



gokhale & sathe

(regd.)

chartered accountants

304/308/309, udyog mandir no 1,
7-c, bhagoji keer marg,
mahim, mumbai 400 016.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MHAISKAR TOLL ROAD PRIVATE LIMITED**

Report on the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **MHAISKAR TOLL ROAD PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March 2021**, the Statement of Profit and Loss (including other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, the **Loss** and total Comprehensive Income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.





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

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.





In preparing the standalone 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. Given the level of uncertainty and speed of increasing impact of COVID 19, management has considered the current position at the point of sign off as a part of subsequent events right up to the point of signing off the audit report.

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

Auditor's responsibilities for the audit of Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 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 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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





Report on other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, based on our audit 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 it appears from our examination of those books.
- c) The Balance sheet, Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March 2021, taken on record by the Board of Directors, none of the directors are disqualified as on 31 March 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, the company is exempted vide Notification No. G.S.R. 583(E) serial no. 5, dated 13th June 2017 to report under section 143(3)(i). Hence, our report does not include any opinion on the same.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, no remuneration was paid by the Company to its directors during the year, hence the provisions of section 197 of the Act is not applicable.





h) With respect to the other matters 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 does not have any pending litigations which would have impact on financial position in its Standalone Ind AS Financial Statements.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Gokhale & Sathe
Chartered Accountants
Firm Reg. No.: 103264W



Atul A Kale
Partner
Membership No.109947

Place: Mumbai
Date: 25th June 2021
UDIN: 21109947AAAAQE7964



MHAISKAR TOLL ROAD PRIVATE LIMITED
FINANCIAL YEAR ENDED MARCH 31, 2021
ANNEXURE A

In the Annexure, as required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government in terms of Section 143 (11) of the Companies Act 2013, on the basis of checks, as we considered appropriate, we report on the matters specified in paragraph 3 and 4 of the said order,

- i) The company does not have any fixed assets. Hence, provisions of clause 3(i) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- ii) Considering the nature of the business and services rendered by the company, provisions of clause 3 (ii) of the CARO relating to inventory are not applicable.
- iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Therefore, provisions of clause 3 (iii) of the CARO are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable. Therefore, the provisions of Clause 3(iv) of the CARO are not applicable.
- v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits as per the directives issued by the Reserve Bank of India and provisions of sections 73 to 76 of the Act and the Rules framed. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- vi) According to the information and explanations given to us, the company is not required by Central Government to maintain the cost records as per under sub section 1 of section 148 of the Companies Act, 2013. Therefore, provisions of clause 3(vi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.





- vii) a) The company is regular in depositing with appropriate authorities undisputed statutory dues including the Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Goods and Services Tax, duty of Excise, Value Added Tax, cess and any other statutory dues applicable to it.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, wealth tax, service tax, Goods and Services Tax, custom duty, excise duty, cess which have not been deposited on account of any dispute:
- viii) In our opinion and according to the information and explanation given to us, the company does not have any loan or borrowings from a financial institution or bank or government or debenture holders. Therefore, provisions of clause 3 (viii) of the CARO are not applicable.
- ix) During the year, the company has not raised any money by way of Initial Public Offer or further public offer nor obtained any term loans. Therefore, provisions of clause 3 (ix) of the CARO are not applicable.
- x) According to the information and explanation given to us, no fraud on or by the company, by its officers and employees has been noticed or reported during the course of our audit.
- xi) In our opinion and according to the information and explanation given to us, the company has not paid or provided managerial remuneration during the year. Accordingly, paragraph 3(xi) of the order is not applicable to the company.
- 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 CARO are not applicable.
- xiii) In our opinion and according to the information and explanation given to us, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable Accounting Standards.
- xiv) In our opinion and according to the information and explanation given to us, during the year the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore, the provisions of clause 3 (xiv) of the CARO are not applicable.





xv) In our opinion and according to the information and explanation given to us, during the year the company has not entered into non-cash transactions with the directors or persons connected with the directors and hence the provisions of Clause 3 (xv) of the CARO are not applicable.

xvi) The company is not required to be registered under Section 45IA of the Reserve Bank of India Act, 1934.

For Gokhale & Sathe
Chartered Accountants
Firm Reg. No.: 103264W



Atul A Kale
Partner
Membership No.109947

Place: Mumbai
Date: 25th June 2021
UDIN: 21109947AAAAQE7964

Mhaiskar Toll Road Private Limited


Balance Sheet as at 31 March 2021

(Currency : ₹ in lakhs)

	Notes	As at March 31, 2021	As at March 31, 2020
ASSETS			
Current assets			
Financial Assets			
i. Cash and cash equivalents	3	0.26	0.27
Total current assets		0.26	0.27
Total Assets		0.26	0.27
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	4	1.00	1.00
Other Equity	5	(2.80)	(2.56)
Total Equity		(1.80)	(1.56)
Liabilities			
Current liabilities			
Financial liabilities			
i. Borrowings	6	1.83	1.68
ii. Trade payables	7	0.09	-
iii Other financial liabilities	8	0.14	0.14
Total current liabilities		2.06	1.83
Total liabilities		2.06	1.83
Total Equity and Liabilities		0.26	0.27
Significant Accounting Policies	2		
Notes to Financial Statements	3 - 15		


The notes referred to above form an integral part of the financial statements
As per our report of even date attached

For Gokhale & Sathe
Chartered Accountants
Firm's Registration No: 103264W


CA Atul Kale
Partner
Membership No: 109947
Mumbai
Date : 25 June 2021
UDIN : 21109947AAAAQE7964



For and on behalf of the Board of Directors of
Mhaiskar Toll Road Private Limited
CIN : U45400MH2014PTC259325


Priya Joshi
Director
DIN: 07185523
Mumbai
Date : 25 June 2021


Uttam Pawar
Director
DIN : 03381300
Mumbai

Mhaiskar Toll Road Private Limited

Statement of Profit and Loss for the year ended March 31, 2021

(Currency : ₹ in lakhs)

	Note	For the year ended March 31, 2021	For the year ended March 31, 2020
Income			
I Revenue from operations		-	-
I Total Income		-	-
IV Expenses			
Other expenses	9	0.24	0.58
Total Expenses (II)		0.24	0.58
III Profit before tax (I-II)		(0.24)	(0.58)
VI Income Tax expense			
Current tax		-	-
Total tax expense		-	-
VII Profit from continuing operations (V-VI)		(0.24)	(0.58)
VIII Other Comprehensive Income/(loss) from continued operations			
A (i) Items that will not be reclassified to profit or loss		-	-
Remeasurement of defined benefit obligations		-	-
(ii) Income tax relating to above items that will not be reclassified to profit or loss		-	-
Other Comprehensive Income/(loss) from continued operations (Net of tax)		-	-
Total Comprehensive Income/(loss) from continued operations			
VII (VII+VIII) (Comprising Profit and Other Comprehensive Income for the period)		(0.24)	(0.58)
Basic and diluted earnings per share (Rs.)	11	(2.43)	(5.81)
Significant Accounting Policies	2		
Notes to Financial Statements	3 - 15		

The notes referred to above form an integral part of the financial statements
As per our report of even date attached


For Gokhale & Sathe
Chartered Accountants
Firm's Registration No: 103264W


CA Atul Kale
Partner
Membership No: 109947
Mumbai
Date : 25 June 2021
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For and on behalf of the Board of Directors of
Mhaiskar Toll Road Private Limited
CIN : U45400MH2014PTC259325


Priya Joshi
Director
DIN: 07185523
Mumbai
Date : 25 June 2021


Uttam Pawar
Director
DIN : 03381300
Mumbai

Mhaiskar Toll Road Private Limited

Cash Flow Statement

for the year ended March 31, 2021

(Currency : ₹ in lakhs)

	For the year ended March 31, 2021	For the year ended March 31, 2020
CASH FLOW FROM OPERATING ACTIVITIES:		
(Loss)/Profit before exceptional items and tax	(0.24)	(0.58)
Adjustments for:		
Operating profit before working capital changes	<u>(0.24)</u>	<u>(0.58)</u>
Adjustments for changes in working capital:		
Increase/(Decrease) in trade payables	0.09	(0.10)
Increase/(Decrease) in other current financial liabilities	-	-
Cash generated from operations	<u>(0.16)</u>	<u>(0.69)</u>
Income tax paid	-	-
Net cash from operating activities	<u>(0.16)</u>	<u>(0.69)</u>
CASH FLOW FROM INVESTING ACTIVITIES:		
Net cash (used in) investing activities	<u>-</u>	<u>-</u>
CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	0.15	0.20
Net cash generated from/(used in) financing activities	<u>0.15</u>	<u>0.20</u>
Net Increase/(Decrease) in cash and cash equivalents	(0.01)	(0.49)
Cash and cash equivalents as at the beginning of the year	0.27	0.75
Cash and cash equivalents as at the end of the year	<u>0.26</u>	<u>0.27</u>
Cash and cash equivalents:		
Cash on hand	0.10	0.10
Bank balances		
In current accounts	<u>0.16</u>	<u>0.17</u>
	<u>0.26</u>	<u>0.27</u>

1. The above cash flow statement has been prepared under the indirect method as set out in Indian Accounting standard 7 Cash Flow Statement notified under section 133 of the Companies Act, 2013 ('Act') read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015 and the relevant provisions of the Act.

2. Figures in bracket indicate cash outflow

The notes referred to above form an integral part of the financial statements
As per our report of even date attached

For Gokhale & Sathe

Chartered Accountants

Firm's Registration No: 103264W

Atul Kale

CA Atul Kale

Partner

Membership No: 109947

Mumbai

Date : 25 June 2021

UDIN : 21109947AAAAQE7964



For and on behalf of the Board of Directors of

Mhaiskar Toll Road Private Limited

CIN : U45400MH2014PTC259325

Priya Joshi

Priya Joshi

Director

DIN: 07185523

Mumbai

Date : 25 June 2021

Uttam Pawar

Uttam Pawar

Director

DIN :03381300

Mumbai

Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Statement of Changes in Equity

A. Equity Share Capital

Particulars

Balance as at March 31, 2019
Changes in equity share capital during the year
Balance as at March 31, 2020
Changes in equity share capital during the year
Balance as at March 31, 2021

(Rs. In lakhs)

Amount

<u>1.00</u>
-
<u>1.00</u>
-
<u>1.00</u>

B. Other Equity

Particulars

Balance as at March 31, 2019
Profit for the year
Other comprehensive income
Balance as at March 31, 2020
Profit for the year
Other comprehensive income
Balance as at March 31, 2021

Reserves and Surplus

Particulars	Securities Premium	Reserves and Surplus	
		Retained earnings	Total
Balance as at March 31, 2019	-	(1.98)	(1.98)
Profit for the year	-	(0.58)	(0.58)
Other comprehensive income	-	-	-
Balance as at March 31, 2020	-	(2.56)	(2.56)
Profit for the year	-	(0.24)	(0.24)
Other comprehensive income	-	-	-
Balance as at March 31, 2021	-	(2.80)	(2.80)

The above statement of changes in equity should be read in conjunction with the accompanying notes.

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For Gokhale & Sathe
Chartered Accountants
Firm's Registration No: 103264W

AAKale

CA Atul Kale
Partner
Membership No: 109947
Mumbai
Date : 25 June 2021
UDIN : 21109947AAAAQE7964



For and on behalf of the Board of Directors of
Mhaiskar Toll Road Private Limited
CIN : U45400MH2014PTC259325

Priya Joshi

Priya Joshi
Director
DIN : 07185523
Mumbai
Date : 25 June 2021

Uttam Pawar

Uttam Pawar
Director
DIN : 03381300
Mumbai

Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

1 Corporate information

Mhaiskar Toll Road Private Limited ('the Company') was incorporated on 14 November 2014 under the Companies Act, 2013 ('the Act'), with Corporate Identity Number (CIN)U45400MH2014PTC256325. The Company is a wholly owned subsidiary of MEP Infrastructure Developers Limited ('the Holding Company'), a Company incorporated in India.

Statement of Significant Accounting Policies

2.1 Basis of preparation

These financial statements of the Company for the year ended March 31, 2021 along with comparative financial information for the year March 31, 2020 have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

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

- certain financial assets and liabilities that are measured at fair value;
- assets held for sale – measured at fair value less cost to sell;
- defined benefit plans – plan assets measured at fair value

Current non-current classification

All assets and liabilities have been classified as current or non current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of business and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

2.2 Functional and presentation currency

These financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest lakhs, unless otherwise indicated.

2.3 Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements in accordance with Ind AS requires use of estimates and assumptions for some items, which might have an effect on their recognition and measurement in the balance sheet and statement of profit and loss. The actual amounts realised may differ from these estimates.

Estimates and assumptions are required in particular for:

- a) **Property, plant and equipment :**
Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalized. Useful lives of tangible 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 advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalised and which components of the cost of the asset may be capitalised.
- b) **Recognition and measurement of defined benefit obligations :**
The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and vested future benefits and life expectancy. The discount rate is determined based on the prevailing market yields of Indian Government Securities as at the Balance Sheet Date for the estimated term of the obligations.
- c) **Recognition of deferred tax assets :**
A deferred tax asset is recognised for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. The management is reasonably certain that taxable profits will be available to absorb carried forward losses while recognising deferred tax assets.
- d) **Recognition and measurement of other provisions :**
The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure included in other provisions.
- e) **Discounting of long-term financial instruments :**
All financial instruments are required to be measured at fair value on initial recognition. In case of financial instruments which are required to subsequently measured at amortised cost, interest is accrued using the effective interest method.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

2.4 Measurement of fair values

The Company's accounting policies and disclosures require the measurement of fair values for financial instruments. When measuring the fair value of a financial asset or a financial liability, fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company recognises transfers due to change between levels of the fair value hierarchy at the end of the reporting period.

E Significant accounting policies

i) Tangible Assets

a) Recognition and measurement

Tangible fixed assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price, any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognised in profit or loss.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Depreciation / amortization

Depreciation is provided on a pro-rata basis on the written down value method over the estimated useful life of the assets. Depreciation on addition/deletion of fixed assets during the year is provided on pro-rata basis from / to the date of addition/deletion. Fixed assets costing up to ₹ 5,000 individually are fully depreciated in the year of purchase.

Useful life of the asset is taken, as specified in Schedule II of the Companies Act, 2013

c) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company

d) Impairment of fixed assets

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such Reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such Reversal is not recognized.

ii) Borrowing cost

Borrowing costs are interest and other costs related to borrowing that the Company incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing. Borrowing costs include interest costs measured at Effective Interest Rate (EIR) and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Ancillary borrowing costs are amortised over the tenure of the loan.

Borrowing costs that are attributable to acquisition or construction of qualifying assets are capitalized as a part of cost of such assets till the time the asset is ready for its intended use. A qualifying assets is the one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are recorded as an expense in the year in which they are incurred. Ancillary borrowing costs are amortised over the tenure of the loan.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

iii) Investment in associates, joint venture and subsidiaries

Recognition & Measurement

The Company has accounted for its investment in subsidiaries and associates, joint venture at cost.

iv) 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.

A Financial assets

Classification

The Company shall classify financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset

Initial recognition and measurement

Financial assets are recognised when the Company becomes a party to a contract that gives rise to a financial asset of one entity or equity instrument of another entity. Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, other than those designated as fair value through profit or loss (FVTPL), are added to or deducted from the fair value of the financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at FVTPL are recognised immediately in statement of profit and loss.

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. 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 in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

Debt instruments at FVOCI

A 'debt instrument' is measured at the Fair value through other comprehensive income(FVOCI) if both the following conditions are met:

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets., and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

For assets classified as subsequently measured at FVOCI, interest revenue, expected credit losses, and foreign exchange gains or losses are recognised in profit or loss. Other gains and losses on remeasurement to fair value are recognised in OCI. On derecognition, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss.

Debt instrument at fair value through profit and loss (FVTPL)

Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVOCI, is classified as at FVTPL.

In addition, the group may elect to classify a debt instrument, which otherwise meets amortized cost or FVOCI criteria, as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Equity investments

All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVOCI or FVTPL. The group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to profit and loss, even on sale of investment. However, the group may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Further, the Company has elected the policy to account to continue the carrying value for its investments in subsidiaries and associates as recognised in the financial statements as at the date of transition to Ind ASs, measured as per the previous GAAP as at the date of transition (April 1, 2015) as per the exemption available under Ind AS 101. Also, in accordance with Ind AS 27 Company has elected the policy to account investments in subsidiaries and associates at cost.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- a) The rights to receive cash flows from the asset have expired, or
- b) The Company has transferred its 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) it 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 recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises 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.

Impairment of financial assets

Financial assets of the Company comprise of trade receivable and other receivables consisting of debt instruments e.g., loans, debt securities, deposits, and bank balance. Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. An impairment loss for trade and other receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. Impairment losses if any, are recognised in profit or loss for the period.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

B Financial liabilities

Financial instruments with a contractual obligation to deliver cash or another financial assets is recognised as financial liability by the Company.

Classification

The Company classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

ii) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable and incremental transaction cost.

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.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. 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 recognised in the statement of profit or loss.

Offsetting of financial instruments

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

v) Leases

Leases of property, plant and equipment where the group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the group as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

vi) Trade Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment.

vii) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above

viii) Provisions, contingent liabilities and contingent assets

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the notes to the financial statements. Contingent assets are not recognized in the financial statements

Further, long term provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost. A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

ix) Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company, the revenue can be reliably measured and no significant uncertainty as to the measurability and collectability exists.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Other income

□ Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective rate of interest.

x) Retirement and other employee benefits

a) Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognized in the period in which the employee renders the related service. A liability is recognised 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.

b) Post Employment Employee Benefits

Retirement benefits to employees comprise payments to government provident funds, gratuity fund and Employees State Insurance

Defined contribution plans

The Company's contribution to defined contributions plans such as Provident Fund, Employee State Insurance and Maharashtra Labour Welfare Fund are recognised in the Statement of Profit and Loss in the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective Funds.

Defined benefit plans

Gratuity liability is defined benefit obligation. The Company's net obligation in respect of the gratuity benefit scheme 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 present value of the obligation under such defined benefit plan is determined based on actuarial valuation by an independent actuary, using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the Balance Sheet date.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income. Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in Statement of Profit and Loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Actuarial gains/losses are recognized in the other comprehensive income.

xi) Income taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes and Reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves. Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax assets and liabilities are offset only if:

- a) the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity

Deferred tax asset / liabilities in respect of on temporary differences which originate and reverse during the tax holiday period are not recognised. Deferred tax assets / liabilities in respect of temporary differences that originate during the tax holiday period but reverse after the tax holiday period are recognised. The tax effect is calculated on the accumulated timing differences at the year-end based on the tax rates and laws enacted or substantively enacted on the balance sheet date.

Minimum alternate tax credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

xii) Earnings Per Share

a) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners. of the Company
- by the weighted average number of equity shares outstanding during the financial year

b) Diluted earnings per share

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

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

xiii) Subsequent event

No subsequent event has been observed which may required on adjustment to the balance sheet.

xiv) Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from 1st April, 2021. MCA issued notifications dated 24th March, 2021 to amend Schedule III to the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 3

Current Financial Assets-Cash and cash equivalents

Particulars	As at March 31, 2021	As at March 31, 2020
Bank balances		
In current accounts	0.16	0.17
Cash on hand	0.10	0.10
	<u>0.26</u>	<u>0.27</u>



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 4

Equity Share Capital

Particulars

	(Rs. In lakhs)	
	As at March 31, 2021	As at March 31, 2020
[a] Authorised share capital	1.00	1.00
10,000 (Previous year 10,000) equity shares of Rs 10 each	1.00	1.00
[b] Issued	1.00	1.00
10,000 (Previous year 10,000) equity shares of Rs 10 each fully paid	1.00	1.00
[c] Subscribed and paid up	1.00	1.00
10,000 equity shares of Rs 10 each fully paid	1.00	1.00

[d] Reconciliation of number of shares outstanding at the beginning and end of the year :

	As at March 31, 2021		As at March 31, 2020	
Equity :	No. of Shares	Amount	No. of Shares	Amount
Shares outstanding, beginning of the year	10,000	1.00	10,000	1.00
Issued during the year	-	-	-	-
Shares outstanding, end of the year	10,000	1.00	10,000	1.00

[e] Shares held by its holding company

Equity shares of Rs 10 each fully paid held by:

MEP Infrastructure Developers Limited (Holding Company)

As at March 31, 2021		As at March 31, 2020	
Number of Shares	Amount	Number of Shares	Amount
10,000	1.00	10,000	1.00

[f] Details of shareholders holding more than 5% of the aggregate shares in the Company:

Name of the shareholder

MEP Infrastructure Developers Limited (Holding Company)

As at March 31, 2021		As at March 31, 2020	
Number of Shares	Percentage	Number of Shares	Percentage
10,000	100%	10,000	100%



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 5 Other Equity

(i) Retained earnings

Particulars	As at March 31, 2021	As at March 31, 2020
Balance as at the beginning of the year	(2.56)	(1.98)
Add : Profit for the year	(0.24)	(0.58)
Other comprehensive income	-	-
Balance as at the end of the year	(2.80)	(2.56)



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements**Note 6****Current Financial Liability-Borrowings**

Particulars	As at March 31, 2021	As at March 31, 2020
Unsecured Loans		
From Related Parties (refer note 1 below)	1.83	1.68
Total	1.83	1.68

1) Unsecured Loans

Unsecured loans from MEP Infrastructure Developers Limited (Holding Company) of Rs 1.83 Lakhs (March 31, 2020 : Rs 1.68 lakhs) is repayable on demand.

Note 7**Current Financial Liability-Trade payables**

Particulars	As at March 31, 2021	As at March 31, 2020
Trade payables		
Others	0.09	-
Total	0.09	-

Note 8**Current Financial Liability-Others**

Particulars	As at March 31, 2021	As at March 31, 2020
Other liabilities		
Others	0.14	0.14
Total	0.14	0.14



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 9

Other expenses

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Rent, Rates & Taxes	-	0.02
Legal consultancy and professional fees	0.10	0.42
Auditors remuneration (refer note 12)	0.14	0.14
Miscellaneous Expenses	0.01	-
Total	0.24	0.58



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 9

1. Financial instruments – Fair values and risk management

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

A. Accounting classification and fair values

March 31, 2021	Carrying amount			Fair value			
	FVTPL	Amortised	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents	-	0.26	0.26	-	-	-	-
	-	0.26	0.26	-	-	-	-
Financial liabilities							
Short term borrowings	-	1.83	1.83	-	-	-	-
Other Current financial liabilities	-	0.14	0.14	-	-	-	-
	-	1.97	1.97	-	-	-	-

March 31, 2020	Carrying amount			Fair value			
	FVTPL	Amortised	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents	-	0.27	0.27	-	-	-	-
	-	0.27	0.27	-	-	-	-
Financial liabilities							
Short term borrowings	-	1.68	1.68	-	-	-	-
Other Current financial liabilities	-	0.14	0.14	-	-	-	-
	-	1.83	1.83	-	-	-	-

*The fair value in respect of the unquoted equity investments cannot be reliably estimated. The Company has currently measured them at cost.

Note 10

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

i. Risk management framework

The Company's board of directors is primarily responsible to develop and monitor Company's Risk Management framework. The Company has a risk management policy in

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.



Mhaskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

ii. Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, Credit risk on its receivables is recognised on the statement of financial position at the carrying amount of those receivable assets, net of any provisions for doubtful debts. Receivable balances and deposit balances are monitored on a monthly basis with the result that the company's exposure to bad debts is not considered to be material.

The company has no significant concentrations of credit risk. The Company does not have any credit risk outside India.

Cash equivalents & Other bank balances/deposits

The Company held cash equivalents and other bank balances/deposits of INR 0.26 lakhs at March 31, 2021 (March 31, 2020 : INR 0.27 lakhs). The cash equivalents and other bank balances/deposits are held with bank counterparties with good credit ratings.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

iii. Liquidity risk

Liquidity risk is defined as the risk that the group will not be able to settle or meet its obligations on time, or at a reasonable price. The group's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the group's net liquidity position through rolling forecasts on the basis of expected cash flows.

Maturity pattern of Financial- Liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

March 31, 2021	Carrying amount	Contractual cash flows				
		Total	0-1 year	1-2 years	2-5 years	More than 5 years
INR						
Unsecured loans from Related Parties	1.83	1.83	1.83	-	-	-
Other Financial liabilities	0.14	0.14	0.14	-	-	-
	1.97	1.97	1.97	-	-	-

March 31, 2020	Carrying amount	Contractual cash flows				
		Total	0-1 year	1-2 years	2-5 years	More than 5 years
INR						
Unsecured loans from Related Parties	1.68	1.68	1.68	-	-	-
Other Financial liabilities	0.14	0.14	0.14	-	-	-
	1.83	1.83	1.83	-	-	-

* The fair value in respect of the unquoted equity investments cannot be reliably estimated.



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(Currency : ₹ in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

• Currency risk:

The risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates. Since company does not have any foreign exchange transactions, it is not exposed to this risk.



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Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

v. Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in

Exposure to interest rate risk

Company's interest rate risk arises from borrowings and finance lease obligations. Borrowings issued at fixed rates and finance lease obligations exposes to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	Nominal amount in INR	
	March 31, 2021	March 31, 2020
Fixed-rate instruments		
Financial assets	-	-
Financial liabilities	-	-
	<hr/>	<hr/>
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	-	-
	<hr/>	<hr/>
Total	<hr/> <hr/>	<hr/> <hr/>

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

INR	Profit or loss	
	100 bp increase	100 bp decrease
March 31, 2021		
Fixed rate instruments	-	-
Variable-rate instruments	-	-
Cash flow sensitivity (net)	<hr/>	<hr/>
March 31, 2020		
Fixed rate instruments	-	-
Variable-rate instruments	-	-
Cash flow sensitivity (net)	<hr/> <hr/>	<hr/> <hr/>

The risk estimates provided assume a parallel shift of 100 basis points interest rate across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

vi. Capital Management

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves . The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using Adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances

	As at March 31, 2021	As at March 31, 2020
Non-Current Borrowings	-	-
Current Borrowings	1.83	1.68
Gross Debt	1.83	1.68
Less - Cash and Cash Equivalents	(0.26)	(0.27)
Adjusted net debt	1.56	1.41
Total equity	(1.56)	(1.56)
Adjusted net debt to adjusted equity ratio	-	-

* Adjusted net debt to equity ratio is not calculated as the total equity is negative (-)ve.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 11

Earnings Per Share

Basic and diluted earnings per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average of equity shares outstanding during the year.

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Profit/(Loss) for basic and diluted earnings per share (A)	(0.24)	(0.58)
Weighted average number of equity shares (B)	10,000	10,000
Basic earnings per share (Rs.) (A / B)	(2.43)	(5.81)
Weighted average number of equity shares outstanding during the year for the calculation of diluted earnings per share (C)	10,000	10,000
Diluted earnings per share (Rs.) (A / C)	(2.43)	(5.81)

Note 12

Auditor's remuneration

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Statutory audit fees	0.14	0.14
Total	0.14	0.14

Note 13

Domestic transfer pricing

The Indian Finance Bill, 2012 had sought to bring in certain class of domestic transactions in the ambit of the transfer pricing regulations with effect from 1 April 2012. The Company's management is of the opinion that its domestic transaction are at arm's length so that appropriate legislation will not have an impact on financial statements, particularly on the amount of tax expense and that of provision for taxation. The Company does not have any international transactions with related parties during the year.



Mhaiskar Toll Road Private Limited

(Currency : ₹ in lakhs)

Notes to Financial Statements

Note 14

Statement of Related Party Transactions

Related party disclosures

In accordance with the requirements of Accounting Standard 18 "Related Party Transactions" as prescribed under the Companies (Accounting Standards) Rules, 2006, following are the names of related parties and their relationships(Only with whom there have been transactions during the period and there was balance outstanding at the year end).

A.Name of related parties and the nature of relationship

Name of related party	Nature of relationship
MEP Infrastructure Developers Limited	Holding Company
MEP Infrastructure Private Limited	Fellow Subsidiary
MEP Chennai Bypass Toll Road Private Limited	Fellow Subsidiary
MEP RGSJ Toll Bridge Private Limited	Fellow Subsidiary
MEP Highway Solutions Private Limited	Fellow Subsidiary
MEP Hyderabad Bangalore Toll Road Private Limited	Fellow Subsidiary
MEP IRDP Solapur Toll Road Private Limited	Fellow Subsidiary
MEP Nagzari Toll Road Private Limited	Fellow Subsidiary
Raima Toll Road Private Limited	Fellow Subsidiary
Raima Ventures Private Limited	Fellow Subsidiary
Rideema Toll Private Limited	Fellow Subsidiary
Raima Toll and Infrastructure Private Limited	Fellow Subsidiary
MEP Tormato Private Limited	Fellow Subsidiary
MEP Roads & Bridges Private Limited	Fellow Subsidiary
Mhaiskar Toll Road Private Limited	Fellow Subsidiary
MEP Infra Construction Private Limited	Fellow Subsidiary
MEP Toll & Infrastructure Private Limited	Fellow Subsidiary
MEP Infra projects Private Limited	Fellow Subsidiary
Baramati Tollways Private Limited (Subsidiary of Rideema Toll Private Limited)	Fellow Subsidiary
SMYR Consortium LLP	Jointly Controlled Entity
KVM Technology Solutions Private Limited	Jointly Controlled Entity
MEP Nagpur Ring Road 1 Pvt. Ltd.	Jointly Controlled Entity
MEP Sanjose Nagpur Ring Road 2 Pvt. Ltd.	Jointly Controlled Entity
MEP Sanjose Arawali Kante Road Pvt. Ltd.	Jointly Controlled Entity
MEP Sanjose Kante Waked Road Pvt. Ltd.	Jointly Controlled Entity
MEP Sanjose Talaja Mahuva Road Pvt. Ltd.	Jointly Controlled Entity
MEP Sanjose Mahuva Kagavadar Road Pvt. Ltd.	Jointly Controlled Entity
MEP Longjian ACR Pvt. Ltd	Jointly Controlled Entity
MEP Longjian CLR Pvt. Ltd	Jointly Controlled Entity
MEP Longjian Loha Waranga Pvt. Ltd	Jointly Controlled Entity
MEP Longjian VTR Pvt. Ltd	Jointly Controlled Entity
Ideal Hospitality Private Limited	Enterprises over which significant influence is exercised by key managerial personnel
Mr. Uttam Pawar (Director)	Key Management Person
Mrs. Priya Joshi (Director)	Key Management Person



B. Disclosures of material transactions with related parties and balances as at 31 March 2021		March 31, 2021	March 31, 2020
<u>Particulars</u>			
<u>Where control exists</u>			
I) Transactions during the year			
Holding Company	Nature of transactions		
MEP Infrastructure Developers Limited	Loan taken	0.14	0.19
II) Balances at the end of the year			
MEP Infrastructure Developers Limited	Loan taken	1.82	1.68

Note 15

Previous year comparatives

Previous year figures are regrouped, re-arranged wherever necessary.

The notes referred to above form an integral part of the financial statements
As per our report of even date attached

For Gokhale & Sathe
Chartered Accountants
Firm's Registration No: 103264W


CA Atul Kale

Partner
Membership No: 109947
Mumbai
Date : 25 June 2021
UDIN : 21109947AAAAQE7964



For and on behalf of the Board of Directors of
Mhaikar Toll Road Private Limited
CIN : U45400MH2014PTC259325


Priya Joshi
Director
DIN: 07185523
Mumbai
Date : 25 June 2021


Uttam Pawar
Director
DIN :03381300
Mumbai

