
Annual Report 2020-21
of
Patel Highway Management Private Limited

DIRECTORS' REPORT

To,
The Members,
Patel Highway Management Private Limited,

Your directors have pleasure in presenting their **12th Annual Report** together with Audited Accounts of the Company and Auditors' Report thereon for the year ended on March 31, 2021.

FINANCIAL SUMMARY

The Company's financial performance on standalone basis, for the year ended March 31, 2021 is summarised here under:

| PARTICULARS | 2020-21 (Rs. In Lacs) | 2019-20 (Rs. In Lacs) |
|--|----------------------------------|----------------------------------|
| Total Income | 1,342.34 | 4,509.29 |
| Total Expenditure | 516.59 | 4,975.74 |
| Profit Before Tax | 825.75 | (466.44) |
| Tax Expense: | | |
| (i) Current Tax | - | - |
| (ii) Deferred Tax | 37.57 | (25.00) |
| (iii) (Excess)/ Short provision of earlier periods | - | (17.86) |
| Profit/(Loss) for the Period | 788.18 | (423.58) |
| Other Comprehensive income (Net of Taxes) | - | - |
| Total Comprehensive income | 788.18 | (423.58) |
| Profit attributable to equity shareholders | 788.18 | (423.58) |

CURRENT DEVELOPMENT

Your Company has generated the income by way of collection of toll tax from Palanpur - Radhanpur section (KM 340.00 to KM 458.00) of NH-14 and Radhanpur - Samkhiyali - Section (KM 138.80 to KM 281.30) of NH-15 in the State of Gujarat. During the year under report your Company achieved revenue of Rs.1342.34 Lacs against last year turnover of Rs. 4509.29 Lacs (whereas out of total turnover, Revenue from Operation is 510.00 Lacs against Last year income of 4256.05 Lacs). The reason in reduction of revenue from operation is that the company is Special Purpose Vehicle to construct and maintain road under government contract and the company's main revenue was from toll collection, during the year, government contract has accomplished and hence to the effect revenue income fell down.

HOLDING, SUBSIDIARIES, JOINT VENTURES, and ASSOCIATES

The Company is Wholly Own Subsidiary Company of Patel Infrastructure Limited ("PIL").

The Company has two Associates Company, namely Patel Bridge Nirman Private Limited ("PBNPL") and Patel Sethiyahopu-Cholopuram Highway Private Limited.

[Note: Patel Infrastructure Limited routed 44.75% stake through Patel Highway Management Private Limited, and in terms of Patel Bridge Nirman Private Limited is Associate Company of Patel Highway Management Private Limited and Patel Sethiyahopu-Cholopuram Highway Private Limited "PSCHPL" is SPV of Patel Infrastructure Limited, Wherein PIL along with its Subsidiary PHMPL holding entire share capital of PSCHPL]

Further, a statement containing the salient features of the financial statement of our subsidiaries in the prescribed format **AOC-1** is appended as Annexure - I to the Board's report. The statement also provides the details of performance, financial positions of the subsidiaries and name of the companies which have become/ceased to be subsidiaries, JV or Associate Companies during the year.

PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT

The company has not prepared consolidated financial statements of the Company for its Associate Company viz Patel Bridge Nirman Private Limited as per Rules 6 of the Companies (Accounts) Rules, 2014, Company is exempt from Consolidation as its ultimate holding Company i.e Patel Infrastructure Limited has filed Consolidated Balance Sheet with ROC and complied other provisions. Further, a separate statement containing the salient features of financial statement of subsidiaries, joint ventures and associates in Form **AOC-1** attached as Annexure - I which forms part of this Report. The statement also provides the details of performance, financial positions of each of the subsidiaries/associates/JVs.

ANNUAL RETURN and MGT-9

The extract of Annual Return required under Section 134(3)(a) of the Companies Act, 2013 read with rule 12(1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9, for the Financial Year ended 31st March, 2021 is annexed Annexure - IV, and forms part of the Directors Report. Annual return and MGT-9 will be available on the Company's Website <https://www.patelinfra.com>.

PARTICULARS OF BOARD MEETING

| Sr. No. | Type of Meeting/ Postal ballot / Circular Resolution, etc. | Number of meeting / circular resolution passed, etc. | Dates of Meetings held during Financial year. |
|---------|--|--|---|
| 1. | Board Meetings | 5 (Five) | 02.07.2020, 29.09.2020, 13.10.2020, 24.11.2020, 16.03.2021. |
| 2. | CSR meeting | 1 (One) | 13.10.2020 |

The Prescribed quorum was present for all the Meetings. Further, the Board confirms compliance with the requirements of the Secretarial Standards as issued by the Institute of Company Secretaries of India and Ministry of Corporate Affairs.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of section 134 of the Companies Act, 2013, the director state:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DIRECTORS AND KMP

There is no change among Directors and none of the Directors are liable to retire by rotation in terms of provision of the Articles of Association.

AUDITORS

M/s. Surana Maloo & Co., Chartered Accountants (Firm Registration No: 112171W), who is the statutory auditor of your Company, holds office until the conclusion of the 13th AGM to be held in the year 2022, subject to ratification of its appointment at every AGM, if required under law.

Pursuant to Section 40 of Companies Amendment Act, 2017 notified on May 7, 2018, there is no need to place the matter relating to ratification of appointment by members at every Annual General meeting.

Hence ratification of appointment by members shall not be place in the upcoming AGM and onwards. M/s. Surana Maloo & Co. has also confirmed that they hold a valid peer review certificate issued by the peer review board of ICAI, New Delhi and eligible to act as auditors.

The Notes to Accounts forming part of the financial statements are self-explanatory and need no further explanation. There is no qualification or adverse remarks in the Auditor's Report which require any explanation from the Board of Directors. Further, There is no frauds reported by auditor under section 143 (12) of the Companies Act, 2013.

DISCLOSURE ABOUT COST AUDIT

Pursuant to directions issued by Government of India, Ministry of Corporate Affairs (MCA) for appointment of Cost Auditors, the Board of Directors has appointed M/s. B. R. & Associates, a Cost Accountant as a Cost Auditor of the Company for the financial year ended March 31, 2021. The Cost Audit Report for the year 2020-21 was filed with the Ministry of Corporate Affairs. Further, it is noted that company's turnover is below the threshold limit in 2020-21, hence there is no longer requires to appoint cost auditor onward.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Pursuant to Section 186(11) of the Companies Act, 2013 loans made, guarantees given or securities provided by a company engaged in the business of financing of companies or providing infrastructural facilities in the ordinary course of its business are not applicable, hence not given.

Further, during the year company has not made any acquisition of securities.

PARTICULARS OF CONTRACT OR ARRANGEMENTS WITH RELATED PARTIES

All the Related Party Transactions that were entered into during the financial year were in the ordinary course of business on arm's length basis and were in ordinary course of business. Same detail has been provided in AOC - 2 attached as Annexure – II.

DIVIDEND

The Directors have not recommended any dividend for the financial year 2020-21.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitment affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of the report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

A. Conservation of Energy:

(a) Energy conservation measures taken:

Since the Company is engaged in the business of construction, it has little room for conservation of energy. Main energy required for the business is diesel, fuel and LDO. Company has incurred expenditure of Rs. 0.00(NIL) Power, Fuel and Electricity (P.Y. Rs. 18.90 Lacs Power, Fuel & Electricity) for the same. Considering the business volume of the Company, the expenses may be considered as reasonable. No specific measures have been initiated by the Company for the conservation of energy.

B. Technology Absorption:

Not applicable

C. Foreign Exchange Earnings and Outgo:

NIL (P.Y. Nil)

RISK MANAGEMENT POLICY

The Company has established Enterprise Risk Management process to manage risks with the objective of maximizing shareholders value.

CSR POLICY

Your Company has constituted a Corporate Social Responsibility (CSR) Committee consisting of the (i) Mr. Pravinbhai V. Patel and (ii) Mr. Arvind V. Patel. But due to amendment in Companies Act 2013 and rules made thereunder, company is no required CSR committee, and hence on JULY 29, 2021 board has decided to dissolve the CSR committee. Members can access the CSR Policy on the website of the Company at link <http://patelinfra.com>.

Report on CSR Activity and CSR Expenditure during the Year has been provided as Annexure - III.

DEPOSITS

The Company has not accepted any deposit or loans falling under purview of Section 73 of the Companies Act, 2013 read with the said rules.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

There are no material changes in the nature of business during the year under review.

INTERNAL CONTROL SYSTEMS

The Company has in place adequate systems of internal control commensurate with its size and the nature of its operations. These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorization and ensuring compliance of corporate policies.

The Internal Control Systems and audit findings are reviews by the management team on regular basis and standard policies and guidelines to ensure the reliability of financial and all other records.

The Company has also identified various business risks and laid down necessary procedures for mitigation of the same. Given the geographical spread of operations of the Company, the Company has devised adequate systems to ensure statutory compliances at each location and these compliances are monitored regularly.

Suggestions for improvement are considered and Board follows up on corrective action.

DISCLOSURES AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In order to provide women employees a safe working environment at workplace and also in compliance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder, the Company has formulated a well-defined policy on prevention, prohibition and redressal of complaints relating to sexual harassment of women at the workplace. No complaints pertaining to sexual harassment of women employees from any of the Company's locations were received during the year ended March 31, 2020.

VIGIL MECHANISM

The Company has established a vigil for directors and employees to report their genuine concerns. The Vigil Mechanism Policy which has been approved by the Board of Directors of the Company has been hosted on the website of the Company.

INSURANCE

All properties and insurable interests of the Company to the extent required have been adequately insured.

PARTICULARS OF EMPLOYEES

There are no employees who are in receipt of salary in excess of the limits prescribed under Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. transfer any amount to reserves, pursuant to proviso of section 133(3) (j) of Companies Act, 2013
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and except ESOS referred to in this Report.
4. Compliance with respect to receipt of any remuneration or commission from any of its subsidiaries by Managing Director or Whole-time Directors, as there is no MD/WTD in the company.
5. Significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
6. Independent Director:

Your Company is not covered under class of Company as prescribed under Section 149(3) of the Companies Act, 2013 read with Rule 4 of Companies (Appointment and Qualification of Directors) Rules, 2014, hence, no disclosures required under sections 134(3)(d), Section 149(6) and 149(10) of the Companies Act, 2013.

7. Formal Evaluation by Board of Its own Performance:

Being an unlisted Company or having paid up capital of less than Rs. 25 Crores, the Statement in respect of Formal Evaluation by the Board of its own performance and that of its committees and individual directors are not applicable to the Company.

8. Analysis of remuneration:

The Company is not listed on any recognized stock exchange; hence disclosure regarding the ratio of the remuneration of each Director to the median employee's remuneration and other details are not applicable to the Company.

9. Policy on director's appointment & remuneration:

Requirement of Nomination and Remuneration Committee is not applicable to the Company; however, the Company's remuneration policy is directed towards rewarding performance based on review of achievements periodically. The remuneration policy is in consonance with the existing industry practice.

10. Corporate Governance:

Your Company is an unlisted entity; hence the requirement of Corporate Governance is not applicable to your Company during the financial year under review.

ACKNOWLEDGEMENTS:

The Board acknowledges with thanks the contribution of employees at all offices and at all levels without whose efforts the Company could not have been developed at such a rapid speed. The Company also expresses their sincere gratitude towards different government and other authorities including NHAI and local authorities for their co-operation to the management by giving timely approval or clearance towards the projects of the Company. The Company is also thankful to the shareholders, suppliers, customers and other associates for their co-operation to the management and for their contribution towards the growth of the Company. The Board does hope for the contribution and co-operation from all continuously in future also.

For and on behalf of Board
Patel Highway Management Private Limited

Place: Vadodara
Date: 04.09.2021

Pravinbhai V. Patel - 00008911
Chairman & Director

Annexures:

i. AOC - 1: SUBSIDIARIES, JOINT VENTURES, and ASSOCIATES

- ii. AOC -2: PARTICULARS OF CONTRACT OR ARRANGEMENTS WITH RELATED PARTIES
- iii. CSR Expenditure
- iv. MGT – 9: Extract of Annual Return

| Annexure – I: Form AOC-I | | |
|--|--|---------------------------|
| (Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014) | | |
| Part “A”: Subsidiaries: Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures | | |
| (Information in respect of each subsidiary to be presented with amounts in Lakhs) | | |
| Sr.No | Name of the subsidiary | Amount Amount in Lakhs |
| 1. | Reporting currency | - |
| 2. | Share capital | - |
| 3. | Reserves & surplus | - |
| 4. | Total assets | - |
| 5. | Total Liabilities (excluding Equity Share capital) | - |
| 6. | Investments | - |
| 7. | Turnover (Revenue from Operation) | - |
| 8. | Profit before taxation | - |
| 9. | Provision for taxation (Current Tax & Deferred Tax) | - |
| 10. | Profit after taxation | - |
| 11. | Proposed Dividend | - |
| 12. | % of shareholding | - |
| Note: Patel Sethiyahopu -Cholopuram Highway Private Limited has been ceased to be subsidiary of the company w.e.f April 2019 due to allotment of shares. | | |
| 1. Names of subsidiaries which are yet to commence operations: N.A | | |
| 2. Names of subsidiaries which have been liquidated or sold during the year: N. A | | |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| Part "B": Associates and Joint Ventures: Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures | | | |
|--|---|--|--|
| Sr. no. | Name of Associates/ Joint Ventures | *Patel Bridge Nirman Private Limited.(Rs. In Lakhs) | **Patel Sethiyahopu - Cholopuram Highway Private Limited (Rs. In Lakhs) |
| 1. | Latest audited Balance Sheet Date | 31 st March, 2021 | 31 st March, 2021 |
| 2. | Shares of Associate/Joint Ventures held by the company on the year end | | |
| | No. | 75,11,000 Equity Shares | 2,00,00,000 Equity Shares |
| | Amount of Investment in Associates/Joint Venture | 751.10 | 2000.00 |
| | Extend of Holding % | *44.75% | **45.63% |
| 3. | Description of how there is significant influence | Ownership of 20% or more of the voting Power | Ownership of 20% or more of the voting Power |
| 4. | Reason why the associate/joint venture is not Consolidated | As per Rules 6 of the Companies (Accounts) Rules, 2014, Company is exempt from Consolidation as its ultimate holding Company i.e Patel Infrastructure Limited has filed Consolidated Balance Sheet with ROC and complied other provisions. | As per Rules 6 of the Companies (Accounts) Rules, 2014, Company is exempt from Consolidation as its ultimate holding Company i.e Patel Infrastructure Limited has filed Consolidated Balance Sheet with ROC and complied other provisions. |
| 5. | Net worth attributable to Shareholding as per latest audited Balance Sheet. | 3,390.88 | 6,276.29 |
| 6. | Profit / Loss for the year (PAT) | 470.69 | (3996.99). |
| 6(i). | Considered in Consolidation | — | — |
| 6(ii.) | Not Considered in Consolidation | — | — |
| * (Patel Bridge Nirman Private Limited is SPV of Patel Infrastructure Limited, Whereas PIL having Direct Stake 29.25 % and rest 44.75 % Stake routed through its Wholly Own Subsidiary i.e Patel Highway Management Private Limited) | | | |
| **(Patel Sethiyahopu-Cholopuram Highway Private Limited is SPV of Patel Infrastructure Limited, Wherein PIL along with its Subsidiary Patel Highway Management Private Limited holding entire share capital. | | | |
| 1. Names of associates or joint ventures which are yet to commence operations: N.A | | | |
| 2. Names of associates or joint ventures which have been liquidated or sold during the year. N.A | | | |
| Place: Vadodara Date: 04.09.2021 | | For and on behalf of Board Patel Highway Management Private Limited Pravinbhai V. Patel - 00008911 Chairman & Director | |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



Annexure – II: Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso is given below:

1. Details of contracts or arrangements or transactions not at Arm's length basis: There were no contracts or arrangements or transactions entered in to during the year ended March 31, 2021, which were not at arm's length basis. :
2. Details of contracts or arrangements or transactions at Arm's length basis:

| Name(s) of the related party and nature of relationship | Nature of contracts/ arrangements/ transactions | Duration of the contracts/arrangements/ transactions | Salient terms of the contracts or arrangements or transactions including the value, if any | Amount (Rs. In Lakhs) |
|---|---|--|--|-----------------------|
| Patel Infrastructure Limited – Holding Company | Sub - Contract Related Service | As per Sub - Contract | Sub – Contract Income | 510.00 |
| Abhishekbhai S Vaviya | Stipend | As per Appointment Letter | Stipend | 0.30 |

Note: - All the transaction which are approved and exempted has been covered in the details of contracts or arrangements or transactions at Arm's length basis.

For and on behalf of Board
Patel Highway Management Private Limited

Place: Vadodara
Date: 04.09.2021

Pravinbhai V. Patel - 00008911
Chairman & Director

ANNUAL REPORT ON CSR ACTIVITIES FOR FINANCIAL YEAR ENDED 31ST MARCH, 2021 – Annexure -5

1. Brief outline on CSR Policy of the Company

Corporate Social Responsibility Philosophy:

Patel Highway Management Pvt. Ltd. (PHMPL) believes in development, empowerment and upliftment of society. PHMPL envisages CSR as a way of conducting business which enables society in terms of helping needy people, keeping the environment clean and safe for the society by adopting best technologies. CSR is the commitment of business to contribute for sustainable economy development by working with the employees, local community and society at large to improve their lives in way that are good for business development. It is the Company's intent to make a positive contribution to the society in which the Company lives and operates

Policy Objective:

The objective of this Policy is to set a guiding principle for carrying out CSR activities by the Company and also to set up process of execution, implementation and monitoring of the CSR activities to be undertaken by the Company.

CSR Committee

Your Company has constituted a Corporate Social Responsibility (CSR) Committee consisting of the (i) Mr. Pravinbhai V. Patel and (ii) Mr. Arvind V. Patel. But due to amendment in Companies Act 2013 and rules made thereunder, company is no required CSR committee, and hence on JULY 29, 2021 board has decided to dissolve the CSR committee.

Role of the Committee: The Committee shall carry out of the following functions:

- (a) Recommend the CSR Policy and Annual Action Plan to the Board;
- (b) Monitor the CSR Policy of the Company from time to time;
- (c) Identify the projects/activities to be undertaken by the Company for CSR
- (d) Ensure compliance of CSR Policy and the Rules;
- (e) Recommend to the Board CSR Activities to be undertaken along with detailed plan, modalities of execution, implementation schedule, monitoring process, impact assessment and amount to be incurred on such activities;
- (f) Such other functions as may be delegated and/or assigned by the Board from time to time

Implementation of CSR Activities

i. The Company may undertake CSR Activities through a registered trust or society or any company, established by the Company, its holding or subsidiary company under Section 8 of the Act for such non-for-profit objectives.

Provided that the Company can carry out the CSR Activities through such other institutes having an established track record of 3 (three) years in undertaking the CSR Activities.

ii. The Company may collaborate with other companies for undertaking the CSR Activities subject to fulfillment of separate reporting requirements as prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014 (the "Rules").

iii. The CSR Activities shall not include any activity undertaken by the Company in pursuance of normal course of business of the Company.

iv. The Company shall not make any payment directly or indirectly to Political Party(ies) for CSR Activities

2. Composition of CSR Committee.

| SL. No | Name of Director | Designation /Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|--------|---------------------------------|-------------------------------------|--|--|
| 1. | Mr. Pravinbhai Vithalbhai Patel | Chairperson | 1 | 1 |
| 2. | Mr. Arvind V. Patel | Member | 1 | 1 |

Note: From JULY 29, 2021 CSR committee has been dissolved.

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company

Please see the link https://www.patelinfra.com/images/policies/PIL_CSR_PIL.pdf.

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).

Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any,

| SL. No | Financial Year | Amount available for set-off from preceding financial years (Rs. In Lacs) | Amount required to be set off for the financial year, if any (Rs. In Lacs) |
|--------|----------------|---|--|
| | | Nil | |

6. Average net profit of the company as per section 135(5) : Rs.345.06 lakhs.

| 7. | | |
|--------|---|-----------------|
| SL. No | Particular | Amount in Lacs. |
| (a) | Two percent of average net profit of the company of last three financial years as per section 135(5). | 6.90 |
| (b) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years. | 0.00 |
| (c) | Amount required to be set off for the financial year, if any | 0.00 |
| (d) | Total CSR obligation for the financial year (7a+7b-7c) | 6.90 |

8. (a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year. (in Rs.) | Amount Unspent | | | | |
|---|---|------------------|---|---------|------------------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6) | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) | | |
| | Amount. (Rs. In Lakhs) | Date of transfer | Name of the Fund | Amount. | Date of transfer |
| -- | 6.90 | 19.04.2021 | -- | -- | -- |

(b) Details of CSR amount spent against ongoing projects for the financial year:

| (1) | (2) | (3) | (4) | (5) | | (6) |
|---------|---------------------|---|-----------------------|---------|----------|------------------|
| SL. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes / No) | State | District | Project duration |
| 01 | Animal welfare | Nil | Yes | Gujarat | Anand | 2 years |

| (7) | (8) | (9) | (10) | (11) | |
|---|--|---|--|--|-------------------------|
| Amount allocated for the project (in Rs.) | Amount spent in the current F.Y. (in Rs) | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs) | Mode of Implementation - Direct (Yes/No) | Mode of Implementation – Through Implementing Agency | |
| | | | | Name | CSR Registration number |
| 6.90 | 0 | 6.90 | NO | Late Vithalbhai Gobarbhai Patel Foundation | CSR00002777 |

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

| SL. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes / No) | Location of the project | | Amount spent for the project (Rs.in lacs) | Mode of Implementation - Direct (Yes/No) | Mode of Implementation – Through Implementing Agency | |
|---------|---------------------|---|-----------------------|-------------------------|----------|---|--|--|-------------------------|
| | | | | State | District | | | Name | CSR Registration Number |
| | | | | | | | | | |

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e):

(g) Excess amount for set off, if any

| SL. No | Particular | Amount (Rs. In lacs) |
|--------|---|----------------------|
| (i) | Two percent of the average net profit of the company of last three financial years as per section 135(5) | 6.90 |
| (ii) | Total amount spent for the Financial Year | 0.00 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 0.00 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | 0.00 |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | 0.00 |

9.(a) Details of Unspent CSR amount for the preceding three financial years:

| SL. No. | Preceding Financial Year. | Amount transferred to Unspent CSR Account under section 135 (6) (Rs. In lacs) | Amount spent in the reporting Financial Year (Rs. In lacs) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. | | | Amount remaining to be spent in succeeding financial years. (Rs. In lacs) |
|---------|---------------------------|---|--|--|----------------------|------------------|---|
| | | | | Name of the Fund | Amount (Rs. In lacs) | Date of transfer | |
| - | - | - | N.A | - | - | - | - |
| | | | | | | | |
| | | | | | | | |

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

| SL. No. | Project ID. | Name of the Project | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project (in Rs. In lacs) | Amount spent on the project in the reporting Financial Year (Rs. In lacs). | Cumulative amount spent at the end of reporting Financial Year. (Rs. In lacs) | Status of the project - Completed /Ongoing. |
|---------|-------------|---------------------|---|------------------|---|--|---|---|
| . | | | | | | | | |
| | | - | - | - | Nil | - | - | - |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details). : Nil

- (a) Date of creation or acquisition of the capital asset(s). :
- (b) Amount of CSR spent for creation or acquisition of capital asset.
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).

As the Company could not disburse a sum of Rs. 6,90,000/- Which was required to be spent during the year for the mandate CSR expenditure, the Company has transferred the amount towards the ongoing project. Thus, the Company has either spent or earmarked the mandated CSR expenditure during the financial year 2020-21. The Company will endeavor to spend the mandated CSR expenditure during the course of the year itself.

Annexure – IV: Form No. MGT 9

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

EXTRACT OF ANNUAL RETURN**As on the financial year ended on 31/03/2021**

| As on the financial year ended on 31/03/2021 | | |
|--|---|---|
| I | REGISTRATION & OTHER DETAILS: | |
| i | CIN | U45203GJ2009PTC058178 |
| ii | Registration Date | 24-Sep-09 |
| iii | Name of the Company | PATEL HIGHWAY MANAGEMENT PRIVATE LIMITED |
| iv | Category of the Company | Company Limited By Shares |
| v | Address of the Registered office & contact details | |
| | Address : | "PATEL HOUSE", BESIDE PRAKRUTI RESORT, CHHANI ROAD, CHHANI. |
| | Town / City : | VADODARA |
| | State : | GUJARAT-391740 |
| | Country Name : | India |
| | Telephone (with STD Code) : | 0265- 277 6678 |
| | Fax Number : | 0265-277 7878 |
| | Email Address : | ho@patelinfra.com |
| | Website, if any: | N.A |
| vi | Whether listed company | Unlisted |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| | | | |
|---------|--|--|---|
| vii | Name and Address of Registrar & Transfer Agents (RTA):- | | |
| | Name of RTA: | N.A | |
| | Address : | N.A | |
| | Town / City : | N.A | |
| | State : | N.A | |
| | Pin Code: | N.A | |
| | Telephone : | N.A | |
| | Fax Number : | N.A | |
| | Email Address : | N.A | |
| II. | PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY | | 1 |
| | All the business activities contributing 10 % or more of the total turnover of the company shall be stated:- | | |
| Sl. No. | Name and Description of main products / services | NIC Code of the Product / service | % to total turnover of the company |
| 1 | Construction and Maintenance of Road (Section F) | 42 | 100% |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES - | | | | | |
|---|---|-----------------------|--------------------------------|------------------|--------------------|
| No. of Companies for which information is being filled | | | | 3 | |
| Sr. No. | Name and Address of Company | CIN/GLN | Holding /Subsidiary /Associate | % of shares held | Applicable Section |
| 1 | Patel Infrastructure Limited | U45201GJ2004PLC043955 | Holding Company | 100.00% | 2 (46) |
| 2 | Patel Bridge Nirman Private Limited. (PBNPL is SPV Company of Patel Infrastructure Limited and Ajay Engi-Infrastructure Pvt. Ltd in the ratio of 74:26. Whereas, Patel Infrastructure Limited is Ultimate Holding Company having 29.25 % Stake and rest 44.75 % Stake routed through its Wholly Own Subsidiary Patel Highway Management Private Limited. | U45202GJ2011PTC066793 | Associates Company | 44.75 % | 2 (6) |
| 3 | Patel Sethiyahopu-Cholopuram Highway Private Limited "PSCHPL" (PSCHPL is SPV of Patel Infrastructure Limited, Wherein PIL along with its Subsidiary PHMPL holding entire share capital. | U45309GJ2017PTC099497 | Associates Company | 45.63% | 2 (6) |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) | | | | | | | | | |
|--|---|----------|------------------|-------------------|---|----------|------------------|-------------------|--------------------------|
| i. Category-wise Share Holding | | | | | | | | | |
| Category of Shareholders | No. of Shares held at the beginning of the year | | | | No. of Shares held at the end of the year | | | | % Change during the year |
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoter s | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/ HUF | - | - | - | - | - | - | - | - | - |
| b) Central Govt | - | - | - | - | - | - | - | - | - |
| c) State Govt(s) | - | - | - | - | - | - | - | - | - |
| d) Bodies Corp. | 75,00,000 | - | 75,00,000 | 100% | 75,00,000 | - | 75,00,000 | 100% | 0% |
| e) Banks / FI | - | - | - | - | - | - | - | - | - |
| f) Any other | - | - | - | - | - | - | - | - | - |
| | | | | | | | | | |
| (2) Foreign | | | | | | | | | |
| a) NRI - Individual/ | - | - | - | - | - | - | - | - | - |
| b) Other - Individual/ | - | - | - | - | - | - | - | - | - |
| c) Bodies Corp. | - | - | - | - | - | - | - | - | - |
| d) Banks / FI | - | - | - | - | - | - | - | - | - |
| e) Any Others | - | - | - | - | - | - | - | - | - |
| Total shareholding of Promoter (A) | 75,00,000 | - | 75,00,000 | 100% | 75,00,000 | - | 75,00,000 | 100% | 0% |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| B. Public Shareholding | | | | | | | | | |
|----------------------------------|---|---|---|---|---|---|---|---|---|
| 1. Institutions | | | | | | | | | |
| a) Mutual Funds | - | - | - | - | - | - | - | - | - |
| b) Banks / FI | - | - | - | - | - | - | - | - | - |
| c) Central Govt | - | - | - | - | - | - | - | - | - |
| d) State Govt(s) | - | - | - | - | - | - | - | - | - |
| e) Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| f) Insurance Companies | - | - | - | - | - | - | - | - | - |
| g) FIs | - | - | - | - | - | - | - | - | - |
| h) Foreign Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| i) Others (specify) | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(1):- | - | - | - | - | - | - | - | - | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| | | | | | | | | | |
|--|------------------|----------|------------------|-------------|------------------|----------|------------------|-------------|----------|
| 2. Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | | | | | | | | | |
| i) Indian | - | - | - | - | - | - | - | - | - |
| ii) Overseas | - | - | - | - | - | - | - | - | - |
| b) Individuals | - | - | - | - | - | - | - | - | - |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh | - | - | - | - | - | - | - | - | - |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | - | - | - | - | - | - | - | - | - |
| c) Others (specify) | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(2):- | - | - | - | - | - | - | - | - | - |
| Total Public Shareholding (B)=(B)(1)+ (B)(2) | - | - | - | - | - | - | - | - | - |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | 75,00,000 | - | 75,00,000 | 100% | 75,00,000 | - | 75,00,000 | 100% | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| ii Shareholding of Promoters | | | | | | | | |
|------------------------------|---|---|----------------------------------|--|-------------------------------------|----------------------------------|--|--|
| SI No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in shareholding during the year |
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | |
| 1 | M/s. Patel Infrastructure Pvt. Ltd. | 7,499,900 | 100.00% | 100% | 7,499,900 | 100.00% | 100% | 0% |
| 2 | Mr. Pravinbhai Vithalbhai Patel (Nominee of Patel Infrastructure Limited) | 100 | Negligible | Negligible | 100 | Negligible | Negligible | 0% |
| | TOTAL | 75,00,000 | 100.00% | 0% | 75,00,000 | 100.00% | 100% | 0% |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| iii Change in Promoters' Shareholding (please specify, if there is no change) | | | | | |
|--|-------------------------------------|---|----------------------------------|---|----------------------------------|
| | Name of shareholder | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| 1. | Patel Infrastructure Limited | | | | |
| | At the beginning of the year | - | - | - | - |
| | Changes During the year | - | - | - | - |
| | At the end of the year | - | - | - | - |
| 2. | Pravinbhai Vithalbhai Patel | | | | |
| | At the beginning of the year | - | - | - | - |
| | Changes During the year | - | - | - | - |
| | At the end of the year | - | - | - | - |
| Note: There is no change in Promoter Shareholding Pattern during the Year. | | | | | |

| iv Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): | | | | | |
|---|---------------------|---|----------------------------------|---|----------------------------------|
| | Name of shareholder | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | - | - | - | - | - |
| | - | - | - | - | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| v. | Shareholding of Directors and Key Managerial Personnel: For each of the Directors and KMP | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|----|--|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| 1. | Pravinbhai Vithalbhai Patel – Director | | | | |
| | At the beginning of the year | 100 | - | 100 | - |
| | Changes During the year | - | - | - | - |
| | At the end of the year | 100 | - | 100 | - |
| 2. | Arvind Vithalbhai Patel – Director | | | | |
| | At the beginning of the year | - | - | - | - |
| | Changes During the year | - | - | - | - |
| | At the end of the year | - | - | - | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| V. INDEBTEDNESS (In Lakhs) | | | | |
|--|----------------------------------|-----------------|----------|--------------------|
| Indebtedness of the Company including interest outstanding/accrued but not due for payment | | | | |
| Indebtedness at the beginning of the financial year | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
| i) Principal Amount | - | - | - | - |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | - | - | - |
| Change in Indebtedness during the financial year | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
| * Addition | - | - | - | - |
| * Reduction | - | - | - | - |
| Net Change | - | - | - | - |
| Indebtedness at the end of the financial year | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
| i) Principal Amount | - | - | - | - |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| Total (i+ii+iii) | - | - | - | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| | | | | | | |
|--|--|---|--------------------------------------|-------------------|-----|-------|
| VI. | REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL | | | | | |
| A. | <i>Remuneration to Managing Director, Whole-time Directors and/or Manager:</i> Not Applicable as Company has not appointed any Managing Director, Whole Time Directors and /or Manager. | | | | | |
| B. | <i>Remuneration to other directors:</i> Not Applicable as Company has not appointed any Independent and not paid any remuneration to Non-Executive Directors | | | | | |
| Overall Ceiling as per the Act - Not Applicable as company is Private Limited Company. | | | | | | |
| C. | REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD | | | | | |
| | | | Key Managerial Personnel (In Lakhs) | | | |
| | Sl. no. | Particulars of Remuneration | CEO | Company Secretary | CFO | Total |
| | 1 | Gross salary | - | - | - | - |
| | | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | - | - | - | - |
| | | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | - | - | - | - |
| | | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | - | - | - | - |
| | 2 | Stock Option | - | - | - | - |
| | 3 | Sweat Equity | - | - | - | - |
| | 4 | Commission | - | - | - | - |
| | | - as % of profit | - | - | - | - |
| | | - others, specify... | - | - | - | - |
| | 5 | Others, please specify | - | - | - | - |
| | | Total | - | - | - | - |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178



| | |
|------|---|
| VII. | PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: During the year under review, no penalty or other punishment was imposed on Company, directors or any officers of the Company for any alleged offence under the Companies Act, 2013 or rules framed there under. During the year the Company or any officer of the Company has not made any application to any authority for compounding of offence under the said Act. |
|------|---|

By order of the Board of Director
For, Patel Highway Management Private Limited.

Date: 04.09.2021
Place: Vadodara

Pravinbhai V. Patel
Chairman & Director
DIN: 00008911

INDEPENDENT AUDITOR'S REPORT

**To,
THE MEMBERS OF PATEL HIGHWAY MANAGEMENT PRIVATE LIMITED**

Report on the audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the Standalone Ind AS financial statements of **PATEL HIGHWAY MANAGEMENT PRIVATE LIMITED ("the Company") (CIN: U45203GJ2009PTC058178)**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash flows for the year then ended and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('The Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standard) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and Profit, 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 Standalone 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 standalone 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.

Emphasis of Matter

We draw attention to Note 33 of the accompanying financial results, as regards the management's evaluation of COVID-19 impact on the operations and assets of the Company.

Our report is not modified in respect of both the above matters.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the report of Board of Directors and its committees, but does not include the Standalone Ind AS financial statements and our auditor's report thereon.

Our opinion on the Standalone Ind AS financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other

information is materially inconsistent with the financial statements or our knowledge obtained in the 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.

Responsibility of Management for Standalone 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 Standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the 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 Standalone 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 Standalone 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.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Standalone 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 is not a guarantee that an audit conducted in accordance with 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 Standalone 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 Standalone 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 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 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 financial statements, including the disclosures, and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

As required by the Companies (Auditor's Report) Order, 2016 ("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.

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.
- c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Indian Accounting Standards ("Ind AS") specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended time to time.
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g) As being Private Limited Company, the requirement of the other matters to be included in the Independent Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended is not applicable.
- h) 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 disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For, Surana Maloo & Co.
Chartered Accountants
Firm Registration Number 112171W

Per, Vidhan Surana
Partner
Membership No: 041841
UDIN: 21041841AAAAIA8233

Date: September 4, 2021
Place: Ahmedabad

Annexure - "A" to the Independent Auditors' Report

Matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 of Patel Highway Management Private Limited for the year ended on March 31, 2021.

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets have been physically verified during the year by the Management in accordance with program of physical verification, which in our opinion, provides for physical verification of all fixed assets at reasonable intervals having regard to size of the Company and nature of fixed assets. Based on our audit and according to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c) The Company does not have any immovable properties and accordingly, reporting with respect to title deeds is not applicable.
- ii) The company did not have inventories during the year and accordingly reporting with respect to physical verification and dealing with discrepancies thereof in the books of accounts is not applicable.
- iii) The Company has granted unsecured loans to fellow subsidiary company covered in the register maintained under Section 189 of the Act during the year.

According to the information and explanations given to us, these loans have been given for long term with strategic business motive and accordingly, are not prejudicial to the interests of the company.

Interest has not been charged and stipulations for repayment of principal amount has not been made against loans outstanding at the year end from the subsidiaries. Having regard to the above facts and explanations, reporting with respect repayment of principal and interest thereon is not applicable.

Since the repayment schedule for such loans is not stipulated, no loan is overdue for more than ninety days and accordingly reporting with respect to recovery of principal and interest is not applicable.

- iv) The Company has made investments or provided guarantees or security, which are in compliance as per provisions of section 186 of the Act. According to the information and explanations given to us the Company has not granted loans to its directors. Therefore, the reporting requirements of paragraph 3 (iv) of the Order w.r.t section 185 is not applicable to the Company.
- v) According to the information and explanations given to us the Company has not accepted deposits from the public within the meaning of Sections 73 to 76 of the Act, and the rules framed there under. Therefore, the reporting requirements of paragraph 3 (v) of the Order, is not applicable to the Company.
- vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government under Section 148 (1) of the Act and are of the opinion, that prima facie, the prescribed cost records have been made and maintained. However, we have not made a detailed examination of such records with a view to determine whether they are accurate or complete.

vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, and other material statutory dues as applicable have been generally regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

(b) Based on the audit procedures performed and according to the information and explanations given to us, there are no material dues of income tax or goods and service tax which have not been deposited with the appropriate authorities on account of any dispute, except mentioned below:

| Name of the Statute | Amount Demanded (Rs. In Lakhs) | Amount under Dispute Deposited | Period to which the amount relates | Forum where the dispute is pending |
|---------------------|--------------------------------|--------------------------------|------------------------------------|------------------------------------|
| Bombay Stamp Act | 8.83 | - | 23 rd July 2013 | High Court of Gujarat, Ahmedabad |
| Income Tax | 1786.89 | - | A.Y. 2017-18 | CIT - Appeals |

- viii) Based on our audit procedure and the information and explanations given by the management the Company has not borrowed or raised any money from debenture holders or financial institutions during the year. Therefore, the reporting requirements of paragraph 3 (viii) of the Order, is not applicable to the Company.
- ix) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanation given to us and on examination of the balance sheet of the company, the term loans were applied for the purpose for which the loans were obtained.
- x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Standalone Ind AS financial statements and as per the information and explanations given by the Management, we report that no material fraud on or by the Company has been noticed or reported during the year.
- xi) In our opinion, the company being a private limited company, the provisions of section 197 read with schedule V of the Act with respect to managerial remuneration are not applicable.
- xii) In our opinion, the Company is not a chit fund or a Nidhi/ Mutual benefit fund/ society. Therefore, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii) According to the information and explanation given to us and on the basis of our examination of the records of the Company, all the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable and also the details which have been disclosed in the Standalone Ind AS Financial Statements are in accordance with the applicable Accounting Standard.
- xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore the reporting requirement of paragraph

3(xiv) of the Order, are not applicable to the Company.

- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly reporting requirement of paragraph 3(xv) of the order is not applicable to the Company.
- xvi) According to the information given and as explained to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For, Surana Maloo & Co.
Chartered Accountants
Firm Registration Number 112171W

Date: September 4, 2021
Place: Ahmedabad

Per, Vidhan Surana
Partner
Membership No: 041841
UDIN: 21041841AAAAIA8233

Annexure 'B'

Annexure to the Independent Auditor's Report of even date on the Standalone Ind AS Financial Statements of Patel Highway Management Limited

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 over financial reporting of Patel Highway Management Private Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the Standalone 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 over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 over financial reporting 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 Standalone 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 over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting 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 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 Standalone Ind AS financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, Surana Maloo & Co.
Chartered Accountants
Firm Registration Number 112171W

Per, Vidhan Surana
Partner
Membership No: 041841
UDIN: 21041841AAAAIA8233

Date: September 4, 2021
Place: Ahmedabad

(₹ in Lakhs)

| Particulars | Note No. | As at March 31, 2021 | As at March 31, 2020 |
|--|----------|-------------------------|-------------------------|
| I. ASSETS | | | |
| 1 Non-current assets | | | |
| (a) Property, Plant and Equipment | 5 | 133.87 | 172.79 |
| (b) Financial Assets | | | |
| (i) Investments | 6 | 4,901.10 | 4,901.10 |
| (ii) Other Non-current financial assets | 7 | 198.43 | 186.49 |
| (c) Deferred Tax Assets | 8 | 461.52 | 499.09 |
| (d) Other non-current assets | 9 | 2.34 | 4.10 |
| Total Non-current Assets | | 5,697.26 | 5,763.57 |
| 2 Current assets | | | |
| (a) Financial Assets | | | |
| (i) Trade receivables | 10 | 622.08 | 58.53 |
| (ii) Cash and cash equivalents | 11 | 71.34 | 125.57 |
| (iii) Other current financial assets | 12 | 187.18 | 229.22 |
| (b) Current tax assets (Net) | 13 | 478.62 | 457.51 |
| (c) Other current assets | 14 | 1.23 | 25.95 |
| Total Current assets | | 1,360.45 | 896.78 |
| TOTAL ASSETS | | 7,057.71 | 6,660.35 |
| II. EQUITY AND LIABILITIES | | | |
| 1 Equity | | | |
| (a) Equity share capital | 15 | 750.00 | 750.00 |
| (b) Other Equity | 16 | 5,748.61 | 5,860.43 |
| Total Equity | | 6,498.61 | 6,610.43 |
| 2 Liabilities | | | |
| 3 Current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Trade payables | 17 | 510.62 | 3.62 |
| (ii) Other current financial liabilities | 18 | 30.07 | 39.43 |
| (b) Other current liabilities | 19 | 18.41 | 6.87 |
| Total Current liabilities | | 559.10 | 49.92 |
| Total Liabilities | | 559.10 | 49.92 |
| TOTAL EQUITY AND LIABILITIES | | 7,057.71 | 6,660.35 |

As per our report of even date

For Surana Maloo & Co.
Chartered Accountants
Firm Registration Number: 112171W

For and Behalf of the Board of Directors
Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178

Per, Vidhan Surana
Partner
Membership No.: 041841

Pravinbhai Patel
Director
DIN: 00008911

Arvind Patel
Director
DIN: 00009089

Place : Ahmedabad
Date : September 4, 2021

Place : Vadodara
Date : September 4, 2021

| Particulars | | Note No. | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|-------------|--|-----------|--------------------------------------|--------------------------------------|
| I | Revenue | | | |
| | Revenue from Operations | 20 | 510.00 | 4,256.05 |
| | Other Income | 21 | 832.34 | 253.24 |
| | Total Income | | 1,342.34 | 4,509.29 |
| II | Expenses | | | |
| | Operation and Maintenance Expense | 22 | 457.11 | 3,541.65 |
| | Employee Benefits Expense | 23 | 0.30 | 43.27 |
| | Finance costs | 24 | - | 1.02 |
| | Depreciation and Amortization Expenses | 5 | 38.91 | 752.61 |
| | Other Expenses | 25 | 20.27 | 637.19 |
| | Total Expenses | | 516.59 | 4,975.74 |
| III | Profit Before Tax | | 825.75 | (466.44) |
| IV | Tax expense: | | | |
| | (1) Current Tax | 32 | - | - |
| | (2) Deferred Tax | 32 | 37.57 | (25.00) |
| | (3) Excess / (Short) provision of earlier periods | 32 | - | (17.86) |
| V | Profit After Tax | | 788.18 | (423.58) |
| | Other comprehensive income | | | |
| | Items that will not be reclassified subsequently to profit or loss | | | |
| | Remeasurements of defined benefit liability/(asset) | | - | - |
| | Income tax related to above items | | - | - |
| | Other comprehensive income (Net of taxes) | | - | - |
| | Total comprehensive income for the Year | | 788.18 | (423.58) |
| VI | Earnings per equity share (EPS) | | | |
| | Basic and Diluted | | | |
| | Profit attributable to equity shareholders | | 788.18 | (423.58) |
| | Weighted average number of equity shares outstanding during the year (Refer Note 29) | | 75,00,000 | 75,00,000 |
| | Nominal value of equity share | | 10.00 | 10.00 |
| | Basic and Diluted Earning per Share (EPS) | 29 | 10.51 | (5.65) |

As per our report of even date

For Surana Maloo & Co.

Chartered Accountants

Firm Registration Number: 112171W

For and Behalf of the Board of Directors**Patel Highway Management Private Limited**

CIN: U45203GJ2009PTC058178

Per, Vidhan Surana

Partner

Membership No.: 041841

Pravinbhai Patel

Director

DIN: 00008911

Arvind Patel

Director

DIN: 00009089

Place : Ahmedabad

Date : September 4, 2021

Place : Vadodara

Date : September 4, 2021

(₹ in Lakhs)

| Particulars | | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|-------------|---|--------------------------------------|--------------------------------------|
| A | CASH FLOW FROM OPERATING ACTIVITIES | | |
| | Restated Net Profit after Extraordinary items and before Tax | 825.75 | (466.44) |
| | Adjustment for: | | |
| | Depreciation and Amortisation Expense | 38.91 | 752.61 |
| | (Profit) / Loss on Sale of Items of Property, Plant and Equipment | - | 0.03 |
| | Interest and other borrowing cost | - | 1.02 |
| | Interest income on FDRs | (12.91) | (12.52) |
| | Dividend Income | (811.19) | (225.33) |
| | OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES | 40.56 | 49.36 |
| | Adjustment For Working Capital Changes: | | |
| | Changes in Trade Receivables | (563.55) | - |
| | Changes in Financial Assets and Other Assets | 66.76 | 39.98 |
| | Changes in Financial Liabilities and Other Payables | 509.19 | (1,168.06) |
| | CASH GENERATED FROM OPERATIONS | 52.96 | (1,078.72) |
| | Direct Taxes paid (Net) | (21.11) | (39.94) |
| | NET CASH FROM OPERATING ACTIVITIES | 31.85 | (1,118.66) |
| B | CASH FLOW FROM INVESTING ACTIVITIES: | | |
| | Purchase of Property Plant and Equipment (including advances for capital expenditure) | 1.76 | (1.64) |
| | Sale of Items of Property Plant and Equipment | - | 0.25 |
| | Dividend paid during the year | (900.00) | - |
| | Interest income on FDRs | 12.91 | 12.52 |
| | Dividend Income | 811.19 | 225.33 |
| | Changes in FDRs other than Cash and Cash Equivalents | (11.94) | (11.27) |
| | NET CASH USED IN INVESTING ACTIVITIES | (86.08) | 225.19 |
| C | CASH FLOW FROM FINANCING ACTIVITIES: | | |
| | Interest and other borrowing cost | - | (1.02) |
| | NET CASH GENERATED FROM/ (USED IN) FINANCING ACTIVITIES | - | (1.02) |
| | NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS | (54.23) | (894.49) |
| | OPENING BALANCE- CASH AND CASH EQUIVALENT | 125.57 | 1,020.06 |
| | CLOSING BALANCE- CASH AND CASH EQUIVALENT | 71.34 | 125.57 |

Notes to the Cash Flow Statement

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 equivalent comprises of:

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|----------------------------------|--------------------------------------|--------------------------------------|
| Balances with banks: | | |
| - Current Accounts | 71.30 | 125.41 |
| Cash on hand | 0.04 | 0.16 |
| Cash and cash equivalents | 71.34 | 125.57 |

As per our report of even date

For Surana Maloo & Co.
Chartered Accountants
Firm Registration Number: 112171W

For and Behalf of the Board of Directors
Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178

Per, Vidhan Surana
Partner
Membership No.: 041841

Place : Ahmedabad
Date : September 4, 2021

Pravinbhai Patel **Arvind Patel**
Director Director
DIN: 00008911 DIN: 00009089

Place : Vadodara
Date : September 4, 2021

Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178
Statement of Changes in Equity

A. Equity Share Capital

(₹ in Lakhs)

| Particulars | No. of Shares | Amount |
|--|------------------|---------------|
| Balance as at April 1, 2019 | 75,00,000 | 750.00 |
| Changes in equity share capital during the year 2019-20 | | |
| Add: Shares issued during the year | - | - |
| Balance as at March 31, 2020 | 75,00,000 | 750.00 |
| Balance as at April 1, 2020 | 75,00,000 | 750.00 |
| Changes in equity share capital during the year 2020-21 | | |
| Add: Shares issued during the year | - | - |
| Balance as at March 31, 2021 | 75,00,000 | 750.00 |

B. Other Equity

(₹ in Lakhs)

| Particulars | Reserves and Surplus | | |
|---|----------------------|---|-----------------|
| | Retained Earnings | Other Comprehensive Income - Remeasurement of Defined Benefit Plans | Total |
| Balance as at April 1, 2019 | 6,264.95 | 19.06 | 6,284.01 |
| Profit attributable to owners of the Company | (423.58) | - | (423.58) |
| Remeasurement of defined benefit obligation not required | 19.06 | - | 19.06 |
| Other comprehensive income arising from Remeasurement of defined benefit obligation net of income tax | - | (19.06) | (19.06) |
| Balance at the end of the year March 31, 2020 | 5,860.43 | - | 5,860.43 |
| Balance as at April 1, 2020 | 5,860.43 | - | 5,860.43 |
| Dividend Distribution during the year | 900.00 | - | 900.00 |
| Profit attributable to owners of the Company | 788.18 | - | 788.18 |
| Remeasurement of defined benefit obligation not required | - | - | - |
| Other comprehensive income arising from Remeasurement of defined benefit obligation net of income tax | - | - | - |
| Balance at the end of the year March 31, 2021 | 5,748.61 | - | 5,748.61 |

As per our report of even date

For Surana Maloo & Co.

Chartered Accountants
Firm Registration Number: 112171W

For and Behalf of the Board of Directors

Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178

Per, Vidhan Surana

Partner
Membership No.: 041841

Place : Ahmedabad
Date : September 4, 2021

Pravinbhai Patel

Director
DIN: 00008911

Place : Vadodara
Date : September 4, 2021

Arvind Patel

Director
DIN: 00009089

Notes to Standalone Financial Statements

1. CORPORATE INFORMATION

Patel Highway Management Private Limited ('the Company'), incorporated in 2009 under the provisions of Companies Act, 1956, is a company domiciled in India with its registered office situated at Patel House, besides Prakruti Resort, Chhani road, Chhani, Vadodara, Gujarat – 391740. The company is engaged in the business of construction of roads and highways, and other ancillary services like toll collection, operation and maintenance of highways.

BASIS OF PREPARATION

a. Basis of Preparation

Standalone Financial Statements of the Company have been prepared as per Indian Accounting Standards (Ind AS) in accordance with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

The financial statements were authorized for issue in accordance with a resolution of the directors on September 4, 2021.

Standalone Financial Statements have been prepared on the historical cost convention, except for certain financial instruments that are measured at fair value at the end of each reporting period in accordance with Ind AS.

b. Functional and Presentation Currency

These Standalone Financial Statements are presented in Indian Rupees (₹), which is the also the functional currency. All amounts have been rounded off to the nearest lakhs, except per share data, face value of equity shares and expressly stated otherwise.

2. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The application of the Company's accounting policies in the preparation of the Standalone financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, accompanying disclosures and disclosures of contingent liabilities. Estimates and underlying assumptions are reviewed on an ongoing basis and any revisions thereto are recognized prospectively. Actual results may differ from these estimates which could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a. Current / Non-Current Classification:

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- ii. the asset is intended for sale or consumption;
- iii. the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- iv. the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- v. In the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Notes to Standalone Financial Statements

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

b. Key Sources of estimation uncertainties

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described in the below mentioned notes

- **Property, Plant and Equipment and Intangible Assets**

Useful lives of tangible and intangible assets are based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on technical estimates and advice, taking into account the nature, estimated usage and operating conditions of the asset. Component Accounting is based on the management's best estimate of separately identifiable components of the asset.

- **Fair value measurement of financial instruments**

In estimating the fair value of financial assets and financial liabilities, the Company uses market observable data to the extent available. Where such Level 1 inputs are not available, the Company establishes appropriate valuation techniques and inputs to the model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

- **Defined benefit plans**

The cost of the defined benefit plan and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Information about the various estimates and assumptions made in determining the present value of defined benefit obligations are disclosed in Note 31.

- **Current / Deferred Tax Expense**

Significant management judgement is required to determine the amounts of current taxes, deferred taxes and tax credits that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

- **Revenue Recognition based on Percentage of Completion**

Based on the survey of work undertaken by qualified professionals, percentage of completion for each project is derived. Accordingly, based on percentage of work completed, contract revenue is recognized in the financial statements.

Notes to Standalone Financial Statements

- **Provision for estimated losses on construction contracts**

When it is probable that total contract costs will exceed contract revenues, the expected loss is required to be recognized as an expense immediately. The major component of contract estimate is budgeted costs to complete the contract. While estimating the total costs, management makes various assumptions such as the timeliness of project completion, the estimated costs escalations and consumption norms.

3. SIGNIFICANT ACCOUNTING POLICIES

a. Property, Plant and Equipment

- **Recognition and Measurement**

Property, Plant and Equipment are measured at cost of acquisition or construction less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price, non-refundable taxes and duties and all other costs attributable to bringing the asset to its working condition for intended use and estimated costs of dismantling and removing items and restoring the site on which it is located. Financing costs relating to borrowing funds attributable to acquisition of Property, Plant and Equipment are also included, for the period till such asset is put to use.

Spare parts and servicing equipment are recognized as property, plant and equipment, if they meet the definition property, plant and equipment and are expected to be used for more than one year. All other items of spares and servicing equipment are classified as item of inventories.

Subsequent Expenditure is capitalized only if it is probable that the future economic benefit associated with the expenditure will flow to the company and cost of the asset can be measured reliably.

Property, Plant and Equipment not ready for its intended use on the reporting date is disclosed as Capital Work-in-Progress and carried at cost.

- **Depreciation**

Depreciation on Property, Plant and Equipment is provided on the Straight Line Method (SLM) over the useful life of the assets as prescribed under Schedule II to the Companies Act, 2013. In respect of the Property, Plant and Equipment purchased during the year, depreciation is provided on pro rata basis from the date on which such asset is ready to be put to use. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any such change in the estimate accounted for on a prospective basis.

The estimated useful lives of items of Property, Plant & Equipment as prescribed in Schedule II of Companies Act, 2013 are as follows

| Asset Class | Useful life |
|------------------------|-------------|
| Plant and Equipment | 3-15 Years |
| Furniture and Fixtures | 10 Years |
| Vehicles | 8-10 Years |

- **Derecognition**

Carrying amount of Property, Plant and Equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Gain or loss arising on the

Notes to Standalone Financial Statements

disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

b. Intangible Assets

- **Recognition and Measurement**

Toll Collection Rights arising from Service Concession Arrangements

The Company constructs or upgrades infrastructure (construction or upgrade services) used to provide a public service and operates and maintains that infrastructure (operation services) for a specified period of time. These arrangements may include infrastructure used in a public-to-private service concession arrangement for its entire useful life.

Under the Concession Agreements, where the Company has received the right to charge users of the public service, such rights are recognized and classified as "Intangible Assets" in accordance with Appendix D- 'Service Concession Arrangements' of Ind AS 115- 'Revenue from contract with customer". Such right is not an unconditional right to receive consideration because the amounts are contingent to the extent that the public uses the service and thus are recognized and classified as intangible assets. Such an intangible asset is recognized by the Company at cost (which is the fair value of the consideration received or receivable for the construction services delivered) and is capitalized when the project is complete in all respects and receives the completion certificate from the authority as specified in the Concession Agreement.

An asset carried under concession arrangements is derecognized on disposal or when no future economic benefits are expected from its future use or disposal.

Other Intangible Assets

Intangible assets with finite useful lives that are acquired separately are measured on initial recognition at cost and carried at cost less accumulated amortization and accumulated impairment losses.

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in profit and loss statement.

- **Amortization**

The intangible rights which are recognized in the form of right to charge users of the infrastructure asset are amortized by taking proportionate of actual revenue received for the year over Total Projected Revenue from project to Cost of Intangible assets i.e. proportionate of actual revenue earned for the year over Total Projected Revenue from the Intangible assets expected to be earned over the balance concession period as estimated by the management.

As required, total Projected Revenue reviewed by the management at the end of each financial year and accordingly, the total projected revenue is adjusted to reflect any changes in the estimates which lead to the actual collection at the end of the concession period.

- **Derecognition**

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognized in profit or loss when the asset is derecognized.

Notes to Standalone Financial Statements

c. Impairment of Tangible and Intangible Assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

d. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset are capitalized as a part of the cost of such asset. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All others borrowing cost are recognized in the profit and loss in the period in which they are incurred.

e. Revenue Recognition

The Company has applied Ind AS 115 - Revenue from Contracts with Customers which is effective for an annual period beginning on or after April 1, 2018. The following is the significant accounting policy related to revenue recognition under Ind AS 115.

The specific recognition criteria described below must also be met before revenue is recognized.

- **Revenue from Contracts with customers**

Revenue from contracts with customers is recognized when control of the 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.

Notes to Standalone Financial Statements

- **Revenue under Service Concession Arrangements**

Income from Toll Operations is recognized in line with the Appendix D to Ind AS 115 – Service Concession Arrangements. The revenue is recognized in the period of collection which generally coincide as and when the traffic passes through toll plazas.

f. Employee Benefits

- **Defined benefit plans**

The company's gratuity benefit scheme is defined benefit plan. The company's net obligation in respect of defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. The Company accounts for the liability for the gratuity benefits payable in future based on an independent actuarial valuation carried out using Projected Unit Credit Method considering discounting rate relevant to Government Securities at the Balance Sheet Date.

Defined benefit costs in the nature of current and past service cost and net interest expense or income are recognized in the statement of profit and loss in the period in which they occur. Actuarial gains and losses arising from defined benefit plans in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur and is reflected immediately in retained earnings and not reclassified to profit or loss. Past service cost is recognized in profit or loss in the period of a plan amendment.

- **Compensated Absences**

Employees can carry forward a portion of the unutilized accrued leaves and utilize it in future service periods or receive cash compensation on termination of employment. Provision for Compensated Absences and its classifications between current and non-current liabilities are based on independent actuarial valuation. The actuarial valuation is done as per the projected unit credit method as at the reporting date.

- **Short Term Employee Benefits**

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. These are measured on an undiscounted basis and expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

g. Income Tax

Income tax comprises of current tax and deferred tax. It is recognized in the profit and loss statement, except to the extent that it relates to and item recognized directly in equity or in other comprehensive income.

- **Current Tax**

Current tax comprises of the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Notes to Standalone Financial Statements

Current income-tax assets and current income tax liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the reporting date.

The company has opted for new tax regime Pursuant to Taxation Law (Amendment) Ordinance, 2019 ("Ordinance") issued by Ministry of Law and Justice (Legislation Department) on September 20, 2019 and which is effective from April 1, 2019, domestic companies have an option to pay corporate Income Tax @ 22% + Surcharge and Cess ("New Tax Rate") subject to certain conditions as per section 115BAA of the Income Tax Act, 1961. Since, the company has opted for new tax regime no Minimum Alternate Tax would be applicable now onwards.

- **Deferred Tax**

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities in the company's financial statements and the corresponding tax bases used in computation of taxable profit. Deferred Tax is also recognized in respect of carried forward tax losses and tax credits.

Deferred tax assets are generally recognized for all taxable temporary differences to the extent that is probable that taxable profits will be available against which those deductible temporary differences can be utilized. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

Any tax credit available is recognized as deferred tax to the extent that it is probable that future taxable profit will be available against which the unused tax credit can be utilized. The said asset is created by way of credit to the statement of Profit and loss and shown under the head of deferred tax.

h. Segment Reporting

In accordance with the requirements of Ind AS 108 - "Segment Reporting", the Company is engaged in the business of construction, operation and maintenance of toll roads and accordingly the entire business as a whole is monitored by the Chief operating decision maker. Accordingly, the company has no other reportable segments.

Notes to Standalone Financial Statements

i. Provisions Contingent Liabilities & Contingent Assets

A provision is recognized when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated at the reporting date.

Provision are recognized base on the best estimate of the management with respect to the amount required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows when the effect of the time value of money is material.

Disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

A contingent asset is not recognized but disclosed in the financial statements where and inflow of economic benefits is probable.

j. 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**

(i) Initial recognition and measurement of financial assets

All financial assets are recognized initially at fair value. Transaction costs that are directly attributable to the acquisition of financial assets that are not at fair value through profit or loss are added to the fair value on initial recognition. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date i.e. the date that the Company commits to purchase or sell the asset.

(ii) Subsequent measurement of financial assets

For purposes of subsequent measurement, financial assets are classified in three categories:

- **Financial assets at amortized cost:**

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

- **Financial assets at fair value through other comprehensive income:**

A financial asset is measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

Notes to Standalone Financial Statements

Financial assets included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).

- **Financial assets at fair value through profit or loss:**

FVTPL is a residual category for financial assets. Any financial asset which does not meet the criteria for categorization as at amortized cost or as FVTOCI is classified as at FVTPL.

- **Equity Investment in Subsidiaries and Associates**

Investments in equity shares of subsidiaries and associates and other equity investments in subsidiaries in subsidiaries and associates are carried at cost less impairment, if any.

- **Investments in Equity Instruments**

All Equity Investments falling within the scope of Ind AS – 109 are measured at Fair Value through Profit and Loss (FVTPL) with all fair value changes being recognized in profit and loss statement.

(iii) De-recognition of financial assets

A financial asset is de-recognized when the contractual rights to the cash flows from the financial asset expire or the Company has transferred its contractual rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

(iv) Impairment of financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets. Expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in profit or loss.

Financial Liabilities

(i) Initial recognition and measurement of financial liabilities

Notes to Standalone Financial Statements

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative financial instruments.

All financial liabilities are recognized initially at fair value. All financial liabilities are recognized initially at fair value and, in the case of loan and borrowings and payable, net of directly attributable transaction costs.

For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(ii) Subsequent measurement of financial liabilities

The measurement of financial liabilities depends on their classification, as described below:

- **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risks are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss.

- **Loans and Borrowings**

This is the category most relevant to the Company. After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

(iii) Derecognition of financial liabilities

A financial liability (or a part of a financial liability) is derecognized from its balance sheet when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expired.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

Offsetting of financial instruments

Notes to Standalone Financial Statements

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if the Company currently has enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

k. Fair Value Measurement

The company measures financial instrument such as Investment in Mutual Fund at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market price in active markets for identical assets or liabilities
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The company's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the company's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable on yearly basis.

Notes to Standalone Financial Statements

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Significant accounting judgements, estimates and assumptions
- Quantitative disclosures of fair value measurement hierarchy
- Financial instruments (including those carried at amortized cost)

I. Cash and Cash Equivalents

Cash and Cash Equivalents in the Balance Sheet comprise cash on hand, bank balance in current and cash credit accounts and short term highly liquid instruments.

m. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

| Gross block | Property, Plant & Equipment | | | | | | | | Total PPE |
|-------------------------------------|-----------------------------|--------------|--------------|--------------|----------------------|----------------|------------------|---------------|---------------|
| | Plant & Machinery | Earth Movers | Computers | Two Wheelers | Furniture & Fixtures | Motor Vehicles | Office Equipment | Motor Lorries | |
| Balance as at April 1, 2019 | 82.16 | 32.18 | 14.83 | 0.02 | 19.32 | 157.24 | 46.33 | 44.77 | 396.84 |
| Additions | - | - | - | - | - | - | 0.24 | - | 0.24 |
| Disposals | - | - | - | - | - | 5.60 | - | - | 5.60 |
| Balance as at March 31, 2020 | 82.16 | 32.18 | 14.83 | 0.02 | 19.32 | 151.64 | 46.57 | 44.77 | 391.48 |
| Balance as at April 1, 2020 | 82.16 | 32.18 | 14.83 | 0.02 | 19.32 | 151.64 | 46.57 | 44.77 | 391.48 |
| Additions | - | - | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | - | - | - | - | - |
| Balance as at March 31, 2021 | 82.16 | 32.18 | 14.83 | 0.02 | 19.32 | 151.64 | 46.57 | 44.77 | 391.48 |

| Accumulated depreciation | Property, Plant & Equipment | | | | | | | | Total PPE |
|--|-----------------------------|--------------|--------------|--------------|----------------------|----------------|------------------|---------------|---------------|
| | Plant & Machinery | Earth Movers | Computers | Two Wheelers | Furniture & Fixtures | Motor Vehicles | Office Equipment | Motor Lorries | |
| Balance as at April 1, 2019 | 33.21 | 20.88 | 8.36 | 0.01 | 7.45 | 41.08 | 33.83 | 28.10 | 172.93 |
| Depreciation / amortisation for the year | 8.35 | 6.11 | 3.04 | 0.00 | 2.46 | 21.15 | 4.53 | 5.45 | 51.09 |
| Disposals | - | - | - | - | - | 5.32 | - | - | 5.32 |
| Balance as at March 31, 2020 | 41.55 | 27.00 | 11.40 | 0.01 | 9.91 | 56.91 | 38.36 | 33.55 | 218.69 |
| Balance as at April 1, 2020 | 41.55 | 27.00 | 11.40 | 0.01 | 9.91 | 56.91 | 38.36 | 33.55 | 218.69 |
| Depreciation / amortisation for the year | 7.26 | 1.77 | 1.51 | 0.00 | 2.05 | 19.23 | 3.75 | 3.36 | 38.91 |
| Disposals | - | - | - | - | - | - | - | - | - |
| Balance as at March 31, 2021 | 48.81 | 28.76 | 12.91 | 0.01 | 11.96 | 76.14 | 42.11 | 36.90 | 257.61 |

| Carrying Amount (Net) | Property, Plant & Equipment | | | | | | | | Total PPE |
|-----------------------|-----------------------------|--------------|-----------|--------------|----------------------|----------------|------------------|---------------|-----------|
| | Plant & Machinery | Earth Movers | Computers | Two Wheelers | Furniture & Fixtures | Motor Vehicles | Office Equipment | Motor Lorries | |
| As at March 31, 2020 | 40.61 | 5.19 | 3.42 | 0.01 | 9.41 | 94.73 | 8.20 | 11.22 | 172.79 |
| As at March 31, 2021 | 33.35 | 3.42 | 1.92 | 0.00 | 7.36 | 75.50 | 4.45 | 7.87 | 133.87 |

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|-----------------------------------|-----------------------------------|
| Depreciation on Property, Plant and Equipment | 38.91 | 51.09 |
| Amortisation on Intangible Assets | - | 701.52 |
| Total : | 38.91 | 752.61 |

- (a) The Company has neither given nor taken any assets on finance lease.
(b) Individual assets of Property, Plant and Equipment has been reclassified wherever necessary.
(c) On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment (PPE) recognised as at April 1, 2016 measured as per the previous Indian GAAP and used that carrying value as the deemed cost of the PPE.

(₹ in Lakhs)

| Gross block | Other Intangible assets | | | | | Total Other Intangible Assets | Capital Work in progress |
|-------------------------------------|-------------------------|---------------|-------------------|-----------------|----------------------|-------------------------------|--------------------------|
| | Plantation | Toll Plaza | Major Maintenance | Weigh In Motion | Computer Toll System | | |
| Balance as at April 1, 2019 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |
| Additions | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | - | - | - |
| Balance as at March 31, 2020 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |
| Balance as at April 1, 2020 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |
| Additions | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | - | - | - |
| Balance as at March 31, 2021 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |

| Accumulated depreciation | Other Intangible assets | | | | | Total Other Intangible Assets | Capital Work in progress |
|--|-------------------------|---------------|-------------------|-----------------|----------------------|-------------------------------|--------------------------|
| | Plantation | Toll Plaza | Major Maintenance | Weigh In Motion | Computer Toll System | | |
| Balance as at April 1, 2019 | 22.43 | 285.67 | 12,204.28 | 293.69 | 113.73 | 12,919.79 | - |
| Depreciation / amortisation for the year | 1.19 | 15.10 | 663.70 | 15.52 | 6.01 | 701.52 | - |
| Disposals | - | - | - | - | - | - | - |
| Balance as at March 31, 2020 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |
| Balance as at April 1, 2020 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |
| Depreciation / amortisation for the year | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | - | - | - |
| Balance as at March 31, 2021 | 23.62 | 300.76 | 12,867.98 | 309.21 | 119.74 | 13,621.32 | - |

| Carrying Amount (Net) | Other Intangible assets | | | | | Total Other Intangible Assets | Capital Work in progress |
|-----------------------|-------------------------|------------|-------------------|-----------------|----------------------|-------------------------------|--------------------------|
| | Plantation | Toll Plaza | Major Maintenance | Weigh In Motion | Computer Toll System | | |
| As at March 31, 2020 | - | - | - | - | - | - | - |
| As at March 31, 2021 | - | - | - | - | - | - | - |

(a) The Company has neither given nor taken any assets on finance lease.

(b) Individual assets of Property, Plant and Equipment has been reclassified wherever necessary.

(c) On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment (PPE) recognised as at April 1, 2016 measured as per the previous Indian GAAP and used that carrying value as the deemed cost of the PPE.

Note 6 : Investments

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|-------------------------|-------------------------|
| Investment in Fellow subsidiaries | | |
| Equity instruments - Unquoted | | |
| 75,00,000 Equity Shares in Patel Bridge Nirman Private Limited, of Rs. 10 fully paid up | 751.10 | 751.10 |
| 2,00,00,000 Equity Shares in Patel Shethiyahopu Cholapuram Highway Private Limited, of Rs. 10 fully paid up | 2,000.00 | 2,000.00 |
| Investment in Fellow Subsidiaries | | |
| In Other Equity | | |
| Patel Shethiyahopu Cholapuram Highway Private Limited | 2,150.00 | 2,150.00 |
| Total | 4,901.10 | 4,901.10 |

Note 6.1 : Refer Note 26 for Related party transactions and outstanding balances.

Note 6.2 : Total equity shares of Patel Sethiyahopu-Cholapuram Highway Private Limited are pledged in favour of Vistra ITCL (India) Limited (A common Security Trustee).

Note 7 : Other Non current financial assets

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|-------------------------|-------------------------|
| Non current | | |
| Fixed Deposits - Maturing after 12 months | 198.43 | 186.49 |
| Total | 198.43 | 186.49 |

*Above Fixed Deposits made with bank, are given to customers as Security and Earnest Money Deposit and Lien Marked with bank.

Note 8 : Deferred Tax Assets/ (Liabilities) (Net)

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| Deferred Tax Assets | | |
| MAT Credit Entitlement | 473.52 | 473.52 |
| Unutilised tax losses to be carried forward | - | 45.83 |
| Less: Deferred Tax Liabilities | | |
| Excess of depreciation and amortization on fixed assets under income tax law over depreciation and amortization provided in accounts | 12.00 | 20.26 |
| Net Deferred Tax Assets | 461.52 | 499.09 |

Note 9 : Other Non current assets

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--------------------------------------|-------------------------|-------------------------|
| Security Deposit and retention money | 2.34 | 2.34 |
| Advance for capital goods | - | 1.76 |
| Total | 2.34 | 4.10 |

Note 10 : Trade receivables

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|----------------------------|-------------------------|-------------------------|
| Unsecured, considered good | 622.08 | 58.53 |
| Total | 622.08 | 58.53 |

Note 11 : Cash and Bank Balance

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|----------------------------------|-------------------------|-------------------------|
| Cash and Cash Equivalents | | |
| a) Balance with banks | | |
| - In Current Accounts* | 71.3 | 125.41 |
| b) Cash on hand | 0.04 | 0.16 |
| Total | 71.34 | 125.57 |

* Including balance in Escrow account of Rs. 41.79 Lakhs (i.e.P.Y. 0.00 Lakh i.e. Absolute amount of Rs. 164.84).

Note 12 : Other Current financial assets

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---------------------------------------|-------------------------|-------------------------|
| Security deposits and retention money | 187.18 | 229.22 |
| Total | 187.18 | 229.22 |

Note 13 : Current tax assets (Net)

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---------------------------------|-------------------------|-------------------------|
| Current tax assets | 478.62 | 457.51 |
| Current tax liabilities | - | - |
| Current tax assets (Net) | 478.62 | 457.51 |

Note 14 : Other current assets

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|-------------------------------------|-------------------------|-------------------------|
| Balance with Government Authorities | - | 24.36 |
| Advance to Suppliers | 0.69 | 1.35 |
| Other current assets | 0.54 | 0.24 |
| Total | 1.23 | 25.95 |

Note 15 : Share capital

a) Authorized, Issued, Subscribed & Paid up Share Capital

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|-------------------------|-------------------------|
| Authorised: | | |
| 75,00,000 Equity Shares of Rs.10/- each | 750.00 | 750.00 |
| Issued, Subscribed & fully Paid up : | | |
| 75,00,000 Equity Shares of Rs.10/- each | 750.00 | 750.00 |
| Total | 750.00 | 750.00 |

b) Reconciliation of the shares outstanding at the end of the reporting period :

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|-------------------------|-------------------------|
| Equity Shares at the beginning of the year | 75,00,000 | 75,00,000 |
| Add: Bonus Shares issued during the year | - | - |
| Equity Shares at the end of the year | 75,00,000 | 75,00,000 |

c) Rights of Shareholders and Repayment of Capital

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled for one vote per share.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company after distribution to all preferential amounts if any. The distribution will be in proportion to the Number of Equity shares held by the share holders.

d) Shares with voting rights held by each share holder holding more than 5% Equity shares of the Company:-

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|-------------------------------|-------------------------|-------------------------|
| Patel Infrastructure Limited* | 75,00,000 | 75,00,000 |

* Includes 100 shares held by nominee of Patel Infrastructure Limited

There are no shares which are reserved to be issued under options and there are no securities issued/ outstanding which are convertible into equity shares.

Note 16 : Other Equity

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| Retained earnings - Surplus of Profit and Loss | | |
| Balance at the beginning of the year | 5,860.43 | 6,264.95 |
| Interim Dividend distribution during the year | (900.00) | - |
| Profit attributable to owners of the Company | 788.18 | (423.58) |
| Remeasurement of defined benefit obligation no more required | - | 19.06 |
| Balance at the end of the year | 5,748.61 | 5,860.43 |
| Other Comprehensive Income - Remeasurement of Defined Benefit Plans | | |
| Balance at the beginning of the year | - | 19.06 |
| Actuarial Gain / Loss on Defined Benefit Plans | - | - |
| Remeasurement of defined benefit obligation not required | - | (19.06) |
| Balance at the end of the year | - | - |
| Total Other Equity | 5,748.61 | 5,860.43 |

Note 17 : Trade payables

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| (a) To Micro, Small and Medium Enterprises (Refer Note 17.2) | - | - |
| (b) Others | 510.62 | 3.62 |
| Total | 510.62 | 3.62 |

Note 17.1 : Trade Payable are payable on account of goods purchased and services availed in the normal course of business.

Note 17.2 : Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with the Management, there are no Micro, Small and Medium Enterprises, to whom the Company owes dues (including interest on outstanding dues) which are outstanding as at balance sheet date.

Note 17.3 : Refer Note 26 for Related party transactions and outstanding balances.

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| Principal remaining unpaid to any supplier as the year end | | - |
| Interest due thereon | | - |
| Amount of interest paid by company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year. | | - |
| Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED | | - |
| Amount of interest accrued and remaining unpaid at the end of the accounting year / period. | | - |
| Amount of further interest remaining due and payable even in succeeding years. | | - |

Note 18 : Other current financial liabilities

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|-----------------------|-------------------------|-------------------------|
| Employee Related dues | - | 1.89 |
| Deposit from vendor | 30.07 | 37.54 |
| Total | 30.07 | 39.43 |

Note 19 : Other current liabilities

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|-------------------------|-------------------------|-------------------------|
| Statutory liabilities | 12.37 | 0.83 |
| Advances from customers | 6.04 | 6.04 |
| Total | 18.41 | 6.87 |

Note 20 : Revenue from Operations

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|--------------------------------------|--------------------------------------|--------------------------------------|
| Toll Collection Income | - | 4,256.05 |
| Work Income | 510.00 | - |
| Total Revenue from Operations | 510.00 | 4,256.05 |

Note 21 : Other Income

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---------------------------------|--------------------------------------|--------------------------------------|
| Interest on Deposits with Banks | 12.91 | 12.52 |
| Other Interest | 3.44 | 0.15 |
| Dividend Income | 811.19 | 225.33 |
| Insurance Claim Received | 4.80 | - |
| Miscellaneous Income | - | 0.11 |
| Balance W/off | - | 5.34 |
| Gratuity provision written back | - | 9.79 |
| Total | 832.34 | 253.24 |

Note 22 : Operation and Maintenance Expense

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|--|--------------------------------------|--------------------------------------|
| Works and Labour contract expense | 457.11 | 0.93 |
| Power and Fuel | - | 18.90 |
| Technical Consultancy | - | 19.19 |
| Concession Fees | - | 1,933.38 |
| Project Maintenance | - | 1,566.99 |
| Running & Maintenance of Plant and Machinery | - | 0.03 |
| Consumption of Spares, Tools and Consumables | - | 2.20 |
| Incident Management Expenses | - | 0.03 |
| Total | 457.11 | 3,541.65 |

Note 22.1 Refer Note 26 for Related party transactions.

Note 23 : Employee Benefits Expenses

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|--------------------------------|--------------------------------------|--------------------------------------|
| Salaries, Wages and Incentives | 0.30 | 32.24 |
| Staff Welfare Expenses | - | 11.03 |
| Total | 0.30 | 43.27 |

Note 23.1 Refer Note 26 for Related party transactions.

Note 24 : Finance Costs

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---------------------------|--------------------------------------|--------------------------------------|
| Other Borrowing Costs (*) | - | 1.02 |
| Total | - | 1.02 |

(*) Amount of Rs 345/-

Note 25 : Other Expenses

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|--------------------------------------|--------------------------------------|
| Payment to Auditors (Refer Note 31) | 1.50 | 1.50 |
| Electricity Expenses | 6.79 | 10.19 |
| Rent | - | 19.56 |
| Duties and Taxes | 6.12 | 202.54 |
| Insurance | 3.48 | 35.64 |
| Security Service Charges | - | 25.77 |
| Repair & Maintenance expense | - | 28.02 |
| Interest on Statutory Dues | 0.01 | 0.01 |
| Communication Expenses | 0.18 | 0.33 |
| Travelling and Conveyance | - | 2.65 |
| Donations | - | 300.10 |
| Stationery & Printing Expenses | - | 0.24 |
| Professional Fees | 1.49 | 7.22 |
| Loss on sale of item of Property, Plant and Equipment | - | 0.03 |
| Miscellaneous Expenses | 0.70 | 3.39 |
| Total | 20.27 | 637.19 |

Related parties, Transactions with related parties for the year ended March 31, 2021 and March 31, 2020 and Outstanding Balances as at March 31, 2021 and March 31, 2020:

| Particulars | For the year ended | |
|---------------------------------------|--|--|
| | March 31, 2021 | March 31, 2020 |
| Holding Company | Patel Infrastructure Limited | Patel Infrastructure Limited |
| Fellow Subsidiary Companies | Patel Bridge Nirman Private Limited Patel Cholapuram Thanjvur Highway Private Limited Patel Darah Jhalawar Highway Private Limited Patel Sethiyahopu-Cholapuram Highway Private Limited Patel Hospitality Private Limited Patel Vadodara Kim Expressway Private Limited | Patel Bridge Nirman Private Limited Patel Cholapuram Thanjvur Highway Private Limited Patel Darah Jhalawar Highway Private Limited Patel Sethiyahopu-Cholapuram Highway Private Limited Patel Hospitality Private Limited Patel Vadodara Kim Expressway Private Limited |
| Key Management Personnel (KMP) | Pravinbhai Patel (Director) Arvindbhai Patel (Director) - | Pravinbhai Patel (Director) Arvindbhai Patel (Director) Yogeshkumar Madhusudhan Bhatt (Company Secretary)* |
| * Resigned w.e.f. May 31, 2019 | | |

| | | |
|-------------------------|--|--|
| Relatives of KMP | Smitaben Pravinbhai Patel - Wife of Pravinbhai Patel Ramaben Dineshbhai Vaviya - wife of Dineshbhai Vaviya - Share holder & Director of Holding Company Rekhaben Sureshbhai Vaviya - Wife of Sureshbhai Vaviya - Share holder & Director of Holding Company Sangitaben Madhubhai Vaviya - Wife of Madhubhai Vaviya - Share holder & Director of Holding Company Abhishekbhai Sureshbhai Vaviya - Son of Sureshbhai Vaviya - Share holder & Director of Holding Company | Smitaben Pravinbhai Patel - Wife of Pravinbhai Patel Ramaben Dineshbhai Vaviya - wife of Dineshbhai Vaviya - Share holder & Director of Holding Company Rekhaben Sureshbhai Vaviya - Wife of Sureshbhai Vaviya - Share holder & Director of Holding Company Sangitaben Madhubhai Vaviya - Wife of Madhubhai Vaviya - Share holder & Director of Holding Company Abhishekbhai Sureshbhai Vaviya - Son of Sureshbhai Vaviya - Share holder & Director of Holding Company |
|-------------------------|--|--|

| Particulars | For the year ended | |
|--|--|---|
| | March 31, 2021 | March 31, 2020 |
| Enterprises over which KMP and/or Relatives of KMP are able to exercise significant Influence | V G Patel Foundation Patel Structural Private Limited The Trilium Swan Medicot LLP Patel Taxcot Pvt Ltd SPG Infracon Pvt. Ltd. (w.e.f 27.11.2020) Road Shield Pvt Ltd (w.e.f 31.07.2020) | V G Patel Foundation Patel Structural Private Limited The Trilium Swan Medicot LLP Patel Taxcot Pvt Ltd - - |

(₹ in Lakhs)

Related Party Transactions : Holding Company

(₹ in Lakhs)

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2021 | March 31, 2020 |
| Sub Contracting Expense | | |
| Patel Infrastructure Limited | - | 1,566.99 |
| Sub Contracting Income | | |
| Patel Infrastructure Limited | 510.00 | - |
| Trade Payable | | |
| Patel Infrastructure Limited | 2.60 | 0.04 |
| Security deposit retained During the year | | |
| Patel Infrastructure Limited | - | - |
| Security deposit released During the year | | |
| Patel Infrastructure Limited | - | - |
| Closing Balance of Security Deposit | | |
| Patel Infrastructure Limited | 187.00 | 187.00 |
| Loan Taken During the Year | | |
| Patel Infrastructure Limited | - | 200.02 |
| Loan Repaid During the Year | | |
| Patel Infrastructure Limited | - | 200.33 |
| Closing Balance of Loan | | |
| Patel Infrastructure Limited | - | - |
| Corporate Guarantees Released during the year | | |
| Patel Infrastructure Limited | - | - |
| Corporate Guarantees Given during the year | | |
| Patel Infrastructure Limited | - | 20,000.00 |
| Corporate Guarantees at the end of the year | | |
| Patel Infrastructure Limited | 20,000.00 | 20,000.00 |
| Bank Guarantees released during the year | | |
| Patel Infrastructure Limited | - | - |
| Outstanding Bank Guarantees at the end of year | | |
| Patel Infrastructure Limited | - | - |
| Dividend Received during the year | | |
| Patel Bridge Nirman Private Limited | 811.19 | 225.33 |
| Dividend Paid during the year | | |
| Patel Infrastructure Limited | 899.99 | - |
| Sale of Fixed Assets during the year | | |
| Patel Darah Jhalawar Highway Private Limited | - | 0.30 |
| Receivable against sale of Fixed Assets | | |
| Patel Darah Jhalawar Highway Private Limited | 0.30 | 0.30 |

(₹ in Lakhs)

Related Party Transactions : Fellow Subsidiary Companies

(₹ in Lakhs)

| Particulars | As at | |
|---|----------------|----------------|
| | March 31, 2021 | March 31, 2020 |
| Investments in Equity Instrument | | |
| Closing Balance of Investment | | |
| Patel Shethiyahopu Cholapuram Highway Private Limited | 2,000.00 | 2,000.00 |
| Patel Bridge Nirman Private Limited | 751.10 | 751.10 |
| | | |
| Investment in Other Equity | | |
| Closing balance of Investments (Other Equity) | | |
| Patel Shethiyahopu Cholapuram Highway Private Limited | 2,150.00 | 2,150.00 |

| Related Party Transactions : Key Management Personnel | | |
|---|--------------------|----------------|
| Particulars | As at | |
| | March 31, 2021 | March 31, 2020 |
| Remuneration | | |
| Yogeshkumar Bhatt | - | 1.70 |
| | | |
| Dividend Paid during the year | | |
| Pravinbhai Patel | 0.01 | - |
| | | |
| Related Party Transactions : Relatives of KMP | | |
| Particulars | For the year ended | |
| | March 31, 2021 | March 31, 2020 |
| Salary | | |
| Smitaben Pravinbhai Patel | - | 2.00 |
| Ramaben Dineshbhai Vaviya | - | 1.60 |
| Sangitaben Madhubhai Vaviya | - | 1.60 |
| Rekhaben Sureshbhai Vaviya | - | 1.00 |
| | | |
| | | |
| Stipend | | |
| Abhishekbhai Sureshbhai Vaviya | 0.30 | 3.30 |
| | | |

A Categories of Financial Instruments

| Particulars | Amount as at March 31, 2021 | | | |
|-------------------------------------|----------------------------------|---|-----------------|-----------------|
| | Fair Value through Profit & Loss | Fair Value through Other Comprehensive Income | Amortised Cost | Total |
| Financial assets | | | | |
| (i) Investments | - | - | 4,901.10 | 4,901.10 |
| (ii) Trade Receivable | - | - | 622.08 | 622.08 |
| (iii) Cash and cash equivalents | - | - | 71.34 | 71.34 |
| (iv) Other Current financial assets | - | - | 385.61 | 385.61 |
| Total | - | - | 5,980.13 | 5,980.13 |
| Financial liabilities | | | | |
| (i) Trade payables | - | - | 510.62 | 510.62 |
| (ii) Other financial liabilities | - | - | 30.07 | 30.07 |
| Total | - | - | 540.69 | 540.69 |

| Particulars | Amount as at March 31, 2020 | | | |
|-------------------------------------|----------------------------------|---|-----------------|-----------------|
| | Fair Value through Profit & Loss | Fair Value through Other Comprehensive Income | Amortised Cost | Total |
| Financial assets | | | | |
| (i) Investments | - | - | 4,901.10 | 4,901.10 |
| (ii) Trade Receivable | - | - | 58.53 | 58.53 |
| (iii) Cash and cash equivalents | - | - | 125.57 | 125.57 |
| (iv) Other Current financial assets | - | - | 415.71 | 415.71 |
| Total | - | - | 5,500.91 | 5,500.91 |
| Financial liabilities | | | | |
| (i) Trade payables | - | - | 3.62 | 3.62 |
| (ii) Other financial liabilities | - | - | 39.43 | 39.43 |
| Total | - | - | 43.05 | 43.05 |

B Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by a Current Corporate Affairs Committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarised as below:

1 Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of interest rate risk, foreign currency risk and commodity risk.

2 Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is having majority of the receivables from Government Authorities and hence they are secured from credit losses in the future.

3 Liquidity Risk

The Company monitors its risk of a shortage of funds by estimating the future cash flows. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, cash credit facilities and bank loans. The Company has access to a sufficient variety of sources of funding.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

| (₹ in Lakhs) | | | | |
|-----------------------------|---------------|-------------|------------------|-----------------|
| Particulars | Within 1 Year | 2 to 5 Year | More than 5 Year | Carrying Amount |
| As at March 31, 2021 | | | | |
| Trade Payables | 510.62 | - | - | 510.62 |
| Other Financial Liabilities | 30.07 | - | - | 30.07 |
| As at March 31, 2020 | | | | |
| Trade Payables | 3.62 | - | - | 3.62 |
| Other Financial Liabilities | 37.54 | - | - | 37.54 |

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178

(₹ in Lakhs)

Note 28 : Corporate Social Responsibility (CSR)

Expenditure towards Corporate Social Responsibility as per Companies Act, 2013 read with Rules and Regulations thereof.

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2021 | March 31, 2020 |
| Gross Amount required to be spent by the Company | - | 11.19 |
| Amount Spent during the year towards activities specified in CSR Policy | - | - |
| Related Party Transactions in relation to Corporate Social Responsibility | - | - |

Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178
Note 29 : Basic and Diluted Earnings Per Share

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|--|--------------------------------------|--------------------------------------|
| Earnings per equity share | | |
| Profit attributable to equity shareholders (₹ In Lakhs) | 788.18 | (423.58) |
| Weighted average number of equity shares outstanding during the year | 75,00,000 | 75,00,000 |
| Nominal value of equity per share | 10.00 | 10.00 |
| Basic and Diluted EPS (₹ Per Share) | 10.51 | (5.65) |

Note 30 : Contingent liabilities and Capital Commitments

(₹ in Lakhs)

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|---------------------------------|---------------------------------|
| a) Other money for which the company is contingently liable (Direct and Indirect Taxes) | 1,786.89 | 1,786.89 |
| b) Claims against the Company not acknowledged as debt | 8.80 | 8.80 |

Corporate Guarantee has been issued by the Company on behalf of Patel Infrastructure Limited, a holding company, with respect to debenture i.e. Non Convertible Debentures and Optionally Convertible Debentures issued by the holding company.

There are no capital commitments as at the reporting date.

Note 31 : Payment to Auditors

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|----------------------|---------------------------------|---------------------------------|
| For Audit | 1.50 | 1.50 |
| For Taxation matters | - | - |
| Total | 1.50 | 1.50 |

A. Amount Recognised in Profit and Loss

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|--------------------------------------|--------------------------------------|
| Current income tax: | | |
| Current income tax charge | - | - |
| (Excess) / Short provision of earlier periods | - | (17.86) |
| Deferred tax: | | |
| Relating to origination and reversal of temporary differences | 37.57 | (25.00) |
| Total | 37.57 | (42.86) |

B. Reconciliation of effective tax rate

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|--|--------------------------------------|--------------------------------------|
| Accounting profit before tax | 825.75 | (466.44) |
| Applicable Income tax rate | 25.17% | 27.82% |
| Computed expected tax expense | 207.82 | (129.76) |
| Deferred Tax expenses accounted in books | 37.57 | (25.00) |
| Effect of expense not allowed for tax purpose | 9.80 | 294.96 |
| Effect of expense allowed for tax purpose | (3.46) | (211.02) |
| Effect of Deductions Claimed for tax purpose | (172.71) | - |
| (Excess) / Short provision of earlier periods | - | (17.86) |
| Ind AS Adjustments | | - |
| Unutilised tax losses carried forward | (41.45) | 45.83 |
| Tax on book profit as per Minimum Alternate Tax | | - |
| Income tax expense | 37.57 | (42.86) |
| Income tax expense reported in the statement of profit and loss | 37.57 | (42.86) |

Note 32 : Movement in Deferred tax Assets/ Liabilities

C. Recognized deferred tax assets and liabilities

| (₹ in lakhs) | | | | | | | | |
|--|-----------------------------|------------------------------|--------------------------|------------------------------|-----------------------------|------------------------------|--------------------------------|------------------------------|
| Particulars | Balance as at April 1, 2019 | Recognized in profit or loss | Recognized in OCI during | Balance as at March 31, 2020 | Balance as at April 1, 2020 | Recognized in profit or loss | Recognized in OCI during 2020- | Balance as at March 31, 2021 |
| Deferred Tax Assets | | | | | | | | |
| Provision for Gratuity | 2.72 | (2.72) | - | - | - | - | - | - |
| MAT Credit Entitlement | 471.38 | 2.14 | - | 473.52 | 473.52 | - | - | 473.52 |
| Unutilised tax losses to be carried forward | - | - | - | 45.83 | 45.83 | (45.83) | - | - |
| | | | | | | | | |
| Less: Deferred Tax Liabilities | | | | | | | | |
| Excess of depreciation and amortization on fixed assets under income tax law over depreciation and amortization provided in accounts | - | - | - | 20.26 | 20.26 | (8.26) | - | 12.00 |
| | | | | | | | | |
| Total | 474.10 | (0.58) | - | 499.09 | 499.09 | (37.57) | - | 461.52 |

Note: 33

COVID-19 has caused significant disruptions to businesses across India and also the operations of the Company is disrupted. The management has considered the possible effects, if any, that may impact the business of the company. In making the assumptions and estimates relating to the uncertainties as at the balance sheet date in the recoverable amounts, the management has considered subsequent events, internal and external information and evaluated economic conditions prevailing as at the date of approval of these Financial Statement. The managements expects no impairments to the carrying amounts of these assets at company level. The management will continue to closely monitor and changes to future economic conditions and assess its impact on the operations.

Note: 34

No subsequent event have been observed which may required an adjustment on the Balance Sheet date.

Patel Highway Management Private Limited

CIN: U45203GJ2009PTC058178

Note: 35 Disclosure pursuant to Appendix - D to Ind AS 115 - "Revenue from Contract with Customer"

- 35.1 Description and classification of the arrangement
The Company has entered into Service Concession Arrangement ('SCA') with National Highway Authority of India (NHAI) dated October 23, 2009 for the purpose of Operation and maintenance of Palanpur- Radhanpur section (KM 340.00 to KM 458.00) of NH-14 and Radhanpur- Samakhiali Section KM 138.80 to KM 281.30 in the state of Gujarat. The Concession Period is upto 27th May, 2019 (Including 30.5 days of extension granted by NHAI under force majeure event). As per the SCA, the company is entitled to charge users of the public service, hence the service arrangement has been classified as Intangible Asset.
- 35.2 Obligations of Operations and maintenance
The Company is required to carry out operations and maintenance on the road annually with an obligation to carry out Period maintenance in terms of the Concession at regular intervals.
- 35.3 Changes to the Concession during the period
No changes in the arrangement have occurred during the accounting period, except as otherwise disclosed in the Financial statements.
- 35.4 Classification of the Concession
The Company has applied the principles enumerated in Appendix D of Ind AS – 115 titled "Service Concession Arrangement" and has classified the arrangement as a tolling arrangement resulting in recognition of an Intangible Asset.
- 35.5 Revision of Fees:
Fees shall be revised annually on April 01 subject to the provisions of the National Highways Fee Rules; provided, however, that no revision shall be effected within a period 6 (six) months from the date of the preceding revision of Fee.
- 35.6 Details of any assets to be given or taken at the end of concession period
At the end of the Concession period the company shall deliver the actual or constructive possession of the Project Highway, free and clear of all encumbrances.

1 **Disaggregation of Revenue**

(a) Based on type of Services

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|-------------------------------|--------------------------------------|--------------------------------------|
| Toll Collection Income | - | 4,256.05 |
| Adjustments for: | | |
| Price variations | - | - |
| Revenue from Contracts | - | 4,256.05 |

2 **Movement of Contract Balances**

(i)

| Advance from Customers | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|----------------------------------|--------------------------------------|--------------------------------------|
| Opening Balance | 6.04 | 6.04 |
| Advance Received during the year | - | - |
| Advance Adjusted / Recovered | - | - |
| Closing Balance | 6.04 | 6.04 |

(ii)

| Financial Asset | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|----------------------------|--------------------------------------|--------------------------------------|
| Opening Balance | 41.93 | 41.93 |
| Recognised during the year | - | - |
| Receipt during the year | 41.79 | - |
| Closing Balance | 0.14 | 41.93 |

Note 36 The company has opted for new tax regime Pursuant to Taxation Law (Amendment) Ordinance, 2019 ("Ordinance") issued by Ministry of Law and Justice (Legislation Department) on September 20, 2019 and which is effective from April 1, 2019, domestic companies have an option to pay corporate Income Tax @ 22% + Surcharge and Cess ("New Tax Rate") subject to certain conditions as per section 115BAA of the Income Tax Act, 1961. Since, the company has opted for new tax regime no Minimum Alternate Tax would be applicable now onwards.

Note 37 Previous year's figures have been reclassified and regrouped wherever considered appropriate.

As per our report of even date

For Surana Maloo & Co.
Chartered Accountants
Firm Registration Number: 112171W

For and Behalf of the Board of Directors
Patel Highway Management Private Limited
CIN: U45203GJ2009PTC058178

Per, Vidhan Surana
Partner
Membership No.: 041841

Pravinbhai Patel **Arvind Patel**
Director Director
DIN: 00008911 DIN: 00009089

Place : Ahmedabad
Date : September 4, 2021

Place : Vadodara
Date : September 4, 2021