

IL&FS Construction reports ₹34.4-crore profit for December 2018 quarter

OUR BUREAU

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After a year-long wait, IL&FS Construction and Engineering has disclosed its December 2018-ended quarter results.

The company has reported profits of ₹34.4 crore, a huge rise when compared to ₹32 lakh in profits it posted in the December 2017-ended quarter.

Revenues came in at ₹300 crore — a 34.7 per cent dip as against ₹459.5 crore posted in the December 2017-ended quarter.

The above numbers are standalone results as IL&FS has committed a massive fraud and is under investigation by the government. These numbers have been reviewed by the audit committee and approved

by the Board of Directors, headed by banker Uday Kotak.

As on December 2018, IL&FS has provisioned exceptional items amounting to ₹1,640 crore.

The numbers also revealed that based on reports by external valuers, IL&FS has recognised an impairment (accounting terminology for permanent reduction in a company's asset) of ₹259.67 crore towards diminished value of a pass through certificate (PTC). This PTC was issued a decade or so back when IL&FS as a part of the debt restructuring programme had to dispose certain underlying investments held along with liabilities of Maytas, an entity in the centre of Satyam scam in 2008.