is in discussions is uncertain in the absence of any confirmations from such customers and potential impact of COVID-19. Such events and conditions, together with the business disruption caused by COVID-19 pandemic [illegible] impact of the as[illegible]

[redacted]

ompany has not recognised interest for the quarter and [illegible] Settlement Agreements, the Holding C
[illegible] Rs. 858.40 lakhs and Rs. 2,334.42 lakhs [illegible] nine months ended 31 December 2020 aggregatio
lakhs), payable under the [illegible] respectively (accumulated interest as at 31 December 2020 being Rs. 4,920.8
[illegible] terms of the said agreements, as estimated by the management on the basis of expected re-negotiati
[illegible] confirmations / reconciliations from the Lenders and in the absence of sufficient appropriate

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

date has been fully eroded on account of losses incurred. Further, the associate company is facing liquidity constraints due to which it may not be able to meet the projections as per the approved business plans. Based upon the valuation report of an independent valuer, arbitration awarded in favor of GWML and other factors described in the aforementioned note, management has considered such balances as fully recoverable. However, in the absence of sufficient and appropriate audit evidence to support the management's assessment as above, we are unable to comment upon adjustments, if any, that may be

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

profit after tax of Rs. 703.42 lakhs and Rs. 95.49 lakhs and total comprehensive income of Rs. 703.42 lakhs and Rs. 95.49 lakhs for the quarter and nine months ended 31 December 2020 respectively, as considered in the Statement, in respect of eighteen associates, whose interim financial information have not been reviewed by us. This interim financial information has been reviewed by other auditors and branch auditors whose review reports have been furnished to us by the management. This report, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Further, all such branches referred ab[illegible] are located out[illegible]

[illegible] standards as [illegible] necified in Annexure 2 to the Statement. The Holding Company's management has [illegible] converted the financial [illegible] branches from accounting [illegible] ples generally accepted in [illegible] respective countries to accounting princip[illegible] [illegible] reviewed these [illegible]

[illegible] The Statement includes th[illegible] interim financial information of one branch, which has not been reviewed or [illegible] auditors, and whose interim financial information reflects total revenues of Rs. Nil and [illegible] Rs. Nil, total Pre-loss and [illegible] tax of Rs. Nil and Rs. 243.45 lakhs, total comprehensive loss of Rs. Nil lakhs [illegible]

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

Annexure 1

List of entities included in the Statement

S. No.	Name	Relation
1	A2Z Infraservices Limited	Subsidiary
2	A2Z Powercom Limited	Subsidiary
3	Rishikesh Waste Management Limited (formerly known as A2Z Powertech Limited)	Subsidiary
4	Mansi Bijlee & Rice Mills Limited	Subsidiary
5	Magic Genie Services Limited	Subsidiary
6	Chavan Rishi International Limited	Subsidiary
7	A2Z Maintenance & Engineering Services Limited and Satya Builders (Association of person)	Subsidiary
8	A2Z Infraservices Lanka Private Limited	Subsidiary
9	Ecogreen Envirotech Solutions Limited (formerly known as A2Z Waste Management (Loni) Limited)	Subsidiary
10	A2Z Waste Management (Aligarh) Limited	Subsidiary with effect from 16 July 2019
11	A2Z Waste Management (Ludhiana) Limited	Subsidiary with effect from 16 July 2019
12	Magic Genie Smartech Solutions Limited	Subsidiary with effect from 16 July 2019
13	Greeneffect Waste Management Limited (formerly known as A2Z Green Waste Management Limited)	Associate
14	A2Z Waste Management (Nainital) Private Limited	Associate
15	A2Z Waste Management (Moradabad) Limited	Associate
16	A2Z Waste Management (Meerut) Limited	Associate
17	A2Z Waste Management (Varanasi) Limited	Associate
18	A2Z Waste Management (Jaunpur) Limited	Associate
19	A2Z Waste Management (Badaun) Limited	Associate
20	A2Z Waste Management (Sambhal) Limited	Associate
21	A2Z Waste Management (Mirzapur) Limited	Associate
22	A2Z Waste Management (Balia) Limited	Associate
23	A2Z Waste Management (Fatehpur) Limited	Associate
24	A2Z Waste Management (Ranchi) Limited	Associate
25	A2Z Waste Management	

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

Annexure 2

S. No	Name	Country of Operations	Name of auditing standard
1	A2Z Infra Engineering Limited (Tanzania Branch)	Tanzania	International Standards on Review Engagements (ISRE) 2410
2	A2Z Infra Engineering Limited (Nepal Branch)	Nepal	International Standards on Review Engagements (ISRE) 2410
3	A2Z Infra Engineering Limited (Uganda Branch)	Uganda	International Standards on Review Engagements (ISRE) 2410