

MEP Tormato Private Limited

Balance sheet as at March 31, 2022

(Currency : ₹ in lakhs)

	Notes	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non current assets			
Property, Plant and Equipment	3	0.25	0.68
Financial Assets			
i. Others	4	0.64	2.55
Other non current assets	5	1,419.80	1,419.80
Total non current assets		1,420.68	1,423.02
Current assets			
Financial Assets			
i. Trade receivables	6	86.31	457.22
ii. Cash and cash equivalents	7	14.64	20.07
iii. Bank balances other than (ii) above	7A	0.25	275.07
iv. Loans	8	-	0.06
v. Other financial assets	9	33.84	67.76
Other current assets	10	58.70	65.26
Total current assets		193.75	885.44
Total Assets		1,614.43	2,308.46
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	11	1,300.00	1,300.00
Other Equity	12	(4,667.71)	(4,463.28)
Total Equity		(3,367.71)	(3,163.28)
Liabilities			
Non current liabilities			
Financial liabilities			
i. Borrowings	13	-	-
Provisions	14	7.59	-
Total non current liabilities		7.59	-
Current liabilities			
Financial liabilities			
i. Borrowings	15	4,120.60	4,134.09
ii. Trade payables	16		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		1.84	38.90
iii. Other financial liabilities	17	684.58	1,148.01
Provisions	14	-	20.39
Other current liabilities	18	167.53	130.36
Total current liabilities		4,974.54	5,471.75
Total liabilities		4,982.13	5,471.75
Total Equity and Liabilities		1,614.43	2,308.46

Significant Accounting Policies 2
Notes to Financial Statements 3 - 37

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

For and on behalf of the Board of Directors of
MEP Tormato Private Limited
CIN : U45202MH2014PTC257802

Sd/-

Sd/-

Sd/-

CA Atul Kale
Partner
Membership No: 109947
Mumbai
Date : 23/05/2022
UDIN : 22109947AMXVON1022

Subramany Padmanabhan
Director
DIN : 07185743
Place : Mumbai
Date : 23/05/2022

Satish S Rugle
Director
DIN: 08213836
Place : Mumbai

MEP Tormato Private Limited

Statement of Profit and Loss for the year ended March 31, 2022

(Currency : ₹ in lakhs)

	Note	For the year ended March 31, 2022	For the year ended March 31, 2021	
Revenue				
I	Revenue from operations	19	5.28	702.46
II	Other income	20	20.55	32.63
III	Total Income (I + II)		25.82	735.09
IV Expenses				
	Operating and maintenance expenses	21	-	8.87
	Employee Benefits Expenses	22	1.00	313.67
	Depreciation and amortisation expense	3	0.43	1,385.25
	Finance costs	23	35.34	150.81
	Other expenses	24	202.21	65.07
	Total Expenses (IV)		238.99	1,923.67
V	Profit before tax (III-IV)		(213.17)	(1,188.58)
VI Income Tax expense				
	Current tax	32	-	-
	Earlier year tax		8.74	-
	Total tax expense		8.74	-
VII	Profit from continuing operations (V-VI)		(204.43)	(1,188.58)
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		-	(0.33)
	(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)		-	(0.33)
IX	Total Comprehensive Income/(loss) from continued operations (VII+VIII) (Comprising Profit and Other Comprehensive Income for the		(204.43)	(1,188.92)
	Basic and diluted earnings per share (Rs.)	27	(1.57)	(9.14)
	Significant Accounting Policies	2		
	Notes to Financial Statements	3 - 37		

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MEP Tormato Private Limited

Cash Flow Statement for the year ended March 31, 2022

(Currency : ₹ in lakhs)

	For the year ended March 31, 2022	For the year ended March 31, 2021
CASH FLOW FROM OPERATING ACTIVITIES:		
(Loss)/Profit before exceptional items and tax	(213.17)	(1,188.58)
Adjustments for:		
Depreciation and amortisation	0.43	1,385.25
Finance costs	35.34	150.81
Interest income	(20.55)	(32.63)
Remeasurement of defined benefit obligations	-	(0.33)
Operating profit before working capital changes	(197.94)	314.51
Adjustments for changes in working capital:		
(Increase)/Decrease in non current financial assets - others	1.91	2.32
(Increase)/Decrease in other non current assets	-	1,100.00
(Increase)/Decrease in other current financial assets Loans	0.06	-
(Increase)/Decrease in other current assets - others	0.39	-
(Increase)/Decrease in other current assets	6.56	0.23
(Increase)/Decrease in trade receivable	370.92	47.10
(Increase)/Decrease in other assets	274.82	-
Increase/(Decrease) in trade payables	(37.06)	(682.58)
Increase/(Decrease) in long term provisions	7.59	(24.03)
Increase/(Decrease) in current financial liabilities - other	47.04	(639.38)
Increase/(Decrease) in long term provisions	(20.39)	6.36
Increase/(Decrease) in other current liabilities	37.17	(58.82)
Cash generated from operations	491.05	65.71
Income tax paid	8.74	30.98
Net cash from operating activities	499.80	96.69
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets including capital advances	-	(1.24)
Loan given	-	0.47
Interest received	54.07	22.05
Net cash (used in) investing activities	54.07	21.28
CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	200.00	338.25
Repayment of borrowings	(481.08)	-
Interest paid	(278.23)	(464.69)
Net cash generated from/(used in) financing activities	(559.31)	(126.44)
Net Increase/(Decrease) in cash and cash equivalents	(5.44)	(8.47)
Cash and cash equivalents as at the beginning of the year	20.07	28.54
Cash and cash equivalents as at the end of the year	14.64	20.07
Cash and cash equivalents		
Cash on hand	9.13	9.13
Bank balances		
In current accounts	5.51	10.94
Demand deposits (less than 3 months maturity)	-	-
	14.64	20.07

MEP Tormato Private Limited

Cash Flow Statement for the year ended March 31, 2022

(Currency : ₹ in lakhs)

Change in liability arising from financing activities

Particulars	01 April 2021	Cashflows	Fair value changes/other	31 March 2022
Borrowing - Non Current (Refer note 13 & 15)	5,114.09	(281.08)		4,833.01
	5,114.09	(281.08)	-	4,833.01

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

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Chartered Accountants

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Satish S Ragle

Director

DIN: 08213836

Place : Mumbai

MEP Tormato Private Limited
for the year ended March 31, 2022
(Currency : ₹ in lakhs)

Statement of Changes in Equity

A. Equity Share Capital

Particulars	(Rs. In lakhs)
	Amount
Balance as at March 31, 2020	1,300.00
Changes in equity share capital during the year	-
Balance as at March 31, 2021	1,300.00
Changes in equity share capital during the year	-
Balance as at March 31, 2022	1,300.00

B. Other Equity

Reserves and Surplus

Particulars	Reserves and Surplus		
	Securities Premium	Retained earnings	Total
Balance as at March 31, 2020	-	(3,274.36)	(3,274.36)
Other comprehensive income	-	(0.33)	(0.33)
Profit for the year	-	(1,188.58)	(1,188.58)
Equity Contribution	-	-	-
Balance as at March 31, 2021	-	(4,463.28)	(4,463.28)
Other comprehensive income	-	-	-
Profit for the year	-	(204.43)	(204.43)
Equity Contribution	-	-	-
Balance as at March 31, 2022	-	(4,667.71)	(4,667.71)

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

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MEP Tormato Private Limited

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DIN: 08213836

Place : Mumbai

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

1 Corporate information

MEP Tormato Private Limited ('MTPL' or 'the Company') was incorporated on 4 September 2014 under the Companies Act, 2013 ('the Act'), with corporate Identity Number (CIN)U45202MH2014PTC257802. The Company is a 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, 2022 along with comparative financial information for the year March 31, 2021 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.

Historical Cost Convention

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 noncurrent 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 – noncurrent 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.

MEP Tormato Private Limited

Notes to Financial Statements

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.

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

j) **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.

MEP Tormato Private Limited

Notes to Financial Statements

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.

iii) Investment in associates, joint venture and subsidiaries

a) 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:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) 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.

MEP Tormato Private Limited

Notes to Financial Statements

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:

- a) The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets., and
- b) 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.

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.

MEP Tormato Private Limited

Notes to Financial Statements

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.

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.

MEP Tormato Private Limited

Notes to Financial Statements

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.

Operation and Maintenance

Revenue from operation and maintenance is recognised upon completion of services as per Contractual Terms

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.

MEP Tormato Private Limited

Notes to Financial Statements

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 substantially 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.

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) Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

Amendment to Existing issued Ind AS

The MCA has notified below amendments which are effective 1st April 2022:

- Amendments to Ind AS 103, Business Combinations
- Amendments to Ind AS 16, Property, Plant and Equipment
- Amendments to Ind AS 37, Provisions, Contingent Liabilities and Contingent Assets
- Amendments to Ind AS 109, Financial Instruments
- Amendments to Ind AS 116, Leases

Based on Preliminary work, the Company does not expect these amendments to have any significant impact on its Financial statements.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 3 - Property, Plant and Equipment - As at March 31, 2022

	Gross Block (At Cost)			Accumulated Depreciation				Net Block		
	As at April 1, 2021	Additions/ Adjustments	Deductions/ Adjustments	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions/ Adjustments	As at March 31, 2022	As at March 31, 2022	As at March 31, 2021
Tangible Assets:										
Plant & Machinery	5,229.39	-	-	5,229.39	5,229.39	-	-	5,229.39	0.00	0.00
Toll Equipments	0.26	-	-	0.26	0.04	-	-	0.04	0.22	-
Computers & Softwars	1.68	-	-	1.68	1.22	0.43	-	1.65	0.02	0.68
Capital Work in Progress										
CWIP	0.00	-	-	0.00	-	-	-	-	0.00	-
Total	5,231.33	-	-	5,231.33	5,230.65	0.43	-	5,231.09	0.25	0.68

Note 3 - Property, Plant and Equipment - As at March 31, 2021

	Gross Block (At Cost)			Accumulated Depreciation				Net Block		
	As at April 1, 2020	Additions/ Adjustments	Deductions/ Adjustments	As at March 31, 2021	As at April 1, 2020	Charge for the year	Deductions/ Adjustments	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Tangible Assets:										
Plant & Machinery	5,229.39	-	-	5,229.39	3,845.20	1,384.20	-	5,229.39	0.00	1,384.20
Toll Equipments	0.26	-	-	0.26	0.03	0.01	-	0.04	0.22	0.23
Computers & Softwars	0.45	1.23	-	1.68	0.18	1.04	-	1.22	0.46	0.27
Capital Work in Progress										
CWIP	0.00	-	-	0.00	-	-	-	-	0.00	0.00
Total	5,230.10	1.23	-	5,231.33	3,845.41	1,385.25	-	5,230.65	0.68	1,384.70

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 4

Non current financial assets - others

	As at March 31, 2022	As at March 31, 2021
Security deposits	0.64	2.55
	<u>0.64</u>	<u>2.55</u>

Note 5

Other non current assets

Particulars	As at March 31, 2022	As at March 31, 2021
To parties other than related parties:		
Capital advances	1,419.80	1,419.80
Total	<u>1,419.80</u>	<u>1,419.80</u>

Note 6

Current Financial Assets-Trade receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured considered good*	86.31	457.22
Total	<u>86.31</u>	<u>457.22</u>

Notes:

i) The carrying amounts of trade receivables as at the reporting date approximate fair value. Trade receivables are predominantly non-interest bearing. Trade receivables are shown net of an allowance for bad or doubtful debts.

ii) Refer Note 26 for information about credit risk of trade receivables.

Note 7

Current Financial Assets-Cash and cash equivalents

Particulars	As at March 31, 2022	As at March 31, 2021
Bank balances		
In current accounts	5.51	10.94
Deposits having maturity less than 3 months		
Cash on hand	9.13	9.13
Total	<u>14.64</u>	<u>20.07</u>

Bank balances and term deposits with banks comprise cash held by the Company on a short-term basis with original maturity of three months or less. The carrying amount of cash and cash equivalents as at reporting date approximates fair value.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 7B

Current Financial Assets-Other bank balances

Particulars	As at March 31, 2022	As at March 31, 2021
Bank deposits maturity within 3 months	-	-
Bank deposits with maturity from 3-12 months	0.25	275.07
Total	0.25	275.07
Details of bank deposits		
Bank deposits due to mature within 12 months of the reporting date included under 'Other bank balances'	-	-
Bank deposits due to mature after 12 months of the reporting date included under 'Other non current assets' (refer note 7)	0.25	275.07
Total	0.25	275.07

Note:

Note: Total bank deposits of Rs. 275.07 lakhs (previous year : Rs 271.73 lakhs) comprise of Deposits having maturities from 3-12 months are provided as a lien for maintenance of Debt Service Reserve Account and maturities of more than 12 months (Disclosed under Non-Current Financial Assets) are provided as a deposit to authority.

Note 8

Current Financial Assets-Loans

(Unsecured, considered good unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
To parties other than related parties		
Loan to employees	-	0.06
Total	-	0.06

Note 9

Current Financial Assets-Others

(Unsecured, considered good unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
Interest receivable		
Accrued on fixed deposits/recurring deposits	0.18	33.71
To parties other than related parties:		
Other receivables		
- Related Party	33.22	13.52
Other receivables	0.44	20.53
Total	33.84	67.76

Note 10

Other current assets

(Unsecured, considered good unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
Income tax assets	58.70	65.26
Total	58.70	65.26

MEP Tormato Private Limited**Notes to Financial Statements**as at **March 31, 2022**

(Currency : ₹ in lakhs)

Note**Equity Share Capital****Particulars**

	As at March 31, 2022	As at March 31, 2021
[a] Authorised share capital		
1,30,00,000 (March 31, 2021: 1,30,00,000) equity shares of the par value of Rs 10 each	1,300.00	1,300.00
	1,300.00	1,300.00
[b] Issued		
1,30,00,000 (March 31, 2021: 1,30,00,000) equity shares of the par value of Rs 10 each	1,300.00	1,300.00
	1,300.00	1,300.00
[c] Subscribed and paid up		
1,30,00,000 (March 31, 2021: 1,30,00,000) equity shares of the par value of Rs 10 each	1,300.00	1,300.00
	1,300.00	1,300.00

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

	As at March 31, 2022		As at March 31, 2021	
Equity :	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the year	13,000,000	1,300.00	13,000,000	1,300.00
Issued during the year	-	-	-	-
Shares outstanding at the end of the year	13,000,000	1,300.00	13,000,000	1,300.00

[e] Shares held by its holding company:

	As at March 31, 2022		As at March 31, 2021	
Equity shares of Rs 10 each fully paid held by:	Number of Shares	Amount	Number of Shares	Amount
MEP Infrastructure Developers Limited (Holding Company)	13,000,000	1,300.00	13,000,000	1,300.00

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

	As at March 31, 2022		As at March 31, 2021	
Name of the shareholder	Number of Shares	Percentage	Number of Shares	Percentage
MEP Infrastructure Developers Limited (Holding Company)	13,000,000	100%	13,000,000	100%

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 12 Other Equity

(i) Retained earnings

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Balance as at the beginning of the year	(4,513.86)	(3,324.94)
Add : Profit for the year	(204.43)	(1,188.58)
Other comprehensive income	-	(0.33)
	<u>(4,718.29)</u>	<u>(4,513.86)</u>
(ii) Equity Contribution	50.58	50.58
	<u>50.58</u>	<u>50.58</u>
Balance as at the end of the year	<u><u>(4,667.71)</u></u>	<u><u>(4,463.28)</u></u>

MEP Tormato Private Limited**Notes to Financial Statements**as at **March 31, 2022**

(Currency : ₹ in lakhs)

Note 13**Non-Current Financial Liability-Borrowings**

Particulars	As at March 31, 2022	As at March 31, 2021
Secured Loans		
Term loans		
- from banks (refer not I below)	-	-
Total	<u>-</u>	<u>-</u>

I) Term loans - from Banks

Term loan from bank amounting to Rs. 477.63 Lakhs (March 31,2021 : Rs. 745.22 Lakhs) is secured by first charge as below;

- a) by way of hypothecation on all the Company's cash flows and receivables deposited in escrow account after meeting the priorities as provided in the escrow agreement & concession agreement,
- b) Further, the loan secured by corporate guarantee of MEP Infrastructure Developers Limited, the Holding Company and personal guarantee of Mr. Jayant D. Mhaiskar, Director of the holding Company.
- c) The loan is repayable in 16 quarterly instalments commencing from May 2016. The loan carries rate of interest 12.75% p.a.
- d) The Term loan has been classified as NPA by the lenders w.e.f 30th September 2021

MEP Tormato Private Limited
Notes to Financial Statements

Note 14
Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Non-Current Liability - Provisions		
Employee benefits		
Gratuity (Refer note 33)	7.59	-
Provision for Tax		
(A)	<u>7.59</u>	<u>-</u>
Current Liability - Provisions		
Employee benefits		
Gratuity (Refer note 33)	-	20.39
Provision for Tax		
(B)	<u>-</u>	<u>20.39</u>
Total (A)+(B)	<u><u>7.59</u></u>	<u><u>20.39</u></u>

Note

Current Financial Liability-Borrowings

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured Loans		
From Related Parties (refer note I below)	4,120.60	4,134.09
Total	<u><u>4,120.60</u></u>	<u><u>4,134.09</u></u>

I) Unsecured Loans - Related Parties

Unsecured loans from MEP Infrastructure Developers Limited (Holding Company) of Rs. Nil (March 31, 2021 : Rs 13.49 Lakhs) is repayable on demand.

Unsecured loans from MEP Hyderabad Bangalore Toll Road Private Limited of Rs.2705.00 Lakhs (March 31, 2021 : Rs.2705.00 Lakhs) is repayable on demand.

Unsecured loans from Rideema Toll Private Limited of Rs.1032.60 Lakhs (March 31, 2021 : Rs.1032.60 Lakhs) is repayable on demand.

Unsecured loans from MEP Infraprojects private Limited of Rs.383.00 Lakhs (March 31, 2021 : Rs 383.00 Lakhs) is repayable on demand. The loan carries an interest @ 9% p.a.

MEP Tormato Private Limited**Notes to Financial Statements**

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 16**Current Financial Liability-Trade payables**

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payables		
- other creditors	1.84	38.90
Total	1.84	38.90

The carrying amount of trade payables as at reporting date at fair value. Refer to Note 26 for liquidity risk.

Note 16.1 Disclosure for Micro, Small and Medium Enterprises

On the basis of the information and records available with the management there are no dues payable to Micro, Small and Medium Enterprises as on 31st March, 2020 and 31st March, 2019. Further, disclosures under the Micro, Small and Medium Enterprises Development Act, 2006 are not applicable for both the above years.

Ageing for trade payables outstanding is as follows

Particulars	As at March 31, 2022	As at March 31, 2021
- dues of micro and small enterprises		
Less than 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	<u>-</u>	<u>-</u>
- others		
Less than 1 year	0.59	38.02
1-2 years	0.40	0.22
2-3 years	0.19	0.07
More than 3 years	0.66	0.59
	<u>1.84</u>	<u>38.90</u>

Note 17**Current Financial Liability-Others**

Particulars	As at March 31, 2022	As at March 31, 2021
Employee benefit payable	-	13.80
Current maturities of long-term debt - From banks	477.63	745.22
Interest accrued but not due on borrowings	34.02	46.31
Interest accrued but not due on related party	-	255.17
Other liabilities		
- Others	100.62	16.30
- Related parties	72.32	71.21
	<u>-</u>	<u>-</u>
Total	684.58	1,148.01

Other current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Statutory dues	167.53	130.36
Advance from customers	-	-
Total	<u>167.53</u>	<u>130.36</u>

MEP Tormato Private Limited

Notes to Financial Statements
for the year ended March 31, 2022
(Currency : ₹ in lakhs)

Note 19

Revenue from operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from operations	5.28	702.46
Total	5.28	702.46

Note 20

Other Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest income		
- from fixed deposits	4.22	11.51
Other Income	-	21.12
Provision no longer required	16.32	-
Total	20.55	32.63

Note 21

Operating and maintenance expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Other site operational expenses	-	8.87
	-	8.87

Note 22

Employee benefits expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries, wages and bonus	0.99	287.38
Contribution to provident fund and other funds (refer note 33)	0.01	19.99
Gratuity expenses (refer note 33)	-	3.42
Staff welfare expenses	-	2.87
Total	1.00	313.67

MEP Tormato Private Limited**Notes to Financial Statements****for the year ended March 31, 2022**

(Currency : ₹ in lakhs)

Note 23**Other expenses**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Insurance	-	5.05
Rent, Rates & Taxes	156.01	8.66
Legal consultancy and professional fees	3.52	46.34
Travelling & conveyance expenses	-	1.04
Repairs & Maintenance		
- Computers	-	0.02
- Vehicle	-	0.64
- Others	-	0.19
Auditors remuneration (refer note 29)	0.59	1.40
Doubtful debts	35.76	-
Miscellaneous Expenses	6.33	1.74
Total	<u>202.21</u>	<u>65.07</u>

Note 24**Finance costs**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest expenses		
- from Banks	34.02	133.07
Other borrowing costs		
- Bank guarantee and commission	1.33	17.75
Total	<u>35.34</u>	<u>150.81</u>

MEP Tormato Private Limited
Notes to Financial Statements
as at March 31, 2022
(Currency : ₹ in lakhs)

Note

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, 2022	Carrying amount			Fair value			
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents	-	14.89	14.89	-	-	-	-
Other Current financial asset	-	33.84	33.84	-	-	-	-
Trade receivables	-	86.31	86.31	-	-	-	-
	-	135.05	135.05	-	-	-	-
Financial liabilities							
Short term borrowings	-	4,120.60	4,120.60	-	-	-	-
Trade and other payables	-	1.84	1.84	-	-	-	-
Other Current financial liabilities	-	684.58	684.58	-	-	-	-
	-	4,807.02	4,807.02	-	-	-	-

A. Accounting classification and fair values

March 31, 2021	Carrying amount			Fair value			
	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Cash and cash equivalents	-	295.14	295.14	-	-	-	-
Other Current financial asset	-	67.76	67.76	-	-	-	-
Trade receivables	-	457.22	457.22	-	-	-	-
	-	820.12	820.12	-	-	-	-
Financial liabilities							
Short term borrowings	-	4,134.09	4,134.09	-	-	-	-
Trade and other payables	-	38.90	38.90	-	-	-	-
Other Current financial liabilities	-	1,148.01	1,148.01	-	-	-	-
	-	5,320.99	5,320.99	-	-	-	-

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

Note

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 place.

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.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

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

Impairment

The ageing of trade and other receivables that were not impaired was as follows.

	Carrying amount (in lakhs)	
	March 31, 2022	March 31, 2021
Neither past due nor impaired		
0 to 6 months	-	27.58
6 months to 1 year	-	429.64
1 year to 2 year	86.31	-
2 year to 3 year	-	-
More than 3 years	-	-
	<u>86.31</u>	<u>457.22</u>

Cash equivalents & Other bank balances/deposits

The Company held cash equivalents and other bank balances/deposits of INR 14.89 lakhs at March 31, 2022 (March 31, 2021: INR 295.14 lakhs). The cash equivalents and other bank balances/deposits are held with bank counterparties with good credit ratings.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

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

March 31, 2022	Carrying amount	Total	0-1 year	1-2 years	2-5 years	More than 5 years
INR						
Non-derivative financial liabilities						
Borrowings and Interest thereon	4,632.25	4,632.25	4,632.25	-	-	-
Trade and other payables	1.84	1.84	1.84	-	-	-
Other financial Liabilities Payables	172.93	172.93	172.93	-	-	-
	4,807.02	4,807.02	4,807.02	-	-	-

Maturity pattern of Financial- Liabilities

March 31, 2021	Carrying amount	Contractual cash flows				
		Total	0-1 year	1-2 years	2-5 years	More than 5 years
INR						
Non-derivative financial liabilities						
Borrowings and Interest thereon	5,180.78	5,180.78	5,180.78	-	-	-
Trade and other payables	38.90	38.90	38.90	-	-	-
Other financial Liabilities Payables	101.31	101.31	101.31	-	-	-
	5,320.99	5,320.99	5,320.99	-	-	-

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

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.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

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 the interest rates.

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.

	March 31, 2022	March 31, 2021
Fixed-rate instruments		
Financial assets	0.25	275.07
Bank Deposits with maturity beyond 12 months - non - current	-	-
Bank deposits with maturity from 3-12 months (Refer note 23 (d)(2))	0.25	275.07
Financial liabilities	-	-
	0.25	275.07
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	477.63	745.22
	477.63	745.22
Total	477.88	1,020.28

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, 2022		
Variable-rate instruments	4.78	(4.78)
Cash flow sensitivity (net)	4.78	(4.78)
March 31, 2021		
Variable-rate instruments	7.45	(7.45)
Cash flow sensitivity (net)	7.45	(7.45)

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.

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

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, 2022	As at March 31, 2021
Non-Current Borrowings	-	-
Current Borrowings	4,598.23	4,879.30
Gross Debt	4,598.23	4,879.30
Less - Cash and Cash Equivalents	(14.64)	(20.07)
Less - Other Bank Deposits	(0.25)	(275.07)
Less - Current Investments	-	-
Adjusted net debt	4,583.34	4,584.16
Total equity	(3,367.71)	(3,163.28)
Adjusted net debt to equity ratio	-	-

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

MEP Tormato Private Limited**Notes to Financial Statements**as at **March 31, 2022**

(Currency : ₹ in lakhs)

Note 27**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, 2022	For the year ended March 31, 2021
Profit/(Loss) for basic and diluted earnings per share (A)	(204.43)	(1,188.58)
Weighted average number of equity shares (B)	<u>13,000,000</u>	<u>13,000,000</u>
Basic earnings per share (Rs.) (A / B)	<u>(1.57)</u>	<u>(9.14)</u>
Weighted average number of equity shares outstanding during the year for the calculation of diluted earnings per share (C)	<u>13,000,000</u>	<u>13,000,000</u>
Diluted earnings per share (Rs.) (A / C)	<u>(1.57)</u>	<u>(9.14)</u>

Note 28**Contingent Liabilities**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Claims made against the Company not acknowledged as debts		
Service tax	101.52	-
Total	<u>101.52</u>	<u>-</u>

Note 29**Auditor's remuneration**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Statutory audit fees	0.59	1.40
Total	<u>0.59</u>	<u>1.40</u>

Note 30**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.

Note 31**Going Concern :**

The Company has no longer in operations. Currently the company in process of evaluating other alternatives for merger with another group company. The Company financial statement have been prepared on a going concern basis as the holding company has under take to provide such financial support as necessary to enable the company to continue its operation and to meet its liabilities as and when they fall due in foreseeable future. Accordingly these financial statement do not include any adjustments relating to the recoverability and classification of carrying amount of the assets or the amounts and classification of liabilities as may be necessary if that entity is unable to continue as a going concern

MEP Tormato Private Limited**Notes to Financial Statements**

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 32**Taxation****i. Income Tax expense**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Income tax expenses in respect of:		
Current year	-	-
Mat Credit Entitlement	-	-
Total current tax	-	-
Deferred tax on origination and reversal of temporary differences	-	-
Deferred tax credit/charge due to rate difference	-	-
Total deferred tax	-	-
Total Income tax (income) / expense	-	-

ii. Tax charge recognised directly to Other Comprehensive Loss

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Remeasurement of defined benefit obligations	-	(0.33)
Deferred tax	-	-
Total tax charge recognized directly to Other Comprehensive Income	-	(0.33)

iii. Reconciliation of Effective Tax Rate

The table below explains the differences between the expected tax expense, at the Indian statutory tax rate of Nil (2021 : 25.168%) payable by corporate entities in India on taxable profits under tax laws in India, and the Company's total tax expense for the year.

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit before tax as per Statement of Profit and loss	(213.17)	(1,188.58)
Expected income tax expense at India statutory tax rate	-	-
Tax effects of:		
Carry forward business losses	-	-
Income tax expense	-	-
Effective Tax Rate	0.00%	0.00%

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

Note 33

Employee Benefits

Defined Contribution Plan

- i) Contribution to Provident Fund
- ii) Contribution to Employees State Insurance Corporation
- iii) Contribution to Maharashtra Labour Welfare Fund

Contribution to defined contribution plan, recognised are charged off for the year us under

Description	As at	As at
	March 31, 2022	March 31, 2021
Group's contribution to Provident Fund	-	17.00
Group's contribution to Employee state Insurance Corporation	-	2.99
Group's Contribution to Maharashtra Labour Welfare Fund	-	0.01
	<u>-</u>	<u>20.00</u>

Defined Benefit Plan - Gratuity

The Company has defined benefit plan for gratuity which is unfunded. The scheme provides payment to vested employees at retirement, death or on resignation/termination of employment of an amount equivalent to 15 days salary for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

Present value of the defined benefit liabilities

The amount included in the Balance sheet arising from the Company's obligations in respect of its defined benefit schemes is as follows:

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Movement in defined benefit obligations:		
At the beginning of the year	-	38.06
Current service cost	-	-
Interest cost	-	-
Remeasurements :		
(Gain)/loss from change in financial assumptions	-	-
(Gain)/loss from change in demographic assumptions	-	-
(Gain)/loss from arising on account of experience changes	-	-
Experience (gains)/losses	-	-
Liabilities assumed / (settled)	-	(17.67)
At the end of the year	<u>-</u>	<u>20.39</u>

	31 March 2022	31 March 2021
Present value of obligations as at 31 March 2022	-	-
Present value of plan assets as at 31 March 2022	-	20.39
Net liability recognised as on 31 March 2022	<u>-</u>	<u>20.39</u>

Classification into Current / Non-Current

The liability in respect of the plan comprises of the following non current and current portion:

	31 March 2022	31 March 2021
Current	-	20.39
Non current	-	-
	<u>-</u>	<u>20.39</u>

MEP Tormato Private Limited

Notes to Financial Statements

as at March 31, 2022

(Currency : ₹ in lakhs)

The components of defined benefit plan cost are as follows:

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Recognised in Income Statement		
Current service cost	-	-
Interest cost / (income) (net)	-	-
Expected return on plan assets	-	-
Total	-	-
Remeasurement of net defined benefit liability/(asset)	-	-
Cumulative post employment (gains) recognised in the SOCI	-	-

The principal actuarial assumptions used for estimating the Company's benefit obligations are set out below (on a weighted average basis):

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Rate of increase in salaries	0.00%	0.00%
Discount rate	0.00%	0.00%
Expected average remaining service lives of the employees	-	-

Notes:

1. Discount rate

The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.

2. Salary escalation rate

The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

3. Assumptions regarding future mortality experience are set in accordance with the statistics published by the Life Insurance Corporation of India.

Sensitivity of the defined benefit obligation :

Particulars	Change in Assumption	Effect on Gratuity Obligation (Increase in liability)	
		(in Rs. lacs)	
		As at March 31, 2022	As at March 31, 2021
Discount rate	Minus 50 basis points	-	0.39
	Plus 50 basis points	-	(0.38)
	Rate of increase in salaries	-	(0.38)
Rate of increase in salaries	Minus 50 basis points	-	(0.38)
	Plus 50 basis points	-	0.39

The above sensitivity analyses have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the reporting date. In practice, generally it does not occur. When we change one variable, it affects to others. In calculating the sensitivity, project unit credit method at the end of the reporting period has been applied.

The weighted average duration of the defined benefit obligation is

The Company makes payment of liabilities from its cash and cash equivalent balances whenever liability arises.

Defined benefit liability and employer contribution

Expected contribution to post employment benefit plans for the year ended March 31, 2022 is Rs.45.90 Lakhs (March 31,2021 Rs.23.08 Lakhs)

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
	March 31, 2022				
Defined benefit obligations (Gratuity)	-	-	-	-	-
Post employment medical benefits	-	-	-	-	-
Total	-	-	-	-	-

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
	March 31, 2021				
Defined benefit obligations (Gratuity)	20.39	-	-	-	20.39
Post employment medical benefits	-	-	-	-	-
Total	20.39	-	-	-	20.39

MEP Tormato Private Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 34

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 RGS L 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 Infraprojects Private Limited	Fellow Subsidiary
Bhalaji Toll Road Private Limited (Formerly known as Baramati)	Fellow Subsidiary
Tollways Private Limited -Subsidiary of Rideema Toll Private Limited)	
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
Mr. Satish Ragle (Director)	Key Management Person
Mr. Subramany Padmanabhan (Director)	Key Management Person

B. Disclosures of material transactions with related parties and balances as at 31 March 2022

Particulars	March 31, 2022	March 31, 2021
Where control exists		
Holding Company	Nature of transactions	
MEP Infrastructure Developers Limited	Loan taken	200.00
	Repayment of loan taken	213.48
	Expenses incurred on our behalf	65.04
	Repayment of interest	255.17
	Expenses incurred on their behalf	-
	Transfer of liability (Gratuity)	-
MEP Infrastructure Private Limited	Transfer of liability (Gratuity)	-
MEP Hyderabad Bangalore Private Limited	Loan taken	-
		205.00
Jointly controlled entity		
KVM Technology Solutions Private Limited	Operation & maintenance	-
	Receipt against Operation & maintenance	63.26
	Expenses incurred on their behalf	-
		534.24
		-
		0.28

MEP Tormato Private Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

II) Balances at the end of the year		March 31, 2022	March 31, 2021
MEP Infrastructure Developers Limited	Loan taken	-	13.49
	Expenses payable	65.04	49.80
	Interest Payable	-	255.17
MEP Infrastructure Private Limited	Other receivable	-	5.08
	Other Payable	8.20	11.70
MEP Hyderabad Bangalore Private Limited	Loan taken	2,705.00	2,705.00
	Other receivable	0.73	0.73
Rideema Toll Private Limited	Loan taken	1,032.60	1,032.60
MEP Infraprojects Private Limited	Loan taken	383.00	383.00
MEP RGSL Toll Bridge Private Limited	Other Payable	1.57	1.57
Rideema Toll Bridge Private Limited	Other receivable	7.13	7.13
Jointly controlled entity			
KVM Technology Solutions Private Limited	Trade receivable	86.30	149.57
	Other payable	8.14	8.14

MEP Tormato Private Limited
(Currency: Indian Rupees in lakhs)
Notes to Financial Statements

Note 35

Other Disclosures

(i) Registration of charges or satisfaction with Registrar of Companies (ROC)

No charges or satisfaction yet to be registered with ROC beyond the statutory period by the company.

(ii) Compliance with number of layers of companies

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(iii) Utilisation of Borrowed funds:

During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding party (Ultimate Beneficiaries)

- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(iv) Details of Benami Property held

There are no proceedings which have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(v) Undisclosed income

The Company will not have any transaction which not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

vi) The Company has not been declared willful defaulter by any of the banks or financial institutions or any other lender.

vii) The Company does not deal with the struck off companies.

viii) The funds borrowed for short term purposes have not been utilized for any other purpose / long term purposes.

ix) The Company does not trade or invest in any crypto currency.

x) The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.

MEP Tormato Private Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements**Note 36**

Following are the analytical ratios for the year ended 31 March 2022 and 31 March 2021

Ratio	Numerator	Denominator	As at 31 March 2022	As at 31 March 2021	Variance %	Explanation for Significant Change or more than 25%	
Current Ratio (times)	Current Assets	Current liabilities	0.04	0.16	(0.76)		-
Debt Equity ratio	Total debt	Shareholders equity	(1.22)	(1.31)	(0.06)		-
Debt Service Coverage Ratio (times)	Profit after tax + Finance cost + Depreciation and Amortisation	Debt service	(168.65)	347.47	(1.49)		-
Return on Equity Ratio (%)	Profit for the year after tax	Shareholders equity	0.06	0.38	(0.84)		-
Trade payable turnover ratio	O&M and other expenses	Trade payables	110.19	1.67	64.87	Trade payable ratio increased due to increase in other expenses	
Inventory Turnover ratio	Cost of Goods sold / sales	Average Inventory	N.A	N.A	N.A		-
Trade receivables turnover ratio	Net credit sales	Average accounts receivable	0.06	1.54	(0.96)		-
Net Capital turnover ratio	Net Sales	Working capital	N.A	N.A	N.A		-

MEP Tormato Private Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements (continued)

Ratio	Numerator	Denominator	As at 31 March 2022	As at 31 March 2021	Variance %	Explanation for Significant Change or more than 25%
Net Profit Ratio (%)	Profit for the year after tax	Revenue from operations	(38.74)	(1.69)	21.90	-
Return on Capital Employed (%)	Profit before tax + Finance cost	Total assets - Current liabilities	(213.18)	(1,188.63)	(0.82)	-
Return on Investment	Interst Income from Fixed Deposit	Investment in Fixed Desposit	N.A	N.A	N.A	-

*Not calculated as ratio's are negative.

Note 37**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

For and on behalf of the Board of Directors of

MEP Tormato Private Limited

CIN : U45202MH2014PTC257802

Sd/-

Sd/-

Sd/-

CA Atul Kale*Partner*

Membership No: 109947

Mumbai

Date: 23/05/2022

Subramany Padmanabhan

Director

DIN : 07185743

Place : Mumbai

Date : 23/05/2022

Satish S Rugle

Director

DIN: 08213836

Place : Mumbai

