

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

10th November 2023

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 10, 2023, considered and approved the following matters:

Unaudited Financial Results for the quarter and half year ended 30th September 2023

The Board of Directors approved the Unaudited Financial Results for the quarter and half year ended **30th September 2023**. 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 P.D.SARANG, Chartered Accountants, Statutory Auditors, for the quarter and half year ended 30th September 2023.

The Board Meeting commenced at 01.45 P.M. and concluded at 02:30 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

Independent Auditor's Review Report on the Unaudited Financial Results of EARNEST CONSTRUCTIONS PVT LTD for the half year ended 30th September 2023 pursuant to the Regulation 52 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors
EARNEST CONSTRUCTIONS PVT LTD
Bangalore

1. We have reviewed the accompanying Statement of Unaudited Financial results of **EARNEST CONSTRUCTIONS PVT LTD** ("the Company") for the half year ended **30th September 2023** ("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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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. 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. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. Accordingly, we do not express an audit opinion.
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 the Listing Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement

5. Other matters

- a) The financial results have been prepared in accordance with the requirements of Regulation 52 of the SEBI (listing Obligations & Disclosure Requirement) Regulations, 2015 as amended and in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

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

For P D Sarang & Associates
Chartered Accountants
Firm Reg No.013423S



P D Sarang
Proprietor
Membership No. 127268

Date:10-11-2023
Place: Bangalore
UDIN: 23127268BGXBBO1478

EARNEST CONSTRUCTIONS PRIVATE LIMITED Corporate Identity Number (CIN) U45200KA2011PTC059905 Regd.Office:No.2/4, LANGFORD GARDEN ROAD, RICHMOD TOWN, BANGALORE - 560 025 Statement Of Unaudited Financial Results For The Period Ended September 30, 2023							
1.Statement of financial results							(Rs. in Lakhs)
Sr. No	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30th September 2023	30th June 2023	30th September 2022	30th September 2023	30th September 2022	31st March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	INCOME						
	(a) Revenue from Operations	-	-	NA	-	NA	-
	(b) Other Income	0.67	0.02	NA	0.69	NA	1.29
	Total Income	0.67	0.02	-	0.69	-	1.29
2	EXPENSES						
	a)Operative Expenses	-	-	NA	-	NA	-
	b)Administrative Expenses	7.34	23.25	NA	30.66	NA	45.20
	c)Selling & Distribution Expenses	-	-	-	-	-	-
	d)Financial Expenses	0.39	30.27	NA	30.59	NA	0.04
	e)Pre Operative Expenses W/o	-	-	NA	-	NA	-
	f)Depreciation and Amortization Expense	-	-	NA	-	NA	-
	Total Expenses	7.73	53.52	-	61.25	-	45.24
	Less: Transferred to WIP	-	-	NA	-	NA	-
3	Profit Before Tax (1-2)	(7.06)	(53.50)	-	(60.56)	-	(43.95)
4	Tax Expense:						
	(i) Current tax charges/(credit)	-	-	-	-	-	-
	(ii) Deferred tax charges/(credit)	-	-	-	-	-	-
5	Net Profit/(loss) for the Period (3-4)	(7.06)	(53.50)	-	(60.56)	-	(43.95)
6	Other Comprehensive Income						
	i) Item that will not be reclassified to P	-	-	-	-	-	-
	ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-	-	-
	Total	(7.06)	(53.50)	-	(60.56)	-	(43.95)
7	Total Comprehensive Income for the Period (Comprising Net Profit for the period and other Comprehensive	(7.06)	(53.50)	-	(60.56)	-	(43.95)
8	Earnings per share (EPS)- (In Rs.) (not annualised,face value Rs.10)						
	Basic	(17.66)	(133.75)	-	(151.41)	-	(109.87)
	Diluted	(17.66)	(133.75)	-	(151.41)	-	(109.87)
9	Paid-Up Equity Share Capital (Face Value Per Shares -Rs.10)	4.00	4.00	-	4.00	-	4.00
10	Paid up debt capital	34,387.81	32,199.87	-	34,387.81	-	19,198.27
11	Other Equity	(143.68)	(136.62)	-	(143.68)	-	(83.11)
12	Netwoth	(139.70)	(132.62)	-	(139.70)	-	(79.11)
13	Capital Redemption reserve (CRR)						
14	Debenture redemption reserve (DRR)	-	-	-	-	-	-
15	Ratios						
	a) Debt equity ratio	(232.31)	(242.34)	-	(232.31)	-	(240.80)
	b) Debt service coverage ratio (DSCR)	(0.00)	(0.38)	-	(0.02)	-	(0.03)
	c) Interest service coverage ratio (ISCR)	(0.00)	(0.38)	-	(0.02)	-	(0.30)
	d) Capital Redemption Reserve / Debenture Redemption Reserve	-	-	-	-	-	-
	e) Current ratio	17.13	516.22	-	17.13	-	148.71
	f) long term debt to working capital	1.00	1.00	-	1.00	-	1.00
	g) Bad debts to account receivable ratio	-	-	-	-	-	-
	h) Current liability ratio	0.06	0.00	-	0.06	-	0.01
	i) Total debts to total assets	0.95	1.00	-	0.95	-	1.00
	j) Debtors turnover	-	-	-	-	-	-
	k) Inventory turnover	-	-	-	-	-	-
	l) Operating margin %	-	-	-	-	-	-
	m) Net Profit margin %	(1,059.95)	(2,72,388.72)	-	(8,829.54)	-	(3,394.78)

EARNEST CONSTRUCTIONS PVT LTD

U45200KA2011PTC059905

No. 2/4, Langford Garden, Richmond Town Bengaluru-560025

UNAUDITED BALANCE SHEET FOR THE PERIOD 30TH SEPTEMBER, 2023

(Un Audited)
(Amount in Lakhs)

(Audited)
(Amount in Lakhs)

Particulars	Note No	For the Period 30th September 2023	For the Period 31st March 2023
I. EQUITY AND LIABILITIES			
<u>(1) Shareholder's Funds</u>			
(a) Share Capital	II	4.00	4.00
(b) Reserves and Surplus	III	(143.68)	(83.11)
(c) Money received against share warrants		-	-
<u>(2) Share Application money pending allotment</u>		-	-
<u>(3) Non-Current Liabilities</u>			
(a) Long-Term Borrowings	III	32,448.02	19,050.74
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
<u>(4) Current Liabilities</u>			
(a) Short-Term Borrowings		-	-
(b) Trade Payables		-	-
(c) Other Current Liabilities	IV	2,001.14	125.22
(d) Short-Term Provisions	V	1.70	3.22
Total Equity & Liabilities		34,311.18	19,100.06
II.ASSETS			
<u>(1) Non-Current Assets</u>			
<u>(a) Fixed Assets</u>			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances		-	-
(e) Other non-current assets	VI	3.53	3.53
<u>(2) Current Assets</u>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	VII	2.73	5.07
(e) Short-term loans and advances	VIII	111.68	306.16
(f) Other current assets	IX	34,193.25	18,785.30
Total Assets		34,311.18	19,100.06

EARNEST CONSTRUCTIONS PVT LTD

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No. 2/4, Langford Garden, Richmond Town Bengaluru-560025

Unaudited Cash Flow Statement for the period ended September 30, 2023

		(Un Audited) (Amount in Lakhs)	(Audited) (Amount in Lakhs)
PARTICULARS	30th September 2023	31st March 2023	
A. Cash Flow From Operating Activities			
Net Profit Before Tax and extraordinary items	(60.56)	(43.95)	
Adjustments For :			
Depreciation / Amortisation	-	-	
(Profit) / Loss on sale of investments	-	-	
(Profit) / Loss on sale of fixed assets	-	-	
Interest Paid	-	-	
	-	-	
Cash Operating Profit before working capital changes	(60.56)	(43.95)	
Adjustments For :			
Increase/(Decrease) in Short Term Borrowings	-	-	
Increase/(Decrease) in Trade Payables	-	(0.83)	
Increase/(Decrease) in Short Term Provisions	(1.52)	(15.59)	
Increase/(Decrease) in Other Non Current Assets	(15,407.95)	-	
(Increase) /Decrease in Other Current Liabilities	1,875.92	-	
(Increase) /Decrease in Short term Loans and Advances	194.49	(74.88)	
	(13,339.07)	(91.31)	
Cash Generated from Operating Activities	(13,399.63)	(135.26)	
Interest Paid	-	-	
Direct Taxes Paid	-	-	
Net Cash From Operating Activities	(13,399.63)	(135.26)	
B. Cash Flow From Investing Activities			
Purchase of Fixed Assets	-	-	
Investment in Long Term Loans, advances and Deposits	-	(2,209.85)	
Sale of Fixed Assets	-	-	
Purchase of Investments	-	-	
Sale of Investments	-	-	
Interest Received	-	-	
Dividend Received	-	-	
Net Cash Used In Investing Activities	-	(2,209.85)	
C. Cash Flow From Financing Activities			
Warrants			
Proceeds from Borrowings	13,397.29	2,243.87	
Proceeds from securities premium	-	-	
Equity Share Capital	-	-	
Dividend Paid (Including tax on dividend)	-	-	
Net Cash from Financing Activities	13,397.29	2,243.87	
Net Change in cash and cash equivalents (A+B+C)	(2.34)	(101.24)	
Net cash and cash equivalent at the beginning of the year	5.07	106.31	
Net cash and cash equivalent at the closing of the year	2.73	5.07	

ISIN	Private Issue	Placement/	Public	Secured/ Unsecured	Sanctioned Amount
INE0HC107011	Private Placement - Debt listed	Yes	No	Yes	3,20,00,00,000

Column A	Column B	Column C i	Column D ⁱⁱ	Column E ⁱⁱⁱ	Column F ^{iv}	Column G ^v	Column H ^{vi}	Column I ^{vii}	Column J ^{viii}	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusi ve Charge	Exclusi ve Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Eliminati on (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certifica te being issued	Other Secure d Debt	Debt for which this certifica te being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excludin g items covered in column F)		debt amount considere d more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets ^{viii}	Carrying value/book value for pari passu charge asset where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=K+L+M+N)
													Relating to Column F	
		Book Value	Book Value	Yes/ No	Book Value	Book Value								
ASSETS														
Property, Plant and Equipment	Immovable Property			Yes	1,19,13,44,992							13,10,08,76,436		14,29,22,21,428
Capital Work-in-Progress														
Right of Use Assets														
Goodwill														
Intangible Assets														
Intangible Assets under Development														
Investment s														

Loans														
Inventories														
Trade Receivable s														
Cash and Cash Equivalents														
Bank Balances other than Cash and Cash Equivalents														
Others														
Total					1,19,13,44,992							13,10,08,76,436		14,29,22,21,428
LIABILITIE S														
Debt securities to which this certificate pertains	Secured Listed Debentures				3,20,00,00,000									
Other debt sharing pari-passu charge with above debt	Secured, unlisted redeemable Non-Convertible Debentures				1,60,00,00,000									
Other Debt		not to be filled												
Subordinat ed debt														
Borrowings														
Bank														
Debt Securities														
Others														
Trade payables														
Lease Liabilities														
Provisions														
Others														
Total					4,80,00,00,000							-		-
Cover on Book Value					37%									
Cover on Market Value ^{ix}					273%									
		Exclusiv e Security Cover Ratio			Pari-Passu Security Cover Ratio									

*The Assets shown above are inclusive of Assets of Group Companies which is also provided as security for NCDs raised by Akarsha Realty Private Limited, amounting to 160 Crores

We have examined the compliances made by the listed entity in respect of the all the covenants/terms of the issue of the listed debt securities (NCD's) and certify that the company has complied with all the covenants/terms of the issue by the listed entity

For P D SARANG & ASSOCIATES
Chartered Accountant
Firm Reg No: 0134235

P D SARANG
Digitally signed by P D SARANG
Date: 2023.10.15 15:51:56 +05'30'

P D Sarang
Proprietor
Membership Number: 127268
Place: Bangalore
Date: 10-11-2023
UDIN:23127268BGXBBN8157

EARNEST CONSTRUCTIONS PRIVATE LIMITED
CIN: U45200KA2011PTC059905
Registered Office: 2/4, Langford Garden, Richmond Town Bengaluru 560025
Ph: 08041343400 Email: CONTROL@adarshdevelopers.com

November 10, 2023

To,
The Listing Department
BSE Limited
P.J. Towers, Dalal Street,
Mumbai- 400001

Scrip Code: 974942

Dear Sir/Madam,

Sub: Statement of utilisation of funds raised through Private Placement of Non-Convertible Debentures ("NCDs")

Pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that during the quarter and half year ended 30th September 2023, there is no deviation or variation in the utilisation of proceeds of the Private Placement of Non-Convertible Debentures ("NCDs") from the objects stated in the Debenture Trust Deed.

The same is being uploaded on the BSE listing centre.

Kindly take the above information on your records.

Thanking You,

For Earnest Constructions Private Limited

B M Jayeshankar
Director
DIN: 00745118

EARNEST CONSTRUCTIONS PRIVATE LIMITED
CIN: U45200KA2011PTC059905
Registered Office: 2/4, Langford Garden, Richmond Town Bengaluru 560025
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A. STATEMENT OF UTILIZATION OF ISSUE PROCEEDS:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
Earnest Constructions Private Limited	INE0HCI07011	Private Placement	Non – Convertible Debentures	27/06/2023	320 Crore	320 Crore	No	-	-

EARNEST CONSTRUCTIONS PRIVATE LIMITED
CIN: U45200KA2011PTC059905
Registered Office: 2/4, Langford Garden, Richmond Town Bengaluru 560025
Ph: 08041343400 Email: CONTROL@adarshdevelopers.com

B. STATEMENT OF DEVIATION/ VARIATION IN THE USE OF ISSUE PROCEEDS:

Particulars	Remarks
Name of listed entity	Earnest Constructions Private Limited
Mode of fund raising	Private Placement
Type of instrument	Non-Convertible Debentures
Date of raising funds	27/06/2023
Amount raised	320 Crore
Report filed for quarter ended	September 30, 2023
Is there a deviation/ variation in use of funds raised?	No
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	No
If yes, details of the approval so required?	No
Date of approval	NA
Explanation for the deviation/ variation	Nil

CIN: U45200KA2011PTC059905

Langford Garden, Richmond Town

Ph:08041343400 Email: CONTROL@adarshdevelopers.com

Comments of the audit committee after review			NA			
Comments of the auditors, if any			NA			
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:			NA			
Original object	Modified object, if any	Original allocation (in Crore)	Modified allocation, if any	Funds utilised (In Crore)	Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any
Nil						
Deviation could mean: a. Deviation in the objects or purposes for which the funds have been raised. b. Deviation in the amount of funds actually utilized as against what was originally disclosed.						
Name of signatory: B M Jayeshankar Designation: Director Date: 10/11/2023						