

**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY  
PRIVATE LIMITED**  
Navrangpura-Ahmedabad  
Gujarat-380009

**FINANCIAL STATEMENTS**

**YEAR : 2019-20**



**AUDITORS**  
**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

**AHMEDABAD**  
**GUJARAT**



**INDEPENDENT AUDITOR'S REPORT**

**To the Members of Montecarlo Singhara Binjabahal Highway Private Limited**

**Report on the Audit of the Financial Statements**

**Auditor's Opinion**

We have audited the accompanying financial statements of **Montecarlo Singhara Binjabahal Highway Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report and Annexure to Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



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### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. 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 & 4 of the Order to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



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**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

- (e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls with reference to financial statement.
- (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, the company is not a Public Company, hence provisions of section 197 of the Act is not applicable to the company.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- I. The Company does not have any pending litigations which would impact its financial position.
  - II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - III. There were no amounts which were required to be transferred to the investor's education and protection fund by the company.

Place: Ahmedabad  
Date : 07/07/2020

For T R Chadha & Co LLP  
Chartered Accountants  
FirmRegn.No: 006711N/N500028

Brijesh Thakkar  
Partner  
Membership No. 135556  
UDIN: 20135556AAAAFA5470



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**ANNEXURE A**

**Montecarlo Singhara Binjabahal Highway Private Limited**  
**Annexure to Independent Auditors' Report for the period ended March 2020**  
**(Referred to in Paragraph 1 under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)**

**(i) Fixed Assets**

The Company does not hold any fixed assets as at the Balancesheet date. Hence clause i (a), (b) and (c) of the Order is not applicable to the Company.

**(ii) Inventories**

The Company does not have any inventory during the year. Hence clause (ii) of the Order is not applicable to the Company.

**(iii) Loans given**

In our opinion and according to the information and explanation given to us during the course of audit, the Company has not granted any Secured or unsecured loan to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.

**(iv) Compliance of Sec. 185 & 186**

In our opinion and according to the information and explanation given to us during the course of audit, the Company has not entered into any transaction in respect of loans, investments, guarantee and security which attracts compliance to provisions of section 185 & 186 of the Companies Act, 2013, hence clause (iv) of the order is not applicable to the company.

**(v) Public Deposit**

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that the company has not accepted any deposit from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.

**(vi) Cost Records**

In our opinion and according to information and explanations given to us, maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, for any of the activities carried out by the company during the year.



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**(vii) Statutory Dues**

- a) In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, GST and any other statutory dues as applicable have generally been regularly deposited with the appropriate authorities. There are no undisputed statutory dues outstanding for more than six months as on 31<sup>st</sup> March 2020.
- b) In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that there are no dues of income tax or sale tax or service tax or duty of customs or duty of excise or value added tax, cess or GST which have not been deposited on account of any dispute,
- (viii)** According to the information and explanations given to us and on the basis of our examination of the books of account, the company has not defaulted in repayment of loans or borrowings to financial institutions and bank.
- (ix)** According to the information and explanations given to us and on the basis of our examination of the books of account, the money raised by way of term loan have been applied by the Company during the year for the purposes for which it was raised. During the year, the Company has not raised moneys by way of public offer.
- (x)** Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud by the Company or any fraud on the company by its officers or employees has been noticed or reported during the year.
- (xi)** In our opinion and according to the information and explanations given to us, the Company has not paid / provided for managerial remuneration and hence requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act is not necessary.
- (xii)** In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company.
- (xiii)** According to the records examined by us, and information and explanations given to us, transactions with the related parties are in compliance with section 188 of the Act and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. Further as explained, provisions of section 177 of the Companies Act, 2013 are not applicable to the company.
- (xiv)** As per the information and explanations given by the management, company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, hence clause (xiv) of the order is not applicable to the company.
- (xv)** As per the information and explanations given by the management, the company has not entered into any non-cash transaction with directors or persons connected with him.

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**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

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

**For T R Chadha & Co LLP**  
**Chartered Accountants**  
**FirmRegn.No: 006711N/N500028**

**Brijesh Thakkar**  
**Partner**  
**Membership No. 135556**



**Place: Ahmedabad**  
**Date: 07/07/2020**

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**ANNEXURE B**

**THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**

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

We have audited the internal financial controls with reference to financial statements of Singhara Binjhabahal Highway Private Limited ("the Company") as of 31 March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

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

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



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

**Meaning of Internal Financial Controls with reference to financial statements**

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

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

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March, 2020, based on, "the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ahmedabad  
Date : 07/07/2020

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Regn.No: 006711N/N500028

  
Brifesh Thakkar  
Partner  
Membership No. 135556



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**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**CIN NO:- U45309GJ2017PTC096751**  
**BALANCE SHEET AS AT MARCH 31, 2020**

(₹ in Lakhs unless otherwise stated)

Particulars	Note No	As at March 31, 2020	As at March 31, 2019
<b>I ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Financial Assets			
(i) Service Concession Receivable	5	21,976.16	5,506.14
(b) Other Non Current Assets	6	-	3,550.00
(c) Income Tax Assets (Net)	7	223.49	207.69
		<u>22,199.65</u>	<u>9,263.83</u>
<b>2 Current assets</b>			
(a) Financial Assets			
(i) Trade receivable	8	754.98	-
(ii) Cash and Cash Equivalents	9	6,766.14	27.67
(ii) Service concession Receivable	10	14,650.77	8,259.21
(b) Other Current Assets	11	14,202.22	13,738.84
		<u>36,374.11</u>	<u>22,025.72</u>
<b>Total Assets</b>		<u><u>58,573.76</u></u>	<u><u>31,289.55</u></u>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity Share Capital	12	1,700.00	1.00
(b) Other Equity	13	7,779.56	656.08
		<u>9,479.56</u>	<u>657.08</u>
<b>Liabilities</b>			
<b>2 Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowing	14	23,970.79	-
(b) Other Non-current liabilities	15	-	3,976.00
(c) Deferred tax liabilities (net)	16	47.50	-
		<u>24,018.29</u>	<u>3,976.00</u>
<b>3 Current liabilities</b>			
(a) Financial Liabilities			
(i) Trade payables			
- Total outstanding dues to Micro Enterprise & Small Enterprise	17	-	-
- Total outstanding dues of Creditors other than Micro Enterprise & Small Enterprise	17	9,716.65	14,205.44
(ii) Other Financial Liabilities	18	17.78	-
(b) Other Current Liabilities	19	15,341.48	12,451.03
		<u>25,075.91</u>	<u>26,656.47</u>
<b>Total Equity and Liabilities</b>		<u><u>58,573.76</u></u>	<u><u>31,289.55</u></u>

Notes forming part of the financial statements

1 to 42

As per our report of even date

**For T R Chadha & Co LLP**

Chartered Accountants

Firm Reg. No. 006711N / N500028

  
Brijesh Thakkar

Partner

Membership No. : 135556




For and on behalf of the Board of Directors of

**Montecarlo Singhara Binjabahal Highway Pvt Ltd**


  
Naresh P. Suthar

Director

Din: 00414050


  
Satyam S. Parikh

Chief Financial Officer

  
Sanjay Kumar

Whole Time Director

Din: 08408731

  
Kalpesh P. Desai

Company Secretary

Place: Ahmedabad

Date: 07/07/2020

Place: Ahmedabad

Date: 07/07/2020

Place: Ahmedabad

Date: 07/07/2020

**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**CIN NO:- U45309GJ2017PTC096751**  
**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31, 2020**

(₹ in Lakhs unless otherwise stated)

Particulars	Note No.	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>1 Revenue from operations</b>	20	46,266.31	15,009.75
<b>2 Other Income</b>	21	3,315.38	244.64
<b>3 Total revenue (1+2)</b>		<b>49,581.69</b>	<b>15,254.39</b>
<b>4 Expenses</b>			
(i) Construction Expenses	22	46,117.52	14,688.77
(ii) Finance cost	23	1,689.56	286.55
(iii) Other expenses	24	149.29	249.94
<b>Total expenses</b>		<b>47,956.37</b>	<b>15,225.26</b>
<b>5 Profit \ (Loss) before tax (3-4)</b>		<b>1,625.32</b>	<b>29.13</b>
<b>6 Tax expense:</b>			
(a) Current tax expense		283.97	5.24
(b) Adjustment related to Earlier Year		0.37	-
(c) Deferred tax		47.50	-
<b>7 Profit \ (Loss) for the year (5-6)</b>		<b>1,293.48</b>	<b>23.89</b>
<b>8 Other comprehensive income</b>		-	-
<b>9 Total Comprehensive income for the year (7+8)</b>		<b>1,293.48</b>	<b>23.89</b>
<b>10 Earnings per share (of ₹ 10/- each):</b>	25		
(a) Basic (In ₹)		8.22	238.94
(b) Diluted (In ₹)		8.22	238.94
Notes forming part of the financial statements	1 to 42		

As per our report of even date

**For T R Chadha & Co LLP**  
Chartered Accountants  
Firm Reg. No.: 006711N / N500028



**Brijesh Thakkar**  
Partner  
Membership No. : 135556



For and on behalf of the Board of Directors of  
**Montecarlo Singhara Binjhabahal Highway Pvt Ltd**



**Naresh P. Suthar**  
Director  
Din: 00414050



**Sanjay Kumar**  
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Chief Financial Officer



**Kalpesh P. Desai**  
Company Secretary

Place: Ahmedabad  
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Place: Ahmedabad  
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MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED

CIN NO:- U45309GJ2017PTC096751

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020

(₹ in Lakhs unless otherwise stated)

Particulars	2019-20	2018-19
	₹	₹
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Loss before tax	1,625.32	29.13
Adjustments for :		
Finance Cost	1,689.56	286.55
Income from Investment in Mutual Fund	(2.89)	(10.12)
<b>Changes in Working Capital:-</b>		
<b>Adjustment for (Increase) / Decrease in Operating Assets</b>		
- Non Current Financial Assets	(16,470.02)	(5,506.14)
- Other Non Current Assets	3,550.00	(3,550.00)
- Trade Receivable	(754.98)	-
- Other Current Assets	(6,854.94)	(21,622.43)
<b>Adjustment for Increase / (Decrease) in Operating Liabilities</b>		
- Trade Payables	(4,488.79)	14,203.32
- Other Non Current Liabilities	(3,976.00)	3,976.00
- Other Current Liabilities	2,908.23	12,450.77
<b>Cash generated from Operations</b>	(22,774.51)	257.07
Direct taxes paid	(300.14)	(212.93)
<b>Net cash used in Operating Activities (A)</b>	<b>(23,074.65)</b>	<b>44.14</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in Mutual Fund	(1,340.00)	1,704.00
Redemption from Mutual Fund	1,342.89	(1,693.88)
<b>Net Cash used in / from Investing Activities (B)</b>	<b>2.89</b>	<b>10.12</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings	23,970.79	-
Repayment of Short Term Borrowings to Directors	-	-
Interest Paid	(1,689.56)	(286.55)
Proceeds from Issue of Equity Share Capital	1,699.00	-
Proceeds from Quasi Equity from Holding Company	5,830.00	259.40
<b>Net cash inflow from Financing Activities (C)</b>	<b>29,810.23</b>	<b>(27.15)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>6,738.47</b>	<b>27.11</b>
Cash and cash equivalents at the beginning of the year	27.67	0.56
Cash and cash equivalents at the end of the year	<b>6,766.14</b>	<b>27.67</b>
<b>Components of Cash &amp; Cash Equivalents</b>		
Cash on Hand	-	-
Balances with banks:		
a) In current account	6,766.14	27.67
<b>Total Cash and Bank Equivalents (As per Note 8)</b>	<b>6,766.14</b>	<b>27.67</b>

*Note : The above Cash Flow Statement has been prepared under the indirect method set out in IND AS - 07 "Statement of Cash Flow" issued by the Central Government under Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015.*

Notes forming part of the financial statements

1 to 42

As per our report of even date

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Reg. No.: 006711N / N500028



Brijesh Thakkar  
Partner  
Membership No. : 135556



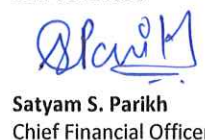
For and on behalf of the Board of Directors of  
Montecarlo Singhara Binjhabahal Highway Pvt Ltd



Naresh P. Suthar  
Director  
Din: 00414050



Sanjay Kumar  
Whole Time Director  
Din: 08408731



Satyam S. Parikh  
Chief Financial Officer



Kalpesh P. Desai  
Company Secretary

Place: Ahmedabad  
Date: 07/07/2020

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STATEMENT OF CHANGES IN EQUITY

(a) Equity Share Capital

Particulars	(₹ in Lakhs)	
	As at March 31, 2020	As at March 31, 2019
Balance at the beginning of the year	1.00	1.00
Changes in equity share capital during the year	1,699.00	-
<b>Balance at the end of the year</b>	<b>1,700.00</b>	<b>1.00</b>

(b) Instruments entirely equity in nature

Particulars	(₹ in Lakhs)	
	As at March 31, 2020	As at March 31, 2019
<b>Quasi Equity from Holding Company*</b>		
Balance at the beginning of the year	703.23	443.83
Received During the Year	5,830.00	259.40
<b>Balance at the end of the year</b>	<b>6,533.23</b>	<b>703.23</b>

\*Interest free loan received from Holding Company is accounted as equity contribution as it is perpetual in nature and settlement of the same is neither planned nor likely in the foreseeable future. In the event of liquidation of the company, settlement of the same will be based on the residual interest in the assets of an entity after deducting all of its liabilities.

(c) Other Equity

Particulars	Reserves & Surplus			Other Comprehensive	Total Equity
	General reserve	Retained earnings			
	As on 31st March, 2020 (₹ in Lakhs)				
Balance at the beginning of the year	-	(47.15)	-	-	(47.15)
Profit \ (Loss) for the year	-	1,293.48	-	-	1,293.48
<b>Balance at the end of the year</b>	<b>-</b>	<b>1,246.34</b>	<b>-</b>	<b>-</b>	<b>1,246.34</b>

Particulars	Reserves & Surplus			Other Comprehensive	Total Equity
	General reserve	Retained earnings			
	As on 31st March, 2019 (₹ in Lakhs)				
Balance at the beginning of the year	-	(71.04)	-	-	(71.04)
Profit \ (Loss) for the year	-	23.89	-	-	23.89
<b>Balance at the end of the year</b>	<b>-</b>	<b>(47.15)</b>	<b>-</b>	<b>-</b>	<b>(47.15)</b>

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Reg. No. : 006711N / N500028

  
Brijesh Thakkar  
Partner

Membership No. : 135556



For and on behalf of the Board of Directors of  
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Place: Ahmedabad  
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Place: Ahmedabad  
Date: 07/07/2020

Place: Ahmedabad  
Date: 07/07/2020



**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**Company Overview**

**1 BACKGROUND AND OPERATIONS**

Montecarlo Singhara Binjabahal Highway Private Limited (SPV) having its registered office at 706, Ship Building, C.G. Road, Navrangpura Ahmedabad - 380009 was incorporated on April 04, 2017 vide certificate of Incorporation No. U45309GJ2017PTC096751 issued by the Registrar of Companies Ahmedabad, Gujarat. It is a wholly owned Subsidiary Company of Montecarlo Projects India Limited.

The Company has been awarded Rehabilitation & Upgradation of Four Lining of Singhara to Bijhabahal Section from Km 311 to Km 414 of NH - 6 (New NH - 49) in the State of Odisha under NHDP- IV on Hybrid Annuity Model basis.

The financial statements of the Company are prepared for the period April 1, 2019 to March 31, 2020 and authorized for issue by the board of Directors at their meeting held on 7th July, 2020.

**2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

**2.1 Basis of preparation and compliance with Ind AS**

The financial statements of the Company as at and for the year ended March 31, 2020 has been prepared in accordance with Indian Accounting standards ('Ind AS') notified under section 133 of the Companies Act, 2013 ('Act') and the Companies (Indian Accounting Standards) Rules issued from time to time and other relevant provisions of the Companies Act, 2013 (collectively called as Ind AS).

**2.2 Basis of measurement**

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the assets or liability.

**2.3 Functional and presentation currency**

The financial statements are prepared in Indian Rupees, which is the Company's functional and presentation currency. All financial information presented in Indian Rupees has been rounded to the nearest lakhs with two decimals.

**2.4 Current and non Current classification :**

The Company presents assets and liabilities in the Balance Sheet based on current / non-current classification.

An asset is classified as current if it satisfies any of the following criteria:

- a) It is expected to be realised or intended to sold or consumed in the Company's normal operating cycle,
- b) It is held primarily for the purpose of trading,
- c) It is expected to be realised within twelve months after the reporting period, or
- d) It is a cash or cash equivalent unless restricted from being exchanged or used to settle a liability for atleast twelve months after the reporting period.

All other assets are classified as non-current.



A liability is classified as current if it satisfies any of the following criteria:

- a) it is expected to be settled in the Company's normal operating cycle,
- b) it is held primarily for the purpose of trading,
- c) it is due to be settled within twelve months after the reporting period
- d) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current. Current liabilities include current portion of non-current financial liabilities.

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

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

### 3 SIGNIFICANT ACCOUNTING POLICIES

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

#### 3.1 Revenue Recognition

Revenue is recognized based on the nature of activity, transfer of control & consideration can be reasonably measured and there exists reasonable certainty of its recoverability.

Revenue from construction contracts is recognized by applying percentage of completion method after providing for foreseeable losses, if any. Percentage of completion method is determined as a proportion of the cost incurred up to the reporting date to the total estimated cost to complete. Foreseeable losses, if any on the contracts is recognized an expense in the period in which it is foreseen, irrespective of the stage of completion of the contract. While determining the amount of foreseeable loss, all elements of cost and related incidental income not included in contract revenue is taken into consideration. Contract is reflected at cost that are expected to be recoverable till such time the outcome of the contract cannot be ascertained reliably and at releasable value thereafter.

Contract revenue corresponds to the fair value of consideration received/ receivable from the customer to the extent that it is probable that the result in revenue, and they are capable of being reliably measured.

#### 3.2 Other Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

#### 3.3 Property, plant and equipment

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

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

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful life is taken in accordance with Schedule II to the Companies Act, 2013. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.





### 3.4 Intangible assets

#### Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

Intangible assets acquired in business combinations are stated at fair value as determined by the management of the Company on the basis of valuation by expert valuers, less accumulated amortization. The estimated useful life of the intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.

#### Derecognition of Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

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

### 3.5 Impairment of tangible and intangible assets other than goodwill

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

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

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

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

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

### 3.6 Foreign Currency Transactions

a) In preparing the financial statements the Company, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

b) The exchange differences arising on settlement / restatement of long-term foreign currency monetary items are taken into Statement of Profit and Loss.

### 3.7 Employees Benefits

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions:

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorized as follows:



- a. service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- b. net interest expense or income; and
- c. remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognised in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

#### Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

### **3.8 Accounting for Taxes**

Income tax expense represents the sum of the tax currently payable and deferred tax.

#### Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

#### Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

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

#### MAT Credit

MAT credit is recognised 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. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

#### Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.





### 3.9 Leases

#### Transition

Effective April 01, 2019, the company adopted Ind As 116 "leases" and applied the standard to all applicable lease contracts existing on April 1, 2019 using the modified retrospective method with cumulative effect of initially applying the standard recognised on the date of initial application. Accordingly, company has not restated comparative information and recognised right of use assets at an amount equal to lease liability.

The Company's lease asset primarily consists of leases for buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

#### Company as a lessee

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. The higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and finance cost portion of lease payments have been classified as financing cash flows.

#### Company as a lessor

At the inception of the lease, the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income over the lease term on a straight-line basis.

### 3.10 Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

### 3.11 Segment Reporting

#### Identification of segments:

Segments are identified in line with Ind AS - 108 "Operating Segments", taking into consideration the internal organization and management structure as well as the differential risk and returns of the segment.

Based on the Company's business model, Infrastructure Development and construction / Project activities have been considered as the only reportable business and geographical segment.

#### Segment Policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.



### 3.12 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

### 3.13 Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### 3.14 Fair value measurement

Fair value is the price that would be received to sell an asset or settle a liability in an ordinary transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumption that market participants would use when pricing an asset or a liability acting in their best economic interest. The Company used valuation techniques, which were appropriate in circumstances and for which sufficient data were available considering the expected loss/ profit in case of financial assets or liabilities.

### 3.15 Cash and cash equivalents (for purpose of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition) and highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### 3.16 Cash flow statement

Cash flows are reported using indirect method, whereby Profit before tax reported under statement of profit/ (loss) is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on available information.

## 4 CRITICAL AND SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

### 4.1 Critical estimates and judgements

The following are the critical judgements, apart from those involving estimations that the management have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognized in the financial statements. Actual results may differ from these estimates. These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### Income taxes:

Significant judgements are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

### 4.2 Significant accounting judgements, estimates and assumptions

The preparation of the company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### Judgements

In the process of applying the company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the standalone financial statements:

#### Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The company based on its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.





#### **Impairment of non-financial assets**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a Discounted Cash Flow model. The cash flows are derived from the budget for the next five years and do not include activities that the company is not yet committed to or significant future investments that will enhance the asset's performance of the Cash Generating Unit being tested. The recoverable amount is sensitive to the discount rate used for the Discounted Cash Flow model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

#### **Taxes**

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

#### **Provision and contingent liability**

On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.



**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**Notes to the Financial Statements**

(₹ in Lakhs unless otherwise stated)

**Note 5 Non Current Financial Assets - Service Concession Receivable**

	As at March 31, 2020	As at March 31, 2019
(i) Service Concession Receivable	21,976.16	5,506.14
<b>Total</b>	<b>21,976.16</b>	<b>5,506.14</b>

**Note 6 Other Non Current Assets**

	As at March 31, 2020	As at March 31, 2019
(i) Mobilization Advance Given to vendor	-	3,550.00
<b>Total</b>	<b>-</b>	<b>3,550.00</b>

**Note 7 Non Current - Income Tax Assets (Net)**

	As at March 31, 2020	As at March 31, 2019
(i) Advance payment of Income Tax (Net)	223.49	207.69
<b>Total</b>	<b>223.49</b>	<b>207.69</b>

**Note 8 Trade receivable**

	As at March 31, 2020	As at March 31, 2019
(i) Trade receivable	754.98	-
<b>Total</b>	<b>754.98</b>	<b>-</b>

**Note 9 Cash and Cash Equivalents**

	As at March 31, 2020	As at March 31, 2019
(a) Cash and cash equivalents		
(i) Cash on hand	-	-
(ii) Balances with Banks	6,766.14	27.67
<b>Total</b>	<b>6,766.14</b>	<b>27.67</b>

**Note 10 Current Financial Asset**

	As at March 31, 2020	As at March 31, 2019
(i) Service Concession Receivable	14,650.77	8,259.21
<b>Total</b>	<b>14,650.77</b>	<b>8,259.21</b>

**Note 11 Other Current Assets**

	As at March 31, 2020	As at March 31, 2019
(a) Unsecured, Considered Good, unless otherwise stated		
(i) Balance with Government Authorities		
- GST Receivable	6,012.56	2,804.78
(ii) Prepaid Expense	277.90	211.07
(iii) Unbilled Revenue	306.73	73.00
(iv) Mobilization Advance given to vendor	7,605.04	10,650.00
<b>Total</b>	<b>14,202.23</b>	<b>13,738.85</b>





**Note 12 Equity Share Capital**

Particulars	As at	As at
	March 31, 2020	March 31, 2019
<b>Authorised</b>		
4,00,00,000 Equity Shares of ₹ 10 each fully paid-up	4,000.00	4,000.00
<b>Total</b>	<b>4,000.00</b>	<b>4,000.00</b>
<b>Issued, Subscribed and fully paid up</b>		
1,70,00,000 (Previous year 10,000) Equity Shares of ₹ 10 each fully paid-	1,700.00	1.00
<b>Total</b>	<b>1,700.00</b>	<b>1.00</b>

a. The reconciliation of the number of shares outstanding and the amount of share capital is set out below:

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
Numbers of shares at the Beginning	10,000	1.00	10,000	1.00
Add: Shares issued during the year	1,69,90,000	1,699.00	-	-
Numbers of shares at the End	1,70,00,000	1,700.00	10,000	1.00

b. Shares held by holding / ultimate holding company and / or their subsidiaries / associates:

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Montecarlo Projects Limited	1,70,00,000	100%	10,000	100%

c. Details of shares held by each shareholder holding more than 5% shares:

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	% Holding	No. of Shares	% Holding
Montecarlo Projects Limited and its nominees	1,70,00,000	100%	10,000	100%

d. The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. Equity Shareholders are eligible to dividend proposed by the Board of Directors as approved by Shareholders in the ensuing Annual General Meeting.

e. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

f. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date: NIL

g. Calls unpaid : NIL; Forfeited Shares : NIL



**Note 13 Other Equity**

As at March 31, 2020

(₹ in Lakhs unless otherwise stated)

Particulars	Reserves & Surplus		Other Comprehensive Income	Equity Component of Unsecured Loan	Total
	Securities premium	General reserve			
Balance at the beginning of April 1, 2019	-	-	(47.15)	703.23	656.08
Quasi Equity from Holding Company*	-	-	1,293.48	5,830.00	5,830.00
Profit \ (Loss) for the period	-	-	-	-	1,293.48
<b>Balance at the end of March 31, 2020</b>	<b>-</b>	<b>-</b>	<b>1,246.33</b>	<b>6,533.23</b>	<b>7,779.56</b>

As at March 31, 2019

(₹ in Lakhs unless otherwise stated)

Particulars	Reserves & Surplus		Other Comprehensive Income	Equity Component of Unsecured Loan	Total
	Securities premium	General reserve			
Balance at the beginning of April 1, 2018	-	-	(71.04)	443.83	372.79
Quasi Equity from Holding Company*	-	-	23.89	259.40	259.40
Profit \ (Loss) for the period	-	-	-	-	23.89
<b>Balance at the end of March 31, 2019</b>	<b>-</b>	<b>-</b>	<b>(47.15)</b>	<b>703.23</b>	<b>656.08</b>

**Note for Purposes of Reserves:**

**1. Retained Earnings:** Retaining Earnings represents the amount that can be distributed by the company as dividend considering the requirements of the companies Act, 2013. No dividend are distributed given the accumulated losses incurred by the company.

**2. Equity Component of Unsecured Loan:** Interest free loan received from Holding Company is accounted as equity contribution as it is perpetual in nature and settlement of the same is neither planned nor likely foreseeable in the future. In the event of liquidation of the company, settlement of the same will be based on the residual interest in the assets of an entity after deducting all of its liabilities.





**Note 14 Non-Current - Financial Liabilities - Borrowing**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Secured</b>		
Term loan from banks	19,082.39	-
Term loan from Financial Institutions	4,888.40	-
<b>Total</b>	<b>23,970.79</b>	<b>-</b>

**Details of Long Term Borrowings:**

**a. Security Details**

Rupee Term Loans from bank and financial institution is secured by hypothecation of all the fixed assets/movable assets of the company (other than project assets except those acquired out of free flow of the company in operation phase) and all current assets of the company.

**b. Repayment and interest Terms**

Loan to be repaid in 26 structured semi-annual installments after completion of moratorium period of 7 months post construction period and carries interest rate of 1 year MCLR plus spread of 1.25% i.e. 10% per annum and it is payable on monthly basis.

**Note 15 Other non-current liabilities**

Particulars	As at March 31, 2020	As at March 31, 2019
(a) Mobilization Advance Received	-	3,976.00
<b>Total</b>	<b>-</b>	<b>3,976.00</b>

**Note 16 Deferred tax liabilities (net)**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Deferred Tax Assets</b>		
MAT Credit Entitlement	289.58	-
Brought Forward loss	585.15	-
<b>Total Deferred Tax Assets</b>	<b>874.73</b>	<b>-</b>
<b>Deferred Tax Liability</b>		
Measurement of Financial Assets at amortised cost	922.22	-
<b>Total Deferred Tax Liability</b>	<b>922.22</b>	<b>-</b>
<b>Net Deferred Tax Assets / (Liability)</b>	<b>47.50</b>	<b>-</b>

**Note 17 Trade Payables**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Trade payables - Other than acceptances*</b>		
(a) Total outstanding dues to Micro Enterprise & Small Enterprise	-	-
(b) Total outstanding dues of Creditors other than Micro Enterprise & Small Enterprise**	9,716.65	14,205.44
<b>Total</b>	<b>9,716.65</b>	<b>14,205.44</b>



The average credit period on purchases of certain goods \ services is 30 to 60 days. The Company has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

\*\* Includes Trade Payables to Related Parties ₹ 9,694.87 Lakhs (₹ 14,201.21 Lakhs as on March 31, 2019)

14.1 'The amount due to Micro & Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the company.

14.2 The disclosure relating to Micro, Small and Medium Enterprises as at 31st March, 2020 are as under :

Particulars	As at March 31, 2020	As at March 31, 2019
(a) Principal amount remaining unpaid	-	-
(b) Interest due on above and the unpaid interest	-	-
(c) Interest paid	-	-
(d) Payment made beyond the appointed day during the year	-	-
(e) Interest due and payable for the period of delay	-	-
(f) Interest accrued and remaining unpaid	-	-
(g) Amount of further interest remaining due and payable in succeeding years	-	-

**Note 18 Other Current Financial Liabilities**

Particulars	As at March 31, 2020	As at March 31, 2019
(a) Interest Accrued but not due on borrowings	17.78	-
	<b>17.78</b>	<b>-</b>

**Note 19 Other Current Liabilities**

Particulars	As at March 31, 2020	As at March 31, 2019
(a) Statutory Remittances	132.85	357.30
(b) Advances from Customers	14,449.92	11,928.00
(c) Interest Accrued but not due on customer advances	758.71	165.73
<b>Total</b>	<b>15,341.48</b>	<b>12,451.03</b>





Note 20 Revenue from Operations	Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
a) Revenue from Operations			
- Revenue from Construction Contract *		46,266.31	15,009.75
		<b>46,266.31</b>	<b>15,009.75</b>

\* Revenue from construction contract considered net of provisional GST rebate, subject to NHAI approval

Note 21 Other Income	Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
a) Net Gain on Financial Assets		3,312.49	234.52
[Mandatorily measured at fair value through Profit & Loss (FVTPL)]			-
b) Income from Investment in Mutual Fund		2.89	10.12
		<b>3,315.38</b>	<b>244.64</b>

Note 22 Construction Expenses	Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
a) Sub-contracting expense		46,013.78	14,688.77
b) Site Expense		103.74	-
		<b>46,117.52</b>	<b>14,688.77</b>

Note 23 Finance cost	Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
a) Interest expenses on term loans		1,073.26	-
b) Interest expenses on mobilisation/ working capital advances		616.30	165.77
c) Other Borrowing Costs (includes bank charges, etc.)		-	120.77
		<b>1,689.56</b>	<b>286.55</b>

Note 24 Other expenses	Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
a) Legal & Professional Charges		89.31	126.41
b) Rates & taxes		2.91	0.08
c) Processing charges & other exp		17.90	78.14
d) Payment to Auditors		2.25	1.50
e) Insurance Expense		36.92	43.81
	<b>Total</b>	<b>149.29</b>	<b>249.94</b>

<b>* Payment to Auditors</b>			
	For Audit Fees	2.00	1.50
	For Certification Work	0.25	-
	<b>TOTAL</b>	<b>2.25</b>	<b>1.50</b>

Note 25 Earnings Per Share (Basic & Diluted)	Particulars	As at March 31, 2020	As at March 31, 2019
Profit/(Loss) for the year attributable to Owners of the Company		1,293.48	23.89
Amount available for calculation of Basic and Diluted EPS - (a)		1,293.48	23.89
Equity Shares Outstanding - (b)		1,70,00,000	10,000
Weighted Agerage No. of Equity Shares for calculating basic & diluted EPS (refer note below) - (c)		1,57,43,205	10,000
Earnings Per Share (In ₹)			
- Basic & Diluted earning per share (a/c)		8.22	238.94

Note:

The Company has issued 16,990,000 equity shares on 29 April 2019. The same has been considered for calculation of basic and diluted EPS in current year.



26 Related Party Disclosure:

(A) List of Related Parties

(i) Ultimate Holding Company

Montecarlo Limited

(ii) Holding Company

Montecarlo Projects Limited

(iii) Fellow Subsidiary Company

Montecarlo Barjora Mining Private Limited  
 Montecarlo Hubli Haveri Highway Private Limited  
 Montecarlo Sinner Shirdi Highway Pvt Ltd.  
 Montecarlo Amravati Chikli Highway Pvt. Ltd.

(iv) Directors / Key Management Personnel

Director:

Mr. Brijesh Kanubhai Patel (Upto 11/10/2019)  
 Mr. Mirunal Kanubhai Patel (Upto 11/10/2019)  
 Mr. Kanubhai Mafatalal Patel (Upto 16/01/2019)  
 Mr. Nareshkumar P Suthar (From 16/01/2019)  
 Mr. Kartik Jayantilal Rawal (From 11/10/2019)  
 Mr. Sanjay Kumar Baliram Prasad Singh (From 11/10/2019)

Chief Financial Officer:

Mr. Satyam Parikh (From 11/10/2019)

Company Secretary:

Mr. Kalpesh Punamchand Desai (From 11/10/2019)

(v) Enterprises over which Key Managerial Personnel are able to exercise significant influence:

Montecarlo Realty LLP (Formerly known as Montecarlo Realty Ltd.)  
 Montecarlo Construction LLP (Formerly known as Construction Private Limited)  
 Montecarlo Charitable Trust

(B) Transaction with related parties and outstanding at the end of the year:

Description of the nature of the transactions	Montecarlo Projects India Limited		Montecarlo Limited	
	2019-20	2018-19	2019-20	2018-19
Issue of Equity Shares	1,699.00	-	-	-
Quasi Equity Received	5,830.00	259.40	-	-
Subcon expense	-	-	46,013.78	14,688.77
Reimbursement of Expenses	-	-	53.16	209.12
Mobilization advance given	-	-	-	14,200.00
Mobilization advance Adjusted	-	-	6,594.96	-
Balance Outstanding as at Year End				
Quasi Equity	6,533.23	703.23	-	-
Amount payable	-	-	9,694.87	14,201.21
Mobilization Advance Given	-	-	7,605.04	14,200.00





27 Financial Instruments

Financial risk management objective and policies

This section gives an overview of the significance of financial instruments for the company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument.

Financial Instruments - Accounting Classification and Fair Value Measurements

The fair value of the financial assets and liabilities are included at the amount at which the instruments could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short terms deposits, trade and other short receivables, trade payables , other current liabilities , short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short term maturities of these instruments

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameter such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

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

Level 2 Other techniques for which all inputs which have a significant effect on the recorded fair value are observables, either directly or indirectly

Level 3 Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

Financial assets and liabilities:

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

Financial instruments by categories	Note no.	( ₹ in Lakhs )					
		As at 31 March, 2020			As at 31 March, 2019		
		FVTPL	FVTOCI	Amotised Cost	FVTPL	FVTOCI	Amotised Cost
<b>Financial assets</b>							
Service Concession Receivable	5 & 10	-	-	36,626.93	-	-	13,765.35
Trade Receivables	8	-	-	754.98	-	-	-
Cash and cash equivalents	9	-	-	6,766.14	-	-	27.67
<b>Total Financial Asset</b>		-	-	<b>44,148.05</b>	-	-	<b>13,793.02</b>
<b>Financial liabilities</b>							
Term Loan from Bank & Financial Institutions	14	-	-	23,970.79	-	-	-
Trade payables	17	-	-	9,716.65	-	-	14,205.44
Other Financial Liability	18	-	-	17.78	-	-	-
<b>Total Financial Liabilities</b>		-	-	<b>33,705.22</b>	-	-	<b>14,205.44</b>

28 Fair value of Financial asset and liabilities at amortized cost

Financial instruments by categories	Note no.	( ₹ in Lakhs )			
		As at 31 March, 2020		As at 31 March, 2019	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial assets</b>					
Service Concession Receivable	5 & 10	36,626.93	36,626.93	13,765.35	13,765.35
Trade Receivables	8	754.98	754.98	-	-
Cash and cash equivalents	9	6,766.14	6,766.14	27.67	27.67
<b>Total Financial Asset</b>		<b>44,148.05</b>	<b>44,148.05</b>	<b>13,793.02</b>	<b>13,793.02</b>
<b>Financial liabilities</b>					
Term Loan from Bank & Financial Institutions	14	23,970.79	23,970.79	-	-
Trade payables	17	9,716.65	9,716.65	14,205.44	14,205.44
Other Financial Liability	18	17.78	17.78	-	-
<b>Total Financial Liabilities</b>		<b>33,705.22</b>	<b>33,705.22</b>	<b>14,205.44</b>	<b>14,205.44</b>



29 Financial Risk Management

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

**i Market risk**

The market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

**ii Foreign Currency Risk**

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate.

The company is not exposed to foreign currency risk as it has no borrowing in foreign currency.

**iii Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. However the Company's exposure to the risk of changes in market interest rates is Nil as there are no Long-term \ Short Term debt obligations .

**iv Credit Risk**

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. However as whole of the receivables of the company are from Government Agency \ Department, hence Company's exposure to credit risk is Nil.

**v Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets.

The company is exposed to liquidity risk due to trade and other payables.

The company measures risk by forecasting cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The following are the contractual maturities of financial liabilities

As at March 31, 2020	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
<b>Non Derivative Financial Liability</b>					
Borrowing	23,970.79	-	1,342.36	4,698.27	17,930.15
Trade payables	9,716.65	9,716.65	-	-	-
Other Financial Liability	17.78	17.78			
<b>Total</b>	<b>33,705.22</b>	<b>9,734.43</b>	<b>1,342.36</b>	<b>4,698.27</b>	<b>17,930.15</b>

Derivative Financial Liability Nil Nil Nil Nil Nil

As at March 31, 2019	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
<b>Non Derivative Financial Liability</b>					
Trade payables	14,205.44	14,205.44	-	-	-
Other Financial Liability	-	-			
<b>Total</b>	<b>14,205.44</b>	<b>14,205.44</b>	<b>-</b>	<b>-</b>	<b>-</b>

Derivative Financial Liability Nil Nil Nil Nil Nil





**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**Notes to the Financial Statements**

**30 Fair Value Measurement**

All Financial assets and liabilities are measured at amortised cost hence disclosure of fair value measurement in Level 1, Level 2 & Level 3 categories are not required.

**31 Disclosure pursuant to Ind AS 12 "Income taxes"**

The major components of income tax expense for year ended 31 March 2020 and 31 March 2019:

Particulars	(₹ in Lakhs)	
	31-Mar-20	31-Mar-19
<b>Profit and (loss) section:</b>		
<b>Current tax :</b>		
Current income tax charge	283.97	5.24
Effect of Earlier Year Taxes	0.37	-
<b>Deferred tax :</b>		
Relating to origination and reversal of temporary differences	922.22	-
Effect on MAT Credit Recognised	(289.58)	-
Effect of previously unrecognised tax losses and tax offsets used during the current year to reduce deferred tax expense	(585.15)	-
<b>Income tax reported in the statement of profit and loss</b>	<b>331.84</b>	<b>5.24</b>

**Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2020 and 31 March 2019:**

Particulars	31-Mar-20	31-Mar-19
Accounting profit before tax from continuing operations	1,625.32	29.13
Statutory Income Tax Rate	26.00%	26.00%
<b>Tax at Statutory Income Tax Rate of 26.00% (PY 26.00%)</b>	<b>422.58</b>	<b>7.57</b>
<b>Tax Effects of:</b>		
Effect of Income which is tax at special rate	-	(2.33)
Effect of MAT Credit of Earlier Years	(5.60)	-
Effect of Deferred Tax of Earlier Years	(1.45)	-
Effect on Brought Forward Losses	(84.06)	-
Effect of Earlier Year Taxes	0.37	-
<b>Tax as per Statement of Profit and Loss</b>	<b>331.84</b>	<b>5.24</b>

**32 Disclosure pursuant to Ind AS 23 "Borrowing Costs"**

Borrowing cost capitalised during the year ₹ Nil (Previous year ₹ Nil)

**33 Disclosure pursuant to Ind AS 36 "Impairment of Assets"**

Based on a review of the future discounted cash flows of the project facility, the recoverable amount is higher than the carrying amount and hence no provision for impairment is made for the year.

**34 Disclosure of segment information pursuant to Ind AS 108 "Operating Segments"**

The Company operates in only one segment, namely "DBOT-Annuity" hence there are no reportable segments in accordance with Indian Accounting Standard-108 'Segment Reporting' prescribed under the Companies (Indian Accounting Standards) Rules, 2015. The geographical segment is not relevant as the company operates in the single geographical segment in india.

The directors of the company has been identified as The Chief Operating Decision Maker (CODM). The Chief Operating Decision Maker also monitors the operating results as one single segment for the purpose of making decisions about resource allocation and performance assessment and hence, there are no additional disclosures to be provided other than those already provided in the financial statements.



**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**Notes to the Financial Statements**

**35 Service Concession Agreement**

The Company manages concession agreement which include the construction of road on hybrid annuity basis followed by a period in which company has to maintain and operate the infrastructure. These concession agreement sets out Rights & Obligations relating to the infrastructure & services to be provided. For fulfilling those obligations, the company is entitled to receive cash from the grantor. The consideration received or receivable is allocated by reference to the relative fair value of the services provided.

Revenue from the Concession arrangements earned under the financial asset model consists of the (i) fair value of the amount due from the grantor and (ii) interest income related to the capital investment in the project.

**Main Features of Concession Arrangement**

- |     |                                     |   |
|-----|-------------------------------------|---|
| i   | Name of the Concession:-            | Rehabilitation & upgradation of Singhara to Bijhabahal Section of NH-6  |
| ii  | Description of Arrangements:-       | Rehabilitation & upgradation by Four- Laning of Singhara to Bijhabahal Section from Km. 311.000 to Km. 414.000 (Design Chainage from km. 310.806 to Km. 414.982) of NH-6 (New NH-49) in the state of Odisha under NHDP-IV   |
| iii | Significant Terms of Arrangements:- | Period of Concession:- 15 Years from COD<br>Construction Period:- 910 Days<br>Remuneration:- Annuity, Interest and O&M<br>Investment Grant from Concession Grantor:- Yes<br>Investment and Renewal Obligations:- No<br>Re-pricing Dates:- Half Yearly for O&M<br>Basis of Re-pricing:- Inflation Price Index as defined in Concession agreement |
| iii | Financial Assets:-                  | ₹ 366.27 Crores (previous year ₹ 137.65 Crores)   |

**36 Capital Management**

The Company considers the following components of its Balance Sheet to be managed capital:

1. Total equity – Share Capital, Retained Profit/ (Loss) and Other Equity.
2. Working capital.

The Company manages its capital so as to safeguard its ability to continue as a going concern. The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. The Company considers the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditor, and market confidence and to sustain future development and growth of its business. The Company's focus is on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required, without impacting the risk profile of the Company. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure. The Company is not subject to financial covenants in any of its significant financing agreements.

The management monitors the requirement of capital to meet the operational cost of the company from time to time and infuse the capital through equity and debt which is classified as other equity.

Summary of quantitative data of the capital of the company	As at	As at
	March 31, 2020	March 31, 2019
Equity - Issued and paid up capital	1,700.00	1.00
Other Equity	7,779.57	656.08
<b>TOTAL</b>	<b>9,479.57</b>	<b>657.08</b>

**37 Capital Commitment & Contingent Liabilities (To the extent not provided for) - ₹ Nil**

**MONTECARLO SINGHARA BINJHABAHAL HIGHWAY PRIVATE LIMITED**  
**Notes to the Financial Statements**

**38 Event occurred after the Balance Sheet Date**

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the approval of the financial statements to determine the necessity for recognition and / or reporting of any of these events and transactions in the financial statements. As of 7th July, 2020, there were no material subsequent events to be recognized or reported that are not already previously disclosed.

**39 The Outbreak of Coronavirus (COVID-19) pandemic has temporarily impacted the Company's operations, due to shutdown of the project sites and offices following nation-wide lockdown. The company resumed its operation in phased manner in line with directives from authorities. The company has made initial assessment of impact of this pandemic on its business operations, capital and financial resources, liquidity, Internal financial reporting and control and overall financial position. Based on management's review of current indicators, economic conditions, orders on hand and various initiatives announced by GOI, there is no material impact on its standalone financial results as at March 31, 2020.**

The impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the future impact of this pandemic may be different from those estimated as on the date of approval of these standalone financial results. The company will continue to monitor any material change for future economic benefits.





- 40 Balances of Trade Payables, Trade Receivables, Loans & advances, etc. are subject to confirmation and reconciliation, if any.
- 41 In the opinion of Board of Directors; Current Assets, Loans & Advances (Including Capital Advances) have a value on realization in the ordinary course of business atleast equal to the amount at which they are stated, Adequate Provisions have been made in the accounts for all the known liabilities.
- 42 Corresponding figures of the previous year have been re-grouped / re-arranged / re-classified / restated and revised, wherever necessary, to make them comparable with the figures of the current year.

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Reg. No. 006711N / N500028



Brijesh Thakkar  
Partner  
Membership No. : 135556



Place: Ahmedabad  
Date: 07/07/2020

For and on behalf of the Board of Directors of  
Montecarlo Singhara Binjhabahal Highway Pvt Ltd



Naresh P. Suthar  
Director  
Din: 00414050

Place: Ahmedabad  
Date: 07/07/2020



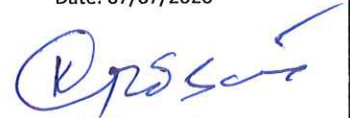
Sanjay Kumar  
Whole Time Director  
Din: 08408731

Place: Ahmedabad  
Date: 07/07/2020



Satyam S. Parikh  
Chief Financial Officer

Place: Ahmedabad  
Date: 07/07/2020



Kalpesh P. Desai  
Company Secretary

Place: Ahmedabad  
Date: 07/07/2020