## INDEPENDENT AUDITOR'S REPORT

### To the Members of H.G. RAIPUR VISAKHAPATNAM OD-5 PRIVATE LIMITED

### Report on the audit of the Ind AS Financial Statements

### Opinion

We have audited the Ind AS Financial Statements **H.G. RAIPUR VISAKHAPATNAM OD-5 PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Ind AS Financial Statements, including a summary of material accounting policy information and other explanatory information for the year ended on that date.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards(Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024 and its profits, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Ind AS Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Information other than the Ind AS Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.


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**Responsibility of Management and Those Charged with Governance for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Ind AS Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with Standards on Auditing ("SAs") will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of


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accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in:

(i) planning the scope of our audit work and in evaluating the results of our work; and
(ii) to evaluate the effect of any identified misstatements in the Ind AS Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in Para 2(g)(vi) of "Report on Other Legal and Regulatory Requirements" section of our report.

   c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.

GIANENDER & ASSOCIATES ★ NEW DELHI ★ Chartered Accountants


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e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to Ind AS Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" which expresses an unmodified opinion.

g) With respect to the Other Matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has no pending litigation which would impact its financial position;

ii. The Company does not envisage any material foreseeable losses in long-term contracts including derivative contract requiring provision;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv.

a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used TALLY PRIME as the accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility. However, the same was enabled on 17th May 2023 and has operated up to the year ended 31st March 2024, for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

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Further, as proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from 1st April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended 31st March, 2024.

3. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended; In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid the managerial remuneration during the year.

**For Gianender & Associates**
**Chartered Accountants**
**(Firm 's Registration No. 004661N)**




**Manju Agrawal**
**(Partner)**
**M No. 083878**

**UDIN: 24083878BKHLIX6277**
**Date: 3rd May 2024**
**Place: New Delhi**


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**Annexure 'A' to the Independent Auditor's Report of H.G. RAIPUR VISAKHAPATNAM OD-5 PRIVATE LIMITED for the Year ended as on 31st March, 2024**

**Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date: -**

**To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:**

i. In respect of the Company's Property, Plant and Equipment, Right-of-use Assets and Intangible Assets:

a) (A) The Company does not have any Property, Plant and Equipment's. Hence, reporting under paragraph 3(i)(a)(A) of the Order is not applicable to the Company.

(B) The Company does not have any Intangible Assets. Hence, reporting under paragraph 3(i)(a)(B) of the Order is not applicable to the Company.

b) The requirement for physical verification doesn't arise as the Company does not have any Property, Plant and Equipment's. Hence, reporting under paragraph 3(i)(b) of the Order is not applicable to the Company.

c) The Company has no immovable properties other than properties where the Company is the lessee. Hence, reporting under paragraph 3(i)(c) of the Order is not applicable to the Company.

d) The requirement for revaluation doesn't arise as the Company does not have any Property, Plant and Equipment's & Intangible Assets. Hence, reporting under paragraph 3(i)(d) of the Order is not applicable to the Company.

e) There are no proceedings which have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Hence, reporting under paragraph 3(i)(e) of the Order is not applicable to the Company.

ii. a) The Company is engaged in the business of infrastructure development, operations and its maintenance and there is no inventory in hand at any point in time. Hence, reporting under paragraph 3(ii)(a) of the Order is not applicable to the Company.

b) The Company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Hence, reporting under paragraph 3(ii) (b) of the Order is not applicable to the Company.

iii. The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Hence, reporting under paragraph 3(iii) of the Order is not applicable to the Company.

iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Hence, reporting under paragraph 3(iv) of the Order is not applicable to the Company.

v. The Company has not accepted deposits or amounts which are deemed to be deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76


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or any other relevant provisions of the Companies Act and the rules framed there under. Hence, reporting under paragraph 3(v) of the Order is not applicable to the Company.

vi. We have broadly reviewed the cost records maintained by the Company prescribed by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company and we are of the opinion that prima-facie the prescribed records have been maintained. We have, however, not made a detailed examination of the cost records with the view to determine whether they are accurate or complete.

vii. In respect of statutory dues:

a) The Company has been generally regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. As on 31st March, 2024, there are no undisputed statutory dues payables for period exceeding for a period more than six month from the date they become payable.

b) There are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. In respect to the borrowings:

a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

c) The Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

d) On an overall examination of the Ind AS Financial Statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.

e) On an overall examination of the Ind AS Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x. a) The Company has not raised the money by way of initial public offer/ further public offer (including debt instruments) during the year.

b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence, reporting under paragraph 3(x)(b) of the Order is not applicable to the Company.


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xi. a) According to the information and explanations given to us by the management which have been relied by us, there were no frauds on or by the Company noticed or reported during the period under audit.

b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

xii. The Company is not a Nidhi Company. Hence, reporting under paragraph 3(xii) of the Order is not applicable to the Company.

xiii. All transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.

xiv. a) In our opinion and based on our examination, the Company has an adequate internal audit system commensurate with the size and nature of its business.

b) We have considered the internal audit reports of the Company issued till date, for the period under audit, in determining the nature, timing and extent of our audit procedures.

xv. The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 is not applicable to the Company.

xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Hence, reporting under paragraph 3(xvi) (a) of the Order is not applicable to the Company.

b) The Company has not conducted any Non-Banking Financial or Housing Finance activities. Hence, reporting under paragraph 3(xvi) (b) of the Order is not applicable to the Company.

c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence, reporting under paragraph 3(xvi)(c) of the Order is not applicable to the Company.

d) The Group does not have more than one CIC as a part of its Group. Hence, the provisions stated in paragraph 3(xvi)(d) of the Order is not applicable to the Company.

xvii. The Company has not incurred any cash losses in the current financial year and in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year and accordingly reporting under this clause is not applicable.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Ind AS Financial Statements and further strengthened by financial support assurance provided by the Parent Company to meet its liabilities as and when they fall due and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of


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Balance Sheet as and when they fall due within a period of one year from the Balance Sheet date.

We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. In respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.

xxi. Paragraph 3(xxi) of the Order is not applicable to the Company as the Ind Financial Statements under reporting are not consolidated Ind AS Financial Statements.

**For Gianender & Associates**
**Chartered Accountants**
**(Firm 's Registration No. 004661N)**

GIANENDER & ASSOCIATES Chartered Accountants NEW DELHI

**Manju Agrawal**
**(Partner)**
**M No. 083878**

**UDIN: 24083878BKHLIX6277**
**Date: 3rd May 2024**
**Place: New Delhi**


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## ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT
**(Referred to in our Report of even date)**

### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to Ind AS Financial Statements of **H.G. RAIPUR VISAKHAPATNAM OD-5 PRIVATE LIMITED** ("the Company") as of 31st March, 2024 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to Ind AS Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to Ind AS Financial Statements issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Ind AS Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Ind AS Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Ind AS Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Ind AS Financial Statements included obtaining an understanding of internal financial controls with reference to Ind AS Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to Ind AS Financial Statements.

### Meaning of Internal Financial Controls with reference to Ind AS Financial Statements

A Company's internal financial control with reference to Ind AS Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial


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reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to Ind AS Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind AS Financial Statements.

**Inherent Limitations of Internal Financial Controls with reference to Ind AS Financial Statements**

Because of the inherent limitations of internal financial controls with reference to Ind AS Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Ind AS Financial Statements to future periods are subject to the risk that the internal financial control with reference to Ind AS Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Ind AS Financial Statements and such internal financial controls with reference to Ind AS Financial Statements were operating effectively as at 31st March, 2024, based on the internal control with reference to Ind AS Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls With reference to Ind AS Financial Statements issued by the Institute of Chartered Accountants of India.

**For Gianender & Associates**
**Chartered Accountants**
**(Firm 's Registration No. 004661N)**




**Manju Agrawal**
**(Partner)**
**M No. 083878**

**UDIN: 24083878BKHLIX6277**
**Date: 3rd May 2024**
**Place: New Delhi**


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# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## BALANCE SHEET as at 31-Mar-2024

(Currency: Indian Rupees in Million)

| Particulars | Notes | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-Current Assets** | | | |
| Other Non-Current Financial Assets | 3 | 4,386.61 | 1,900.70 |
| Non-Current Tax Assets (Net) | 4 | 10.82 | 28.79 |
| | | 4,397.43 | 1,929.49 |
| **Current Assets** | | | |
| Financial Assets | | | |
| (i) Trade Receivable | 6 | 68.40 | 35.00 |
| (ii) Cash and Cash Equivalents | 7 | 41.15 | 1.22 |
| (iii) Other Financial Assets | 3 | 301.15 | 500.16 |
| Contract Assets | 8 | 157.52 | - |
| Other Current Assets | 5 | 1,034.38 | 1,642.37 |
| | | 1,602.60 | 2,178.75 |
| **Total Assets** | | **6,000.03** | **4,108.24** |
| | | | |
| **EQUITY AND LIABILITIES** | | | |
| **EQUITY** | | | |
| Equity Share Capital | 9 | 6.76 | 6.76 |
| Instruments Entirely Equity in Nature | 10 | 1,027.72 | 772.72 |
| Other Equity | 11 | 877.26 | 628.47 |
| | | 1,911.74 | 1,407.95 |
| **LIABILITIES** | | | |
| **Non-Current Liabilities** | | | |
| Financial Liabilities | | | |
| (i) Borrowings | 12 | 3,130.80 | 1,391.08 |
| Deferred Tax Liabilities (Net) | 15 | 93.33 | 20.42 |
| | | 3,224.13 | 1,411.50 |
| **Current Liabilities** | | | |
| Financial Liabilities | | | |
| (i) Borrowings | 12 | 373.03 | 932.56 |
| (ii) Trade Payables | 13 | | |
| (a) Total outstanding dues of MSME | | - | - |
| (a) Total outstanding dues other than (ii)(a) above | | 440.89 | 337.97 |
| (iii) Other Financial Liabilities | 14 | 2.79 | 2.49 |
| Contract Liabilities | 16 | 23.79 | - |
| Other Current Liabilities | 17 | 23.66 | 15.77 |
| | | 864.16 | 1,288.79 |
| **Total Equity and Liabilities** | | **6,000.03** | **4,108.24** |

The notes referred above are an integral part of these financial statements

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur

# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## STATEMENT OF PROFIT AND LOSS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

| Particulars | 3M Mar-2024 | 3M Dec-2023 | 3M Mar-2023 | FY 2023-24 | FY 2022-23 |
|---|---|---|---|---|---|
| **INCOME** | | | | | |
| Revenue from Operations | 1,639.31 | 937.04 | 2,286.01 | 4,590.79 | 4,685.76 |
| Other Income | 0.15 | 0.86 | - | 1.01 | - |
| **Total Income** | **1,639.46** | **937.90** | **2,286.01** | **4,591.80** | **4,685.76** |
| | | | | | |
| **EXPENSES** | | | | | |
| Civil Construction Costs | 1,460.63 | 770.87 | 2,205.05 | 3,981.06 | 4,524.19 |
| Employee Benefits Expenses | 0.75 | 0.75 | - | 2.69 | - |
| Finance Costs | 68.55 | 71.07 | 36.91 | 252.89 | 60.78 |
| Other Expenses | 5.59 | 6.74 | 4.02 | 22.50 | 15.94 |
| **Total Expenses** | **1,535.52** | **849.43** | **2,245.98** | **4,259.14** | **4,600.91** |
| **Profit Before Tax** | **103.94** | **88.47** | **40.03** | **332.66** | **84.85** |
| **Tax Expenses** | | | | | |
| Current Tax | 3.53 | 2.43 | 0.78 | 10.97 | 0.78 |
| Deferred Tax | 22.63 | 19.83 | 9.30 | 72.91 | 20.58 |
| | 26.16 | 22.26 | 10.08 | 83.88 | 21.36 |
| **Profit for the period** | **77.78** | 66.21 | 29.95 | 248.78 | 63.49 |
| Other Comprehensive Income (Net of Tax) | - | - | - | - | - |
| **Total Comprehensive Income for the period** | **77.78** | **66.21** | **29.95** | **248.78** | **63.49** |
| | | | | | |
| **Earnings Per Share*** | | | | | |
| (Nominal Value of Share Rs.10 Each) | | | | | |
| Basic (Rs.) | 115.06 | 97.94 | 44.72 | 368.02 | 95.34 |
| Diluted (Rs.) | 0.79 | 0.69 | 0.45 | 2.75 | 1.01 |

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur

# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## STATEMENT OF PROFIT AND LOSS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

| Particulars | Notes | FY 2023-24 | FY 2022-23 |
|---|---|---|---|
| **INCOME** | | | |
| Revenue from Operations | 18 | 4,590.79 | 4,685.76 |
| Other Income | 19 | 1.01 | - |
| **Total Income** | | **4,591.80** | **4,685.76** |
| | | | |
| **EXPENSES** | | | |
| Civil Construction Costs | 20 | 3,981.06 | 4,524.19 |
| Employee Benefits Expenses | 21 | 2.69 | - |
| Finance Costs | 22 | 252.89 | 60.78 |
| Other Expenses | 23 | 22.50 | 15.94 |
| **Total Expenses** | | **4,259.14** | **4,600.91** |
| **Profit Before Tax** | | **332.66** | **84.85** |
| **Tax Expenses** | 24 | | |
| Current Tax | | 10.97 | 0.78 |
| Deferred Tax | | 72.91 | 20.58 |
| | | 83.88 | 21.36 |
| **Profit for the period** | | **248.78** | **63.49** |
| Other Comprehensive Income for the period (Net of Tax) | | - | - |
| **Total Comprehensive Income for the period** | | **248.78** | **63.49** |
| | | | |
| **Earnings Per Share** | 32 | | |
| (Nominal Value of Share Rs.10 Each) | | | |
| Basic (Rs.) | | 368.02 | 95.34 |
| Diluted (Rs.) | | 2.75 | 1.01 |

The notes referred above are an integral part of these financial statements

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur

# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## STATEMENT OF CASH FLOWS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| **Cash Flows from Operating Activities** | | |
| Profit before tax | 332.66 | 84.85 |
| Adjustment for: | | |
| Interest income | (1.01) | - |
| Finance costs | 252.89 | 60.78 |
| | 584.54 | 145.63 |
| Working Capital Adjustments: | | |
| (Increase)/Decrease in other non-current financial assets | (2,485.91) | (1,900.70) |
| (Increase)/Decrease in other non-current assets | - | 42.08 |
| (Increase)/Decrease in other current financial assets | 199.01 | (500.16) |
| (Increase)/Decrease in other current assets | 596.62 | (1,645.78) |
| (Increase)/Decrease in trade receivable | (33.40) | (35.00) |
| (Increase)/Decrease in contract assets | (157.52) | 0.50 |
| Increase/(Decrease) in trade payables | 102.93 | 337.97 |
| Increase/(Decrease) in other current financial liabilities | 0.30 | (17.34) |
| Increase/(Decrease) in contract liabilities | 23.79 | - |
| Increase/(Decrease) in other current liabilities | 7.89 | 15.74 |
| **Cash Generated from Operating Activities** | **(1,161.75)** | **(3,557.06)** |
| Income tax paid (net) | 7.00 | (29.57) |
| **Net Cash Generated from/ (used in) Operating Activities (A)** | **(1,154.75)** | **(3,586.63)** |
| | | |
| **Cash Flow from Investing Activities** | | |
| Interest received | 1.01 | - |
| **Net Cash Generated from/ (used in) Investing Activities (B)** | **1.01** | **-** |
| | | |
| **Cash Flow from Financing Activities** | | |
| Finance Cost | (251.87) | (60.62) |
| Proceeds from issue of share capital | - | 5.26 |
| Proceeds from securities premium | - | 565.45 |
| Proceeds from subordinate debts | 255.00 | 744.41 |
| Proceeds from long term borrowings | 1,750.07 | 1,400.03 |
| Proceeds from short term borrowings | (0.00) | 1,492.10 |
| (Repayment) of short term borrowings | (559.53) | (559.54) |
| **Net Cash Generated from/ (used in) Financing Activities (C)** | **1,193.67** | **3,587.09** |
| | | |
| **Net Increase in Cash and Cash Equivalents (A+B+C)** | **39.93** | 0.46 |
| Opening Balance Cash and Cash Equivalents | 1.22 | 0.76 |
| **Balance Cash and Cash Equivalents at period end** | **41.15** | **1.22** |

Notes:

1. The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in Indian Accounting Standard (Ind AS-7) 'Statement of Cash Flows'

2. Cash and Cash Equivalents Comprises of:

| | | |
|---|---|---|
| Cash in hands | - | - |
| Balance with Banks: | | |
| - Current Accounts | 10.09 | 0.63 |
| - Escrow Accounts | 31.06 | 0.59 |
| Cash and Cash Equivalents | 41.15 | 1.22 |

H.G. RAIPUR VISAKHAPATNAM OD-5 PVT. LTD. RAJASTHAN

GIANENDER & ASSOCIATES NEW DELHI Chartered Accountants

| | | |
|---|---|---|
| Cash and Cash Equivalents in Statement of Cash Flow | 41.15 | 1.22 |

**Reconciliation of Cash Flows from Financial Activities (Ind AS-7)**

| Particulars | Borrowings | Subordinate Debt | Interest Payable | Total |
|---|---|---|---|---|
| **Opening balance as on 01-Apr-2022** | - | 28.31 | - | **28.31** |
| Finance cost during the period | - | - | 60.78 | **60.78** |
| **Cash flows** | | | | |
| Received | 2,892.13 | 744.41 | - | **3,636.54** |
| Repayment | (559.54) | - | - | **(559.54)** |
| Finance cost paid | - | - | (60.62) | **(60.62)** |
| **Non cash items** | | | | |
| Non cash adjustments | (8.95) | - | (0.16) | **(9.11)** |
| **Closing Balance as on 31-Mar-2023** | **2,323.64** | **772.72** | **-** | **3,096.36** |
| | | | | |
| **Opening balance as on 01-Apr-2023** | 2,323.64 | 772.72 | - | **3,096.36** |
| Finance cost during the period | - | - | 252.89 | **252.89** |
| **Cash flows** | | | | |
| Received | 1,750.07 | 255.00 | - | **2,005.07** |
| Repayment | (559.53) | - | - | **(559.53)** |
| Finance cost paid | - | - | (251.87) | **(251.87)** |
| **Non cash items** | | | | |
| Non cash adjustments | (10.35) | - | (1.02) | **(11.37)** |
| **Closing Balance as on 31-Mar-2024** | **3,503.83** | **1,027.72** | **-** | **4,531.55** |

The notes referred above are an integral part of these financial statements.

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur

# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## STATEMENT OF CHANGES IN EQUITY

(Currency: Indian Rupees in Million)

### A Equity Share Capital

| Particulars | No. of shares | As at 31-Mar-2024 | No. of Shares | As at 31-Mar-2023 |
|---|---|---|---|---|
| **Balance at the beginning of the reporting period** | 6,76,000 | 6.76 | 1,50,000 | 1.50 |
| Changes in equity share capital due to prior period errors | - | - | - | - |
| **Restated balance at the beginning of the reporting period** | **6,76,000** | **6.76** | **1,50,000** | **1.50** |
| Changes in equity share capital during the period | - | - | 5,26,000 | 5.26 |
| **Balance at the end of the reporting period** | **6,76,000** | **6.76** | **6,76,000** | **6.76** |

### B Instrument Entirely Equity in Nature

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Unsecured loan from promoter*** | | |
| Opening balance | 772.72 | 28.31 |
| Add: Addition during the year | 255.00 | 744.41 |
| **Total Instrument** | **1,027.72** | **772.72** |

* Unsecured loan is optionally convertible into fixed number of equity shares of Rs.10 each on term of the issuer. (Refer note 40(e))

### C Other Equity

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Retained Earnings** | | |
| Balance at the beginning of the reporting period | 63.03 | (0.47) |
| Changes in accounting policy or prior period errors | - | - |
| **Restated balance at the beginning of the reporting period** | **63.03** | **(0.47)** |
| Total comprehensive income for the period | 248.78 | 63.49 |
| Dividends | - | - |
| Transfer to retained earnings | - | - |
| Any other changes | - | - |
| **Balance at the end of the reporting period** | **311.81** | **63.02** |
| | | |
| **Securities Premium** | | |
| Balance at the beginning of the reporting period | 565.45 | - |
| Changes in accounting policy or prior period errors | - | - |
| **Restated balance at the beginning of the reporting period** | **565.45** | **-** |
| Total comprehensive income for the period | - | - |
| Dividends | - | - |
| Transfer to retained earnings | - | - |
| Any other changes (Share capital issued) | - | 565.45 |
| **Balance at the end of the reporting period** | **565.45** | **565.45** |
| | | |
| **Total Other Equity** | **877.26** | **628.47** |

The notes referred above are an integral part of these financial statements

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur

# H.G. Raipur Visakhapatnam OD-5 Private Limited

(Wholly Owned Subsidiary of H.G. Infra Engineering Limited)

## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024

**Corporate and General Information**

H.G. Raipur Visakhapatnam OD-5 Private Limited ("The Company") is a Private Limited Company registered under the Company Act 2013. Its registered office is at 14, Panchwati Colony, Ratanada, Jodhpur (Rajasthan) -342001 India. The Company was incorporated on 24-Nov-2021.

The Company is a Special Purpose Vehicle (SPV) promoted by H.G. Infra Engineering Limited (HGIEL) for Development of Six Lane Kaliagura-Baunsaguar Section of NH-130-CD Road from km 249+000 to km 293+000 under Raipur-Visakhapatnam Economics Corridor in the state of Odisha on Hybrid Annuity Mode (Package-OD-5)

These financial statements were authorized to be issued by the board of directors on 03-May-2024.

**Note 1: Material Accounting Policy Information**

This note provides a list of the Material Accounting Policy Information adopted in the preparation of these standalone financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**A Basis of preparation**

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

a) Certain financial assets and financial liabilities measure at fair value;

(iii) The functional currency of the Company is Indian National Rupee (INR) and the figures have been presented in INR Millions, unless otherwise disclosed

**Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). The Managing Director of the Company has been identified as CODM and he assesses the financial performance and position of the Company, and makes strategic decisions. Refer Note 37 for segment information.

**Operating cycle**

Assets and liabilities are classified as current if it is expected to realize or settle within 12 months after the balance sheet date.

**B Revenue recognition**

(i) Service concession arrangement

Revenue from contracts with customers is recognised when control of goods or services are transferred to the customer at an amount that reflects the consideration to which the company expects to be entitled in exchange for those goods or services. The company assesses promises in the contract that are separate performance obligations to which portion of transaction price is allocated.

Revenue is measured based on the transaction price as specified in the contract with the customer. It excludes taxes or other amounts collected from the customer in its capacity as an agent.

The company constructs the infrastructure (road) used to provide a public service and operates and maintains that infrastructure for a specified period of time. Under Appendix D to Ind AS 115- Revenue from contracts with Customers , this arrangement is accounted for based on the nature of the consideration. The intangible assets is used to the extent that the company receive the rights to charge the users of the public service. The financial assets is used when the company has an unconditional right to receive cash or other financial assets from or at the direction of the grantor of construction services.

Design-Build-Operate-Transfer (DBOT) contracts on hybrid annuity basis contain three streams of revenue- Construction revenue , Financing income and Operation & Maintenance (O&M) income. The construction stream of DBOT revenues are accounted for in the construction phase of DBOT, O&M income is recognised in the operating phase of DBOT, while finance income income is recognised over the concession period on the imputed interest method.

Revenue related to construction services provided under the service concession arrangement is recognised based on stage of completion of the work performed. The stage of completion is assessed by reference to input method i.e. cost incurred till date in proportion to total estimated cost to complete the work.

Revenue from operation and maintenance activities are recognised at an amount for which it has right to consideration (i.e. right to invoice) from the customers that corresponds directly with the value of the performance completed to the date.

Contract Balances - Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract assets represent revenue recognized in excess of amounts billed and include unbilled receivables. Unbilled receivables, which represent an unconditional right to payment subject only to the passage of time, are reclassified to accounts receivable when they are billed under the terms of the contract.

Contract Balances - Contract Liabilities

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H.G. RAIPUR VISAKHAPATNAM OD-5 PVT. LTD. RAJASTHAN

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract. Contract liabilities represent amounts billed to clients in excess of revenue recognized to date and other advances received from customers.

Variable consideration

The nature of the company's contracts gives rise to several types of variable consideration, including claims, unpriced change orders, award and incentive fees, change in law, liquidated damages and penalties. The company recognizes revenue for variable consideration when it is probable that a significant reversal in the amount of cumulative revenue recognized will not occur. The company estimates the amount of revenue to be recognized on variable consideration using the expected value (i.e., the sum of a probability-weighted amount) or the most likely amount method, whichever is expected to better predict the amount.

The Company's claim for extra work, incentives and escalation in rates relating to execution of contracts are recognized as revenue in the year in which said claims are finally accepted by the clients. Claims under arbitration/ disputes are accounted as income based on final award. Expenses on arbitration are accounted as incurred.

Before including any amount of variable consideration in the transaction price, the Company considers whether the amount of variable consideration is constrained. The Company determined that the estimates of variable consideration are not constrained based on its historical experience, business forecast and the current economic conditions. In addition, the uncertainty on the variable consideration will be resolved within a short time frame.

Revenues are shown net of Goods & Service Tax, applicable discounts and allowances.

(ii) Interest income

Interest income is recognised using effective interest rate (EIR) method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial assets; or
- the amortised cost of the financial liabilities.

(iii) Dividend income

Dividend income is recognized in the statement of profit and loss on the date that the Company's right to receive payment is established.

(iv) Other income

All other income is accounted on accrual basis when no significant uncertainty exist regarding the amount that will be received.

**C Income tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences.

(i) Current income tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The company measures its tax balances either based on the most likely amount or the expected value, depending on which method provides a better prediction of the resolution of the uncertainty.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

(ii) Deferred tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses / tax credits only if it is probable that future taxable amounts will be available to utilise those temporary differences.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

**D Leases**

GIANENDER & ASSOCIATES Chartered Accountants NEW DELHI

H.G. RAIPUR VISAKHAPATNAM OD-5 PVT. LTD. DIRECTOR

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Company:

• where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received;

• uses a build-up approach that starts with a risk-free interest rate adjusted for credit risk for leases held by Company, which does not have recent third party financing, and makes adjustments specific to the lease, e.g. term, country, currency and security.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Right-of-use assets are measured at cost comprising the following:
• the amount of the initial measurement of lease liability
• any lease payments made at or before the commencement date less any lease incentives received
• any initial direct costs, and
• restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Payments associated with short-term leases of equipment and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise IT equipment and small items of office furniture.

**E Impairment of non-financial assets**

Non-financial assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**F Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**G Trade receivables**

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Company holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

**H Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

**Financial Assets:**

**Classification**

The Company classifies its financial assets in the following measurement categories:
(i) those measured at amortized cost.
The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

**Initial recognition and measurement**

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through Statement of Profit or Loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed of in the Statement of Profit or Loss.

**Subsequent measurement**

After initial recognition, financial assets are measured at:
(i) amortized cost

**Debt instruments**

GIANENDER & ASSOCIATES NEW DELHI Chartered Accountants

H.G. RAIPUR VISAKHAPATNAM OD-5 PVT. LTD. RAJASTHAN

Subsequent measurement of debt instruments depends on the Company business model for managing the asset and the cash flow characteristics of the asset. The Company classifies its debt instrument in only one category as below:

(i) **Amortized Cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains / (losses). Impairment losses are presented as separate line item in the statement of profit and loss.

**Impairment of Financial Assets**

The Company assesses on a forward looking basis the expected credit losses (ECL) associated with its financial assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 28 details how the company determines whether there has been a significant increase in credit risk.

For trade receivables (Including contract assets) only, the Company applies the simplified approach required by Ind AS 109, which requires lifetime ECL to be recognised as loss allowance.

**Derecognition of Financial Assets**

A financial asset is derecognized only when:

(i) the Company has transferred the rights to receive cash flows from the financial asset or

(ii) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognized to the extent of continuing involvement in the financial asset.

**Income Recognition**

Interest income

Interest income from financial assets at fair value through profit or loss is disclosed as interest income within other income. Interest income on financial assets at amortised cost using the effective interest method is recognised in the statement of profit and loss as part of other income.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

**Financial Liabilities:**

**Initial recognition and measurement**

Financial liabilities are initially measured at its fair value plus or minus, in the case of a financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the issue/origination of the financial liability.

**Subsequent Measurement**

Financial liabilities are classified as measured at amortized cost. Financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in statement of profit and loss. Any gain or loss on derecognition is also recognized in statement of profit and loss.

**Derecognition**

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other gains/(losses).

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024

**I Offsetting Financial Instruments**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**J Property, plant and equipment**

All items of property, plant and equipment are stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

**Depreciation methods, rates and residual value**

Depreciation is provided on a pro-rata basis on the Straight Line Method (SLM) over the estimated useful lives of the assets, based on technical evaluation done by management's expert, which are higher than those specified by Schedule II to the Companies Act, 2013, in order to reflect the actual usage of the assets. The useful life, residual value and the depreciation method are reviewed at least at each financial year end. If the expectations differ from previous estimates, the changes are accounted for prospectively as a change in accounting estimate.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

**K Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

**L Borrowings**

Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

**M Provisions and contingent liabilities**

Provisions

Provisions are recognised when Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense.

Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

**N Insurance claims**

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

**O Claims**

Claims against the Company not acknowledged as debts are disclosed under contingent liabilities. Claims made by the company are recognised as and when the same is approved by the respective authorities with whom the claim is lodged.

**P Employee Benefits**

Contributions to defined contribution plans are recognised as expense on accrual basis when employees have rendered services and as when the contributions are due.

Past service costs are recognised in the statement of profit and loss on the earlier of:

The date of the plan amendment or curtailment;

The date that the Company recognises related restructuring costs.

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Net interest is calculated by applying the discount rate to the net defined benefit applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation under the head 'employee benefit expense' in the statement of profit and loss:

- Service costs comprising current service costs, past service costs, gains and losses on curtailments and nonroutine settlements;
- Net interest expense or income.

**Q Contributed equity**

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in statement of profit and loss.

**R Dividends**

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

**S Earnings per share**

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

a) The profit attributable to owners of the company

b) By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

a) the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and

b) the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**T Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest million as per the requirement of Schedule III, unless otherwise stated.

**Note 2: Critical estimates and judgements**

Preparation of the financial statements requires use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies. This note provides an overview of the areas that involved a higher degree of judgements or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgements are:

(i) Estimation of useful life of Property, plant and equipment

The company estimates the useful life of the Property, plant and equipment as mentioned in Note 1(J) above, which is based on the expected technical obsolescence of such assets. However, the actual useful life may be shorter or longer than the life estimated, depending on technical innovations and competitor actions.

(ii) Estimation of fair value of level 3 financial instruments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period. Refer note 27 on fair value measurements where the assumptions and methods to perform the same are stated.

(iii) Revenue recognition

The Company uses the percentage of completion method using the input (cost expended) method to measure progress towards completion in respect of fixed price contracts. Percentage of completion method accounting relies on estimates of total expected contract revenue and costs. This method is followed when reasonably dependable estimates of the revenues and costs applicable to various elements of the contract can be made. Because the financial reporting of these contracts depends on estimates that are assessed continually during the term of these contracts, recognized revenue and profit are subject to revisions as the contract progresses to completion. When estimates indicate that a loss will be incurred, the loss is provided for in the period in which the loss becomes probable.

The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

### 3 Other Financial Assets

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Non-Current** | | |
| Service concession arrangement receivable from NHAI | 4,386.61 | 1,900.70 |
| **Total Non-Current Financial Assets** | **4,386.61** | **1,900.70** |
| | | |
| **Current** | | |
| Service concession arrangement receivable from NHAI | 292.45 | 500.16 |
| Deposits & Advances | 8.70 | - |
| **Total Current Financial Assets** | **301.15** | **500.16** |

### 4 Non-Current Tax Assets and Current Tax Liabilities (Net)

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Advance tax and TDS assets | 21.79 | 29.57 |
| Provision for tax | (10.97) | (0.78) |
| **Total Non-Current Tax Assets and (Current Tax Liabilities) (Net)** | **10.82** | **28.79** |

### 5 Other Assets

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Current** | | |
| Mobilisation advance given to HG Infra Engineering Limited (Holding Company) | 248.16 | 1,175.33 |
| Unamortised borrowing cost | 22.88 | 34.25 |
| Prepaid expenses | 1.41 | 1.41 |
| Balance with government authorities: | | |
| GST cash credit | 29.72 | 26.19 |
| GST input credit | 732.21 | 405.19 |
| **Total Other Current Assets** | **1,034.38** | **1,642.37** |

### 6 Trade Receivable

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Trade Receivable** | | |
| Unsecured, considered good | 68.40 | 35.00 |
| **Total** | **68.40** | **35.00** |

**Trade Receivable Ageing Schedule**

| Particulars | Outstanding for following periods from due date of payment | | | | | |
|---|---|---|---|---|---|---|
| | < 6 Month | 6M to 1Y | 1Y - 2Y | 2Y - 3Y | > 3 Year | Total |
| **As at 31-Mar-2023** | | | | | | |
| (i) Undisputed trade receivable - considered good | 35.00 | - | - | - | - | **35.00** |
| (ii) Undisputed trade receivables - which have significant increase in credit risk | - | - | - | - | - | **-** |
| (iii) Undisputed trade receivables - credit impaired | - | - | - | - | - | **-** |
| (iv) Disputed trade receivable - considered good | - | - | - | - | - | **-** |
| (v) Disputed trade receivable - which has significant increase in credit risk | - | - | - | - | - | **-** |
| (vi) Disputed trade receivable - credit impaired | - | - | - | - | - | **-** |
| **As at 31-Mar-2024** | | | | | | |
| (i) Undisputed trade receivable - considered good | 33.25 | 35.15 | - | - | - | **68.40** |
| (ii) Undisputed trade receivables - which have significant increase in credit risk | - | - | - | - | - | **-** |
| (iii) Undisputed trade receivables - credit impaired | - | - | - | - | - | **-** |
| (iv) Disputed trade receivable - considered good | - | - | - | - | - | **-** |
| (v) Disputed trade receivable - which has significant increase in credit risk | - | - | - | - | - | **-** |
| (vi) Disputed trade receivable - credit impaired | - | - | - | - | - | **-** |

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### 7 Cash and Cash Equivalents

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|

| | | |
|---|---|---|
| Cash in hand | - | - |
| **Balances with Banks** | | |
| In current accounts | 10.09 | 0.63 |
| In escrow accounts | 31.06 | 0.59 |
| **Total** | **41.15** | **1.22** |

Note: For charge created on the aforesaid assets (Refer Note 12)

**8 Contract Assets**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Accrued Revenue | 157.52 | - |
| **Total** | **157.52** | **-** |

**9 Equity Share Capital**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Authorised** | | |
| 7,00,000 Equity Shares of Rs.10 each *(PY 7,00,000 Equity Shares)* | 7.00 | 7.00 |
| | | |
| **Issued, Subscribed and Paid Up** | | |
| 6,76,000 Equity Shares of Rs.10 each *(PY 6,76,000 Equity Shares)* | 6.76 | 6.76 |
| **Total** | **6.76** | **6.76** |

**Movement of Equity Share Capital outstanding at the beginning and at the end of the period**

| Particulars | As at 31-Mar-2024 | | As at 31-Mar-2023 | |
|---|---|---|---|---|
| | Nos of Shares | Amount | Nos of Shares | Amount |
| **Balance at the beginning of the reporting period** | 6,76,000 | 6.76 | 1,50,000 | 1.50 |
| Changes in equity share capital due to prior period errors | - | - | - | - |
| **Restated balance at the beginning of the reporting period** | **6,76,000** | **6.76** | **1,50,000** | **1.50** |
| Changes in equity share capital during the period | - | - | 5,26,000 | 5.26 |
| **Balance at the end of the reporting period** | **6,76,000** | **6.76** | **6,76,000** | **6.76** |

**Particulars of Shareholders holding more than 5% Equity Shares in the Company**

| Particulars | As at 31-Mar-2024 | | As at 31-Mar-2023 | |
|---|---|---|---|---|
| | Nos of Shares | % of Total | Nos of Shares | % of Total |
| **Equity shares of Rs.10 each fully paid up held by** | | | | |
| HG Infra Engineering Limited (Holding Company)* | 6,76,000 | 100.00% | 6,76,000 | 100.00% |

** Including 1 equity share held by nominee shareholder.*

Note: Out of above, 51% of shares have been pledged against borrowing. (Refer Note 12)

**Shareholding of Promotors/ Holding Company**

| Name of Promoter | No of Shares | % of Total Share | % Change During Period |
|---|---|---|---|
| **As at 31-Mar-2023** | | | |
| HG Infra Engineering Limited (Holding Company) | 6,76,000 | 100.00% | 77.81% |
| **Total** | 6,76,000 | 100.00% | 77.81% |
| | | | |
| **As at 31-Mar-2024** | | | |
| HG Infra Engineering Limited (Holding Company) | 6,76,000 | 100.00% | 0.00% |
| **Total** | 6,76,000 | 100.00% | 0.00% |

**Terms & Rights attached to Equity Shares:**

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

As per the records of the company, including its registers of shareholders/ member and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**10 Instrument Entirely Equity in Nature**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Unsecured loan from promoter*** | | |
| Opening balance | 772.72 | 28.31 |
| Add: Addition during the year | 255.00 | 744.41 |
| **Total Instrument** | **1,027.72** | **772.72** |

* Unsecured loan is optionally convertible into fixed number of equity shares of Rs.10 each on term of the issuer. (Refer note 40(e))

**11 Other Equity**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Retained Earnings** | | |

| | | |
|---|---|---|
| Balance at the beginning of the reporting period | 63.03 | (0.47) |
| Changes in accounting policy or prior period errors | - | - |
| **Restated balance at the beginning of the reporting period** | **63.03** | **(0.47)** |
| Total comprehensive income for the period | 248.78 | 63.49 |
| Dividends | - | - |
| Transfer to retained earnings | - | - |
| Any other changes | - | - |
| **Balance at the end of the reporting period** | **311.81** | **63.02** |
| | | |
| **Securities Premium** | | |
| Balance at the beginning of the reporting period | 565.45 | - |
| Changes in accounting policy or prior period errors | - | - |
| **Restated balance at the beginning of the reporting period** | **565.45** | **-** |
| Total comprehensive income for the period | - | - |
| Dividends | - | - |
| Transfer to retained earnings | - | - |
| Any other changes (Share capital issued) | - | 565.45 |
| **Balance at the end of the reporting period** | **565.45** | **565.45** |
| | | |
| **Total Other Equity** | **877.26** | **628.47** |

Note: Retained earnings represents the amount that can be distributed by the Company as dividends considering the requirements of the Company Act, 2013. No dividends are declared or paid by the company during the year.

### 12 Borrowings

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Non Current Borrowings** | | |
| Secured: | | |
| Term loan from banks | 3,150.10 | 1,400.03 |
| Unamortised borrowing cost* | (19.30) | (8.95) |
| **Total Non-Current Borrowings** | **3,130.80** | **1,391.08** |
| | | |
| **Current Borrowings** | | |
| Secured: | | |
| Term loan from financial institutions | 373.03 | 932.56 |
| **Total Current Borrowings** | **373.03** | **932.56** |

** The balance of amortised processing fess effect has been given.*

**Security for Term Loan:**

(i) A first charge on all the Borrower's tangible assets (present and future), intangible assets excluding project assets.

(ii) A first charge on all the Borrower's intangible assets.

(iii) A first charge over all the bank accounts of the Borrower.

(iv) A first paripassu charge or assignment by way of creation of secured interest over the rights, title, interest, benefits, claims and demands whatsoever of the borrower in, to and under the project documents, approvals, letter of credit, guarantees, insurance contracts.

(v) Pledge of 51% of the equity share, preference share and debentures or any other instruments.

**Terms of Repayment:**

Loan will be repaid in 27 structured half yearly instalments in accordance with the Amortisation Schedule set forth in Schedule V of the Loan Agreement post the moratorium period after COD. Repayment will start from Jun-2025.

**Interest Rate on Term Loan:**

Interest Rate: 1 Year MCLR plus spread based on rating i.e. 9.35% paid during year.

**Terms of Unsecured Loan:**

Loan received from holding company is interest free and repayable on demand.

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### 13 Trade Payable

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Current** | | |
| (a) Total outstanding dues of micro, small and medium enterprises (refer note below) | - | - |
| (b) Total outstanding dues of creditors other than micro, small and medium enterprises | 440.89 | 337.97 |
| (c) Retention Payable | - | - |
| **Total Current Trade Payable** | **440.89** | **337.97** |

**Trade Payable Ageing Schedule**

| Particulars | Outstanding for following periods from due date of payment | | | | |
|---|---|---|---|---|---|
| | < 1 Year | 1Y - 2Y | 2Y - 3Y | > 3 Year | Total |
| **As at 31-Mar-2023** | | | | | |
| **Current** | | | | | |
| (i) MSME | - | - | | - | **-** |
| (ii) Others | 337.97 | - | - | - | **337.97** |
| (iii) Disputed dues - MSME | - | - | - | - | **-** |
| (iii) Disputed dues - others | - | - | - | - | **-** |
| **As at 31-Mar-2024** | | | | | |
| **Current** | | | | | |
| (i) MSME | - | - | | - | **-** |

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| | | | | | |
|---|---|---|---|---|---|
| (ii) Others | 440.89 | - | - | - | **440.89** |
| (iii) Disputed dues - MSME | - | - | - | - | **-** |
| (iii) Disputed dues - others | - | - | - | - | **-** |

The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the financial statement as at 31-Mar-2024 based on the information received and available with the Company. On the basis of such information, no interest is payable to any micro, small and medium enterprises. Auditors have relied upon the information provided by the Company.

The Company's exposure to currency and liquidity risks related to trade payable is disclosed in Note 28.

Of the above, trade payable to related parties are as below-

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Trade payable to related parties | 440.89 | 337.97 |
| **Total** | **440.89** | **337.97** |

**14 Other Financial Liabilities**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Current** | | |
| Employee related liabilities | 0.18 | - |
| Other payables | 2.61 | 2.49 |
| **Total Other Current Financial Liabilities** | **2.79** | **2.49** |

**15 Deferred Tax Liabilities and (Assets)**

**A Deferred tax liabilities and (assets) at period end**

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| **Deferred tax liability** | | |
| Temporary difference of loan processing fees | 10.61 | 10.88 |
| Temporary difference of finance income | 82.81 | 9.67 |
| | 93.42 | 20.55 |
| **Deferred tax assets** | | |
| Temporary difference of preliminary expenses | (0.09) | (0.13) |
| Temporary difference of carried forward losses | - | - |
| | (0.09) | (0.13) |
| **Net Deferred Tax (Assets)/ Liabilities** | **93.33** | **20.42** |

**B Movement in temporary differences:**

| Particulars | Balance as at Start of the period | Recognised in P&L during the period | Recognised in OCI during the period | Balance as at end of the period |
|---|---|---|---|---|
| **Deferred tax liabilities** | | | | |
| Temporary difference of loan processing fees | 10.88 | (0.27) | - | 10.61 |
| Temporary difference of finance income | 9.67 | 73.14 | - | 82.81 |
| | 20.55 | 72.87 | - | 93.42 |
| **Deferred tax assets** | | | | |
| Temporary difference of preliminary expenses | (0.13) | 0.04 | - | (0.09) |
| Temporary difference of carried forward losses | - | - | - | - |
| | (0.13) | 0.04 | - | (0.09) |
| **Net Deferred Tax (Assets)/ Liabilities** | **20.42** | **72.91** | **-** | **93.33** |

**16 Contract Liabilities**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Advance from customers | 23.79 | - |
| **Total** | **23.79** | **-** |

**17 Other Liabilities**

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Current** | | |
| Statutory Liabilities | 23.66 | 15.77 |
| **Total Other Current Liabilities** | **23.66** | **15.77** |

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024
(Currency: Indian Rupees in Million)

### 18 Revenue from Operations

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Civil construction revenue | 4,106.42 | 4,641.86 |
| Change of scope work revenue | 188.85 | - |
| Utility work revenue | 4.94 | 5.46 |
| Finance income | 290.58 | 38.44 |
| **Total** | **4,590.79** | **4,685.76** |

**(a) Disaggregated Revenue Information**

Having regard to the nature of contract with customer, there is only one type of category of revenue; hence disclosure of disaggregation of revenue is not given.

**(b) Receivable under Concession Arrangement and Contract Balances**

The company classifies the right to consideration in exchange for deliverables as either receivable or unbilled revenue. A receivable is a right to consideration that is unconditional upon passage of time. Revenue for such services is recognized as related services are performed. Revenue in excess of billings is recorded as unbilled revenue and is classified as financial asset for those cases as right to consideration is unconditional upon passage of time. Invoicing to the customer is based on milestone as defined in the contract.

**(c) The Transaction Price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at 31st Mar 2024 are as follows:**

The aggregate value of performance obligations that are completely or partially unsatisfied as at 31st Mar 2024 is Rs.8833.49 Mn. Out of this, the Company expect to recognize revenue around Rs.5872.68 Mn in next year and remaining thereafter. Remaining performance obligation estimates are subject to change and affected by several factors including terminations, change of scope of contracts, occurrence of same is expected to be remote.

**(d)** Reconciliation of the amount of revenue recognized in the Statement of Profit and Loss with contract price has not provided as there is no adjustment made with respect to contract price.

### 19 Other Income

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Interest income | 1.01 | - |
| **Total** | **1.01** | **-** |

### 20 Civil Construction Costs

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Civil subcontract charges | 3,787.27 | 4,518.73 |
| Change of scope subcontract expenses | 188.85 | - |
| Utility work subcontract expenses | 4.94 | 5.46 |
| **Total** | **3,981.06** | **4,524.19** |

### 21 Employee Benefits Expenses

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Salary, wages and bonus* | 2.69 | - |
| **Total** | **2.69** | **-** |

** Contribution to defined benefit plan is Rs. Nil*

### 22 Finance Costs

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Interest on borrowings | 247.80 | 60.57 |
| Other borrowing cost | 5.09 | 0.21 |
| **Total** | **252.89** | **60.78** |

### 23 Other Expenses

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Insurance expenses | 8.51 | 7.76 |
| Legal and professional charges | 4.13 | 3.16 |
| Miscellaneous expenses | 0.34 | 0.41 |
| Independent engineers fees | 8.48 | 4.48 |
| Payment to auditors (refer note below) | 0.20 | 0.13 |
| CSR expenses (refer note below) | 0.84 | - |
| **Total** | **22.50** | **15.94** |

**(a) Payment to Auditors**

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| Statutory audit fees | 0.13 | 0.13 |
| Other Services - Certificates | 0.07 | - |
| **Total** | **0.20** | **0.13** |

**(b) Corporate Social Responsibility (CSR) Expenses**

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| (i) Amount required to be spent by the Company during the year | 0.84 | - |
| (ii) Amount of expenditure incurred | 0.56 | - |
| (iii) Shortfall at the end of the year (Excess Spent) | 0.28 | - |
| (iv) Total of previous years shortfall | - | - |
| (v) Reason for shortfall* | The Amount of Shortfall has been deposited in Prime Minister's National Relief Fund on 30.04.2024. | |
| (vi) Nature of CSR activities | 1. Education<br>2. Health and disaster management<br>3. Rural development projects<br>4. Assistance for setting up homes and shelters<br>5. Environmental sustainability and animal welfare | |
| (vii) Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard | NA | NA |
| (viii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately | 0.28 | NA |

*** Reason for Shortfall**

The Amount of Shortfall has been deposited in Prime Minister's National Relief Fund on 30.04.2024.

**24 Disclosure Pursuant to Ind AS-12 (Income Tax)**

**A Income Tax (Income)/ Expenses Recognised in the Statement of Profit and Loss**

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| **Current tax** | | |
| Current tax on profit for the year | 10.97 | 0.78 |
| **Deferred tax** | | |
| Origination and reversal of temporary differences (Refer note 15) | 72.91 | 20.58 |
| **Income tax expenses recognised in statement of profit and loss** | **83.88** | **21.36** |

**B Reconciliation of effective tax rate**

| Particulars | FY 2023-24 | FY 2022-23 |
|---|---|---|
| **Profit before tax** | **332.66** | **84.85** |
| Income tax expenses calculated @ 25.17% (Excluding Cess) | 83.72 | 21.36 |
| Effect of disallowed deduction under Income Tax Act | 0.16 | - |
| **Tax Expenses** | **83.88** | **21.36** |

Pursuant to The Taxation Laws (Amendment) Ordinance 2019, tax rates have changed with effect from the assessment year beginning from 1st April, 2020 and accordingly, the company has opted for reduced rates prescribed under section 115 BAA of the Income tax Act. Consequent to this, the Company has recognised provision for taxation at the rate prescribed in the said Section.

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**25 Related Party Transactions**

**A Related Parties with whom the Company had transactions during the period**

**(a) Holding Company:**

H.G. Infra Engineering Limited

**(b) Key Management Personnel (KMP):**

Mr Harendra Singh - Director
Mr Vijendra Singh - Director
Mr Manjit Singh - Independent Director
Ms Gazal Choudhary - Director
Mr Hodal Singh - Relative of Director

**B Related Party Transactions with Holding Company and KMPs**

The terms and conditions of the transactions with key management personnel and their related parties were no more favourable than those available, or those which might reasonably be expected to be available, in respect of similar transactions with non-key management personnel related entities on an arm's length basis.

The aggregate value of the Company's transactions and outstanding balances relating to key management personnel and entities over which they have control or significant influence is as follows:

**Transaction with related party:**

| Nature of Transaction | Amount FY 2023-24 | Amount FY 2022-23 |
|---|---|---|
| **Instrument Entirely Equity in Nature** | | |
| (i) H.G. Infra Engineering Limited | 255.00 | 744.41 |
| **Share Capital Issued** | | |
| (i) H.G. Infra Engineering Limited | - | 5.26 |
| **Securities Premium** | | |
| (i) H.G. Infra Engineering Limited | - | 565.45 |
| **Civil Construction Costs (Net of taxes)** | | |
| (i) H.G. Infra Engineering Limited | 3,981.06 | 4,524.19 |
| **Mobilisation/ Material Advance Paid (Gross)** | | |
| (i) H.G. Infra Engineering Limited | 36.70 | 2,312.14 |
| **Mobilisation/ Material Advance Recovered (Gross)** | | |
| (i) H.G. Infra Engineering Limited | 963.87 | 1,136.81 |
| **Rent Paid** | | |
| (i) Hodal Singh | 0.12 | 0.12 |
| **Sitting Fees** | | |
| (i) Mr Harendra Singh | 0.04 | 0.06 |
| (ii) Mr Vijendra Singh | 0.04 | 0.06 |
| (iii) Mr Manjit Singh | 0.04 | 0.03 |
| **Short Term Employee Benefits** | | |
| (i) Ms Gazal Choudhary | 2.69 | |
| **Guarantees given/ (returned)** | | |
| (i) H.G. Infra Engineering Limited (Performance Bank Guarantee) | (200.00) | (247.63) |

**Outstanding balances:**

| Nature of Transaction | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Instrument Entirely Equity in Nature** | | |
| (i) H.G. Infra Engineering Limited | 1,027.72 | 772.72 |
| **Trade Payable** | | |
| (i) H.G. Infra Engineering Limited | 440.89 | 337.97 |
| **Mobilisation Advance (Gross)** | | |
| (i) H.G. Infra Engineering Limited | 248.16 | 1,175.33 |
| **Short Term Employee Benefits Payable** | | |
| (i) Ms Gazal Choudhary | 0.18 | |
| **Guarantees given on behalf of Company** | | |
| (i) H.G. Infra Engineering Limited (Performance Guarantee) | - | 200.00 |

Note- No amount pertaining to related parties have been written off/ written back during the period

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**26 Disclosure pursuant to Para 6 of appendix D of Ind AS 115 for Service Concession Agreements**

| Nature of Entity | Description of the Arrangement | Significant Terms of the Arrangement | Financial Assets as at period end |
|---|---|---|---|
| H.G. Raipur Visakhapatnam OD-5 Private Limited | The Company is formed as a special purpose vehicle (SPV) for Development of Six Lane Kaliagura-Baunsaguar Section of NH-130-CD Road from km 249+000 to km 293+000 under Raipur-Visakhapatnam Economics Corridor in the state of Odisha on Hybrid Annuity Mode (Package-OD-5), which shall be partly financed by the concessionaire who shall recover its investment and costs through annuity payments and O&M payment to be made by the authority, in accordance with the terms and conditions set forth in this concession agreement entered into. | **Period of Concession:** 2023-2039<br>**Remuneration:** 40% during construction period and balance 60% in biannual annuity in 15 years as per concession agreement<br>**Investment grant from concession grantor:** No<br>**Infrastructure return at the end of concession period:** Yes<br>**Investment and renewal obligation:** Nil<br>**Re-pricing dates:** No<br>**Basis upon which re-pricing or re-negotiation is determined:** NA<br>**Premium payable to granter:** Nil<br>**BPC:** 1492.11 Crore (Excl Taxes)<br>**O&M Payment:** 5 Crore per year<br>**Bonus:** If COD achieved on or more than 30 (thirty) days prior to the SCOD, bonus will be equal to 0.5% (Zero point five per cent) of 60 % (Sixty per cent) of the BPC for the first 30 (thirty) days by which COD shall precede the SCOD and thereafter the said bonus shall be calculated on the pro-rata basis for each day preceding the said 30 (thirty) days period.<br>**Termination:** Default made as specified in CA except caused by force measure event, by concessionaire not cured in 60 days and by authority not cured in 90 days, contract will be terminated. | 4,679.06 |

**27 Fair Value Measurements**

**A Accounting Classification and Fair Values**

| Particulars | FVTPL | FVOCI | Amortised Cost | Total | Fair Value | | | |
|---|---|---|---|---|---|---|---|---|
| | | | | | Level-1 Quoted Price in Active Markets | Level-2 Significant Observable Inputs | Level-3 Significant Observable Inputs | Total |
| **As at 31-Mar-2023** | | | | | | | | |
| Cash and cash equivalents | | | 1.22 | **1.22** | | | 1.22 | **1.22** |
| Other financial assets | | | 2,400.86 | **2,400.86** | | | 2,400.86 | **2,400.86** |
| **Total Financial Assets** | - | - | **2,402.08** | **2,402.08** | - | - | **2,402.08** | **2,402.08** |
| | | | | | | | | |
| Borrowings-Banks | | | 2,323.64 | **2,323.64** | | | 2,332.59 | **2,332.59** |
| Trade payable | | | 337.97 | **337.97** | | | 337.97 | **337.97** |
| Other financial liabilities | | | 2.49 | **2.49** | | | 2.49 | **2.49** |
| **Total Financial Liabilities** | - | - | **2,664.10** | **2,664.10** | - | - | **2,673.05** | **2,673.05** |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| **As at 31-Mar-2024** | | | | | | | | |
| Cash and cash equivalents | | | 41.15 | **41.15** | | | 41.15 | **41.15** |
| Other financial assets | | | 4,687.76 | **4,687.76** | | | 4,687.76 | **4,687.76** |
| **Total Financial Assets** | - | - | **4,728.91** | **4,728.91** | - | - | **4,728.91** | **4,728.91** |
| | | | | | | | | |
| Borrowings-Banks | | | 3,503.83 | **3,503.83** | | | 3,523.13 | **3,523.13** |
| Trade payable | | | 440.89 | **440.89** | | | 440.89 | **440.89** |
| Other financial liabilities | | | 2.79 | **2.79** | | | 2.79 | **2.79** |
| **Total Financial Liabilities** | - | - | **3,947.51** | **3,947.51** | - | - | **3,966.81** | **3,966.81** |

Note:

i) The carrying amount of financial assets and liabilities are considered to be the same as their fair values due to the current and short term nature of such balances and no material differences in the values.

**B Measurement of fair values (Levels 1,2 and 3)**

**Level:1**

It includes investment in equity shares and mutual fund that has a quoted price and which are actively traded on the stock exchange. It has been valued using the closing price as at the reporting period on the stock exchange.

**Level:2**

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level:3**

These instruments are valued based on significant unobservable inputs whereby future cash flows are discounted using appropriate discount rate.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirely in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

**28 Financial Instruments Risk Management Objective and Policies**

The Company's activities expose it to variety of financial risks: credit risk, liquidity risk and market risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework. The Company's financial liabilities comprise mainly of borrowings, trade and other payables. The Company's financial assets comprise mainly of cash & cash equivalents and other receivables.

**i) Credit Risk**

Credit risk is the risk that a counterparty will not meet the obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk primarily other financial assets including deposits with banks. The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties.

The carrying amount of following financial assets represents the maximum credit exposure.

**Other Financial Assets**

This comprises mainly of financial assets receivable - Grant and Annuity Receivable from NHAI. The management is of the view that those financial assets are not impaired as the customer is government corporation where no credit risk is perceived. Further the management does not anticipate a significant loss on account of the time value of money.

Finally, the Company's exposure to credit risk on its operating activities has led to no major reconsideration of the Expected Credit Losses on customers at end of March, 2024.

ii) **Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

**Exposure to Liquidity Risk**

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted.

| Particulars | Carrying Amount | Contractual Cash Flows | | | |
|---|---|---|---|---|---|
| | | Total | Less than 1 year | 1-5 years | More than 5 years |
| **Non-derivative financial liabilities as at 31-Mar-2023** | | | | | |
| Borrowings-Banks | 2,323.64 | 2,332.59 | 932.56 | 1,400.00 | 0.03 |
| Trade payables | 337.97 | 337.97 | 337.97 | - | - |
| Other current financial liabilities | 2.49 | 2.49 | 2.49 | - | - |
| **Total** | **2,664.10** | **2,673.05** | **1,273.02** | **1,400.00** | **0.03** |
| | | | | | |
| **Non-derivative financial liabilities as at 31-Mar-2024** | | | | | |
| Borrowings-Banks | 3,503.83 | 3,523.13 | 373.03 | 1,634.15 | 1,515.95 |
| Trade payables | 440.89 | 440.89 | 440.89 | - | - |
| Other current financial liabilities | 2.79 | 2.79 | 2.79 | - | - |
| **Total** | **3,947.51** | **3,966.81** | **816.71** | **1,634.15** | **1,515.95** |

iii) **Market Risk**

Market risk is the risk that changes in market prices - such as foreign exchange rates, interest rates and equity prises - will affect the Company's income or the value of its holdings of financial investments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables. The Company is exposed to market risk primarily related to foreign exchange rate risks. Thus, our exposure to marked risk is a function of revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in foreign currency revenues and costs.

**(a) Currency Risk**

The functional currency of the Company is Indian Rupees (Rs). The Company is not exposed to foreign currency risk.

**(b) Price Risk**

The Company is not exposed to any price risk.

**(C) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The interest risk arises to the Company mainly from long term borrowings with variable rates. The Company measures risk through sensitivity analysis. Currently, lending by commercial banks is at variable rates only, which is the inherent business risk. The Company is not exposed to any Interest rate risk.

The Company's exposure to interest rate risk due to variable interest rate borrowings is as follows:

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Term loan from banks - variable rate borrowings | 3,523.13 | 2,332.59 |

Sensitivity analysis based on average outstanding term loan borrowings:

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Increase or decrease in interest rate by 100 basis point* | 35.23 | 23.33 |

** Profit will increase in case of decrease in interest rate and vice versa*

**29 Capital Management**

The Company's policy is to maintain strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business.

The Company manages the capital structure by balanced mix of debt and equity. The Company's capital structure is influenced by the changes in regulatory framework, government policies, available options of financing and the impact of the same on the liquidity position.

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Total borrowings** | 3,523.13 | 2,332.59 |
| Less: Cash and cash equivalents | (41.15) | (1.22) |
| **Adjusted Net Debts** | **3,481.98** | **2,331.37** |
| Equity share capital | 6.76 | 6.76 |
| Instrument entirely equity in nature | 1,027.72 | 772.72 |
| Other equity | 877.26 | 628.47 |
| **Total Equity** | **1,911.74** | **1,407.95** |
| | | |
| **Adjusted Net Debt to Equity Ratio** | 1.82 | 1.66 |

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024
(Currency: Indian Rupees in Million)

### 30 Assets pledged/ hypothecated/ mortgaged as security
The carrying amounts of assets pledged as security for current and non-current borrowings are as follows:

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Non-Current Assets** | | |
| Service concession arrangement receivable from NHAI | 4,386.61 | 1,900.70 |
| Advance tax and TDS assets | 21.79 | 29.57 |
| **Current Assets** | | |
| Service concession arrangement receivable from NHAI | 292.45 | 500.16 |
| Deposits & Advances | 8.70 | - |
| Trade receivable | 68.40 | 35.00 |
| Advance to contractor | 248.16 | 1,175.33 |
| Receivable from Govt authorities | 761.93 | 431.38 |
| Cash & Bank balance | 41.15 | 1.22 |
| **Total Assets pledged/ hypothecated/ mortgaged as security** | **5,829.19** | **4,073.36** |

Note: Amount of assets pledged are carrying values

### 31 Contingent Liabilities and Commitments

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| **Contingent Liabilities** | | |
| The Company has no contingent or conditional Liabilities of any kind arising from or in connection with any transaction or a line of business by the Company. | - | - |
| | | |
| **Commitments for Project EPC Work** | | |
| Awarded EPC Contract | 12,850.00 | 12,850.00 |
| Less: Cost incurred till date | (7,864.33) | (4,238.21) |
| Less: Mobilization/ material advance | (248.16) | (1,175.33) |
| **Commitments for Project EPC Work not provided for** | **4,737.51** | **7,436.46** |

### 32 Earning Per Share

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| Face value per equity share (in Rs) | 10.00 | 10.00 |
| (a) Profit for the period attributable to equity shareholders (In Mn) | 248.78 | 63.49 |
| (b) Number of equity shares at the beginning of the period | 6,76,000 | 1,50,000 |
| (c) Equity shares issued during the period | - | 5,26,000 |
| (d) Number of equity shares at the end of the period | 6,76,000 | 6,76,000 |
| (e) Weighted average number of equity shares for calculating basic EPS | 6,76,000 | 6,65,912 |
| (f) Weighted average number of equity shares for calculating diluted EPS | 9,03,40,645 | 6,26,39,878 |
| **Earnings Per Shares (in Rs)** | | |
| Basic per share (a/e) | 368.02 | 95.34 |
| Diluted earning per share (a/f) | 2.75 | 1.01 |

**Note:**
Weighted average number of equity shares is the number of equity shares outstanding at the beginning of the year adjusted by the number of equity shares issued during the year multiplied by the time weighting factor. The time weighting factor is the number of days for which the specific share are outstanding as a proportion of total number of days during the year/ period.

### 33 Foreign Currency Transactions

| Particulars | As at 31-Mar-2024 | As at 31-Mar-2023 |
|---|---|---|
| (i) Expenditure in foreign currency | - | - |
| (ii) CIF value of import | - | - |
| (iii) FOB value of export | - | - |
| (iv) Earnings in foreign exchange | - | - |
| (v) Remittance in foreign exchange | - | - |

### 34 Disclosure for Ind AS-116 "Leases"
Total amount of lease payments towards short term leases is Rs.0.12 Mn *(PY Rs.0.12)* and shown as expense in the profit & Loss statement.

### 35 Disclosure Pursuant to Ind AS-19 "Employee Benefits"
Disclosure under Ind AS-19 is not applicable on the company.

### 36 Impairment of Financial Assets
The credit risk on the financial assets has not increased since the initial recognition, therefore company measure the loss allowance for the financial assets at an amount equal to 12 month expected credit losses. Since the financial assets are expected to be realised within the contractual period of the invoice raised, as such, there is no ECL (expected credit loss) envisaged in the value of financial assets under SCA (Service Concession agreement) by the management.

### 37 Segment Reporting
Basis for Segmentation

In accordance with the requirements of Ind AS-108 'Segment Reporting', the Company is primarily engaged in a business of civil construction and has no other primary reportable segments. The Managing Director of the Company allocate the resources and assess the performance of the Company, thus he is the Chief Operating Decision Maker (CODM). The CODM monitors the operating results of the business as single segment, hence no separate segment needs to be disclosed.

Information About Geographical Areas

As the Company operates in India only, hence no separate geographical segment is disclosed.

Information About Major Customers

Revenue of the Company derived from single customer (NHAI) which amounts to 10% or more of the Company's revenue.

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

### 38 Ratio

| Particulars | Items Considered for Numerator and Denominator | As at 31-Mar-2024 | As at 31-Mar-2023 | Variation | Reasons |
|---|---|---|---|---|---|
| Current Ratio | Current Assets / Current Liabilities | 1.85 | 1.69 | 9.70% | Mobilisation advance recovered, Short term borrowing repaid |
| Debt-Equity Ratio | Total Debt / Shareholder's Equity | 1.83 | 1.65 | 11.05% | Borrowings and Subordinate debt increased during the year |
| Debt Service Coverage Ratio | (Profit After Tax + Non-cash operating expenses + Interest + other adjustments) / (Debt Principal + Interest) | 0.62 | 0.20 | 207.45% | Borrowings and interest paid during the current FY |
| Return on Equity Ratio | (Profit After Tax - Preference Dividend, if any) / Average Shareholder's Equity | 0.04 | 0.02 | 69.65% | Revenue has increased during the FY and Equity also increased |
| Inventory Turnover Ratio | Cost of Goods Sold OR Sales / Average Inventory | NA | NA | NA | |
| Trade Receivable Turnover Ratio | Net Credit Sales / Average Trade Receivables | 88.80 | 267.76 | -66.84% | Trade receivable(Withheld with NHAI) increased during the FY |
| Trade Payable Turnover Ratio | Net Credit Purchases / Average Trade Payables | 10.22 | 26.77 | -61.82% | Construction cost decreased and Outstanding liability booked on 31.03.24 |
| Net Capital Turnover Ratio | Net Sales / Average Working Capital | 5.64 | 10.69 | -47.22% | Mobilisation advance recovered,Annuity receivable and borrowings decreased |
| Net Profit Ratio | Net Profit / Net Sales | 5.42% | 1.35% | 299.86% | Profit has increased during the FY |
| Return on Capital Employed | Profit Before Interest & Taxes / Capital Employed (Net Worth of Shareholders + Borrowings + DTL) | 10.63% | 3.88% | 173.85% | Subordinate debt, borrowings and finance cost increased during the year |
| Return of Investment | Income on Investment / Investment | NA | NA | NA | |

### 39 Events Occurring after the Balance Sheet date

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 03-May-2024 there were no subsequent events to be recognized or reported that are not already disclosed.

### 40 Other Notes

a) The Company does not have any transaction to which the provision of Ind AS-2 relating to "Valuation of Inventories" applies.

b) In the opinion of the Board, the current assets, loans & advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

c) There were no litigation pending against the company which could be materially impact its financial position as at the end of the year.

d) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

e) The unsecured loan from Promoters amounting to Rs.43.02 Mn are related to direct payments to third party/ vendors by Promoters on the behalf of the Company and the Company has shown the same as instrument entirely equity in nature.

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## NOTES TO THE FINANCIAL STATEMENTS for the period ended 31-Mar-2024

(Currency: Indian Rupees in Million)

41 **Additional regulatory information required by Schedule III**

(i) **Details of benami property held**
No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) **Borrowing secured against current assets**
The Company has term loan borrowings from banks and financial institutions on the basis of security as referred in Borrowing Security Clause including current assets. The required periodic information has been complied by the Company which are in agreement with the books of accounts.

(iii) **Wilful defaulter**
None of the entities in the Company has been declared wilful defaulter by any bank or financial institution or government or any government authority.

(iv) **Relationship with struck off companies**
The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

(v) **Compliance with number of layers of companies**
The Company has complied with the number of layers prescribed under the Companies Act, 2013.

(vi) **Compliance with approved scheme(s) of arrangements**
The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(vii) **Utilisation of borrowed funds and share premium**
The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
(b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
(b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries

(viii) **Undisclosed income**
There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(ix) **Details of crypto currency or virtual currency**
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(x) **Valuation of PP&E, intangible asset and investment property**
The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

The notes referred above are an integral part of these financial statements

As per our report of even date attached

For **Gianender & Associates**
Chartered Accountants
Firm's Reg. No.004661N

**Manju Agrawal**
Partner
Membership No. 083878

Place: New Delhi

Date: 03-May-2024

For and on behalf of the Board of Directors
**H.G. Raipur Visakhapatnam OD-5 Private Limited**
CIN: U45201RJ2021PTC078300

**Harendra Singh**
Director
DIN.00402458

**Vijendra Singh**
Director
DIN.01688452

Place: Jaipur