

V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

INDEPENDENT AUDITOR'S REPORT

To,

The members of PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED** ('the Company') which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit & Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

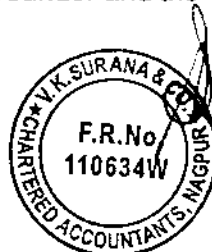
Management's Responsibility for the Financial Statements

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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

We conducted our audit of financial statements in accordance with the Standards on Auditing, issued by The Institute of Chartered Accountants of India, specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

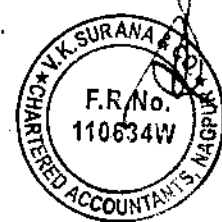
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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 the affairs of the Company as at March 31, 2018 and its Profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

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 of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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.



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement 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 the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting; and
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, as amended, 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, which require provision for material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For V. K. Surana & Co.

Chartered Accountants

Firm Reg No. 110634W

CA. Sudhir Surana

Partner

Membership No.043414

Nagpur, August 25, 2018

V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

Annexure A to the Independent auditor's report referred to in paragraph 1 of even date to the financial statements of PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED for the year ended March 31, 2018:

- i) The Company does not have any fixed Assets. Accordingly, the Paragraph 3(i)(a), 3(i)(b) and 3(i)(c) of the order are not applicable.
- ii) The Company does not have any inventory. Accordingly, the provisions of Clause 3 (ii) of the order are not applicable.
- iii) According to the information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the registered maintained u/s 189 of the Companies Act 2013 during the year and accordingly, Paragraph 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are no transactions covered under section 185 of the act and the company has not made any investments, granted any loans, and providing guarantees and securities under section 186 of the Companies Act, 2013 and accordingly, Paragraph 3(iv) of the order are not applicable.
- v) The Company has not accepted deposits within the meaning of section 73 and 76 of the act and the companies (acceptance of deposits) rules, 2014 (as amended) during the year and does not have any unclaimed deposits as at March 31, 2018 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi) The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii)
 - a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employee State Insurance, Income Tax, Sales Tax, Service Tax, Goods & Services Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities.



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

According to the information and explanation given to us, no material undisputed arrears of above statutory dues were outstanding as on 31st March, 2018 for a period of more than six months from the date they become payable.

- b) According to the information and explanation given to us, there are no disputed dues of Income Tax, Sales Tax, Service Tax, Goods and Services Tax, Duty of Customs, Duty of Excise, value added tax, which have not been deposited on account of any dispute.
- viii) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause 3 (viii) of the Order is not applicable to the Company.
- ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi) According to the information and explanations given by the management, the managerial remuneration has not been paid / provided and hence the provisions of Section 197 read with Schedule V to the Companies Act are not applicable.
- xii) The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii) In our opinion and according to the information and explanations given to us transactions with related parties are in compliance with the provisions of section 188 of companies act, 2013 and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards. Further, section 177 of the Act is not applicable to the company.
- xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

- xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.



For V. K. Surana & Co.

Chartered Accountants

Firm Reg No.110634W

A handwritten signature in black ink, appearing to read "Sudhir Surana".

CA. Sudhir Surana

Partner

Membership No. 43414

Nagpur, August 25, 2018

V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

“Annexure B” referred to in Paragraph 1 of our report of even date to the members of PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED on the Accounts for the year ended 31st March 2018.

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

We have audited the internal financial controls over financial reporting of **PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED** (“the Company”) as of March 31, 2018 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 Board of Director’s are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by the Institute of Chartered Accountants of India and 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

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

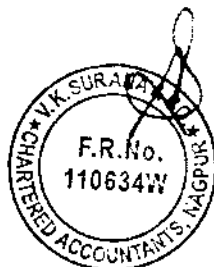
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



V.K.SURANA & CO..

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

Ph. No.: (0712) 6641111, Fax: (0712) 6641122

e-mail:info@vksca.com

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For V. K. Surana & Co.

Chartered Accountants

Firm Reg No.110634W

A handwritten signature in black ink, appearing to read "Sudhir Surana".

CA. Sudhir Surana

Partner

Membership No. 43414

Nagpur, August 25, 2018

Patwardhan Infrastructure Private Limited
Balance Sheet as at 31st March, 2018

Particulars	Notes	As at 31 March 2018	(₹) As at 31 March 2017
Assets			
Non-current assets			
(a) Financial assets			
(i) Investments	3	25,39,325.00	25,45,430.00
(ii) Loans	4	1,07,22,533.00	1,05,99,080.00
(b) Deferred Tax Assets (Net)	5	8,06,10,574.00	8,07,58,254.00
Total Non-current assets		9,38,72,432.00	9,39,02,764.00
Current assets			
(a) Financial assets			
(i) Cash and cash equivalent	6	7,30,745.39	2,85,052.89
(ii) Other Financial Assets	7	96,60,676.79	96,60,676.79
(b) Current Tax Assets	8	80,280.00	66,564.00
Total current assets		1,04,71,702.18	1,00,12,293.68
Total assets		10,43,44,134.18	10,39,15,057.68
Equity and liabilities			
Equity			
(a) Equity Share Capital	9	49,22,000.00	49,22,000.00
(b) Other Equity	10	9,87,30,244.18	9,85,88,221.68
Total equity		10,36,52,244.18	10,35,10,221.68
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	11	6,03,100.00	-
(ii) Other financial liabilities	12	-	4,000.00
(b) Provisions	13	49,500.00	45,000.00
(c) Current Tax Liabilities	14	39,290.00	3,55,836.00
Total liabilities		6,91,890.00	4,04,836.00
Total equity and liabilities		10,43,44,134.18	10,39,15,057.68
Significant accounting policies	2	-	-

The accompanying notes are an integral part of the Financial Statements

As per our report of even date

For **V. K. Surana & Co.**
Chartered Accountants
Firm Registration No. : 110634W

CA. SUDHIR SURANA
Partner
Membership No. 043414
Place : Nagpur
Dated : 25/08/2018



For and on behalf of the Board of Directors

[Signature]
DILIP B. SURANA
Director
DIN : 00953495

[Signature]
SUSHANT S. MUKHERJEE
Director
DIN : 06791508

Patwardhan Infrastructure Private Limited
Statement of Profit and Loss for the year ended 31st March, 2018

Particulars	Notes	For the Year Ended 31 March 2018	For the Year Ended 31 March 2017
(₹)			
Incomes			
Other income	15	8,02,812.00	12,55,854.00
Total income		8,02,812.00	12,55,854.00
Expenses			
Other expenses	16	5,96,615.50	63,748.68
Total expense		5,96,615.50	63,748.68
Profit/(loss) before tax		2,06,196.50	11,92,105.32
(1) Current tax		39,290.00	3,55,836.00
(2) Mat Credit Entitlement		18,779.00	
(3) Earlier year's tax		-	1,161.00
Profit for the year		1,48,127.50	8,35,108.32
Items not to be reclassified to profit or loss in subsequent periods:			
Net (loss)/gain on FVTOCI equity Securities		(6,105.00)	4,51,710.00
Income tax effect		-	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		(6,105.00)	4,51,710.00
Other comprehensive income for the year, net of tax		(6,105.00)	4,51,710.00
Total comprehensive income for the year, net of tax		1,42,022.50	12,86,818.32
Earnings per equity share before exceptional item (par value ₹ 100 per share)	17		
Basic (₹)		3.01	16.97
Diluted (₹)		3.01	16.97

The accompanying notes are an integral part of the Financial Statements

As per our report of even date

For V. K. Surana & Co.
Chartered Accountants
Firm Registration No. : 110634W

CA. SUDHIR SURANA
Partner
Membership No. 043414
Place : Nagpur
Dated : 25/08/2018



For and on behalf of the Board of Directors

(Signature)
DILIP B. SURANA
Director
DIN : 00953495

(Signature)
SUSHANT S. MUKHERJEE
Director
DIN : 06791508

Patwardhan Infrastructure Private Limited
Statement of Changes in Equity for the year ended 31st March, 2018

A. EQUITY SHARE CAPITAL

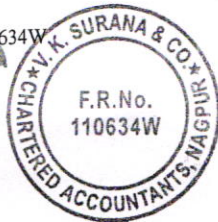
Particulars	(₹)	
	Number of Shares	Amount
As at 31 March 2016	49,220	49,22,000.00
Changes in equity share capital	-	-
As at 31 March 2017	49,220	49,22,000.00
Changes in equity share capital	-	-
As at 31 March 2018	49,220	49,22,000.00

B. OTHER EQUITY

Particulars	Reserves and Surplus		Items of OCI		Total Equity
	General Reserve	Retained earnings	FVTOCI reserve	Investment revaluation reserve	
As at 1 April 2016	2,86,14,286.64	6,85,93,396.72	-	93,720.00	9,73,01,403.36
Profit for the year		8,35,108.32			8,35,108.32
Other comprehensive income				4,51,710.00	4,51,710.00
At 31 March 2017	2,86,14,286.64	6,94,28,505.04	-	5,45,430.00	9,85,88,221.68
As at 1 April 2017	2,86,14,286.64	6,94,28,505.04	-	5,45,430.00	9,85,88,221.68
Profit for the year		1,48,127.50			1,48,127.50
Other comprehensive income				(6,105.00)	(6,105.00)
Total comprehensive income	2,86,14,286.64	6,95,76,632.54	-	5,39,325.00	9,87,30,244.18
At 31 March 2018	2,86,14,286.64	6,95,76,632.54	-	5,39,325.00	9,87,30,244.18

The accompanying notes are an integral part of the Financial Statements

As per our report of even date
For V. K. Surana & Co.
Chartered Accountants
Firm Registration No. :110634W



CA. SUDHIR SURANA
Partner
Membership No. 043414
Place : Nagpur
Dated : 25/08/2018

For and on behalf of the Board of Directors

DILIP B. SURANA
Director
DIN : 00953495

SUSHANT S. MUKHERJEE
Director
DIN : 06791508

Patwardhan Infrastructure Private Limited
Cash Flow Statement for the year ended 31 March 2018

Particulars	(₹)	
	For the Year Ended 31 March 2018	For the Year Ended 31 March 2017
Cash flow from operating activities		
Total Comprehensive Income before tax	2,00,091.50	16,43,815.32
Adjustment for		
Interest income	(8,02,812.00)	(12,55,854.00)
Investment Revaluation income	6,105.00	(4,51,710.00)
Operating profit before working capital changes	(5,96,615.50)	(63,748.68)
Adjustment for changes in working capital		
Increase/(decrease) in financial liabilities	6,03,100.00	-
Increase/(decrease) in other financial liabilities	(4,000.00)	(36,500.00)
Increase/(decrease) in short-term provisions	4,500.00	40,500.00
Cash generated from /(used in) operations	6,984.50	(59,748.68)
Direct taxes paid (net of refunds)	2,40,651.00	(82,73,596.00)
Net cash flow from/ (used in) operating activities (A)	(2,33,666.50)	82,13,847.32
Cash flow from investing activities		
Interest received	8,02,812.00	12,55,854.00
Decrease / (increase) in Loans given	(1,23,453.00)	(1,05,99,080.00)
Net cash flow from/(used in) investing activities (B)	6,79,359.00	(93,43,226.00)
Cash flow from financing activities		
Net cash flow from/(used in) in financing activities (C)	-	-
Net increase/(decrease) in cash and cash equivalents (A + B + C)	4,45,692.50	(11,29,378.68)
Cash and cash equivalents at the beginning of the year	2,85,052.89	14,14,431.57
Cash and cash equivalents at the end of the year	7,30,745.39	2,85,052.89

The accompanying notes are an integral part of the Financial Statements

per our report of even date

For V. K. Surana & Co.

Chartered Accountants

Firm Registration No. : 110634W

CA. SUDHIR SURANA

Partner

Membership No. 043414

Place : Nagpur

Dated : 25/08/2018



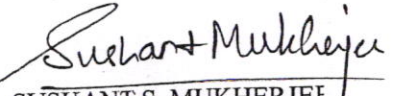
For and on behalf of the Board of Directors



DILIP B. SURANA

Director

DIN : 00953495



SUSHANT S. MUKHERJEE

Director

DIN : 06791508

PATWARDHAN INFRASTRUCTURE PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2018

1. Corporate Information

Patwardhan Infrastructure Private Limited is a private limited company domiciled in India and is incorporated under the provisions of the Companies Act, 1956 applicable in India and is engaged in the business of construction and providing infrastructure development facilities. The registered office of the company is located at 267, Ganesh Phadnavis Bhavan, Near Trangular Park, Dharampeth Nagpur-440010 Maharashtra (India).

2. Significant Accounting Policies

Basis of preparation

The financial statements comply in all material aspects with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act, 2013 (the Act) and Companies (Indian Accounting Standards) Rules, 2015.

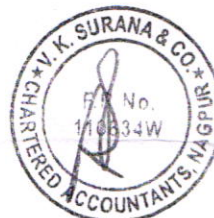
The financial statements have been prepared under the historical cost convention with the exception of certain financial assets and liabilities which have been measured at fair value, on an accrual basis of accounting.

All the assets and liabilities have been classified as current or non-current, wherever applicable, as per the operating cycle of the Company as per the guidance set out in Schedule III to the Act. Operating cycle for the business activities of the Company covers the duration of the project/ contract/ service including the defect liability period, wherever applicable, and extends upto the realisation of receivables (including retention monies) within the credit period normally applicable to the respective project.

The Company's financial statements are reported in Indian Rupees, which is also the Company's functional currency, and all values are in absolute term.

Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognised in the period in which they are determined.



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

a. Financial instruments

FINANCIAL ASSETS

Initial recognition and measurement

In the case of financial assets, not recorded at fair value through profit or loss (FVPL), financial assets are recognised initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent Measurement

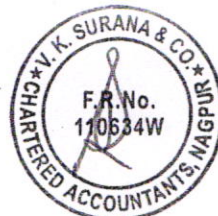
For purposes of subsequent measurement, financial assets are classified in following categories:

Financial assets at amortized cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding Movements in



the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss. In respect of equity investments (other than for investment in subsidiaries and associates) which are not held for trading, the

Company has made an irrevocable election to present subsequent changes in the fair value of such instruments in OCI. Such an election is made by the Company on an instrument by instrument basis at the time of transition for existing equity instruments/ initial recognition for new equity instruments.

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in statement of profit and loss.

Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL. ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls),

De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralized borrowing for the proceeds received.



EQUITY INSTRUMENT AND FINANCIAL LIABILITIES

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

Financial Liabilities

Initial recognition and subsequent measurement

Financial liabilities are recognized initially at fair value and in case of borrowing and payables, net of directly attributable cost.

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

De-recognition of Financial Liabilities

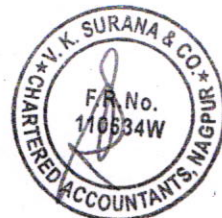
Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Offsetting Financial Liabilities

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

b. Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprises of cash at banks and on hand and short-term deposits with an original maturity of three month or less, which are subject to an insignificant risk of changes in value.



c. Revenue Recognition:

Finance income is accrued on a time proportion basis, by reference to the principal outstanding and the applicable EIR. Other income is accounted for on accrual basis. Where the receipt of income is uncertain, it is accounted for on receipt basis.

d. Taxes on Income:

Income tax comprises of current and deferred income tax. Income tax is recognised as an expense or income in the Statement of Profit and Loss, except to the extent it relates to items directly recognised in equity or in OCI.

i. Current Income Tax

Current income tax is recognised based on the estimated tax liability computed after taking credit for allowances and exemptions in accordance with the Income Tax Act, 1961. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

ii. Deferred Income Tax

Deferred tax is determined by applying the Balance Sheet approach. Deferred tax assets and liabilities are recognised for all deductible temporary differences between the financial statements' carrying amount of existing assets and liabilities and their respective tax base. Deferred tax assets and liabilities are measured using the enacted tax rates or tax rates that are substantively enacted at the Balance Sheet date. The effect on deferred tax assets and liabilities of a change in tax rates is recognised in the period that includes the enactment date. Deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Such assets are reviewed at each Balance Sheet date to reassess realisation. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Minimum Alternative Tax ("MAT") credit is recognised as an asset only when and to the extent it is probable that the Company will pay normal income tax during the specified period.

e. Impairment of Non-Financial Assets:

The Company assesses at each Balance Sheet date whether there is any indication that an asset, including intangible asset, may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit, which the asset



belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account.

Recoverable amount is determined:

- In case of an individual asset, at the higher of the assets' fair value less cost to sell and value in use; and

- In case of cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value in use.

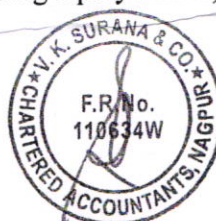
In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified to the asset. In determining fair value less cost to sell, recent market transaction are taken into account. If no such transaction can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.

f. Earnings per share:

Basic earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares).



g. Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made of the amount of obligation. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. In case the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates. Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. A contingent liability also arises, in rare cases, where a liability cannot be recognized because it cannot be measured reliably. Contingent assets are neither recognized nor disclosed in the financial statements.



Patwardhan Infrastructure Private Limited
Notes to financial statements for the year ended 31st March, 2018

	As at 31 March 2018	(₹) As at 31 March 2017
3 Non-current Investments		
(i) Investment in equity instruments (Unquoted-valued at cost) 50,000 equity shares of RCBL at ₹ 10 each, fully paid up Less : Provision for impairment in value of investment	5,00,000.00 - <u>5,00,000.00</u>	5,00,000.00 - <u>5,00,000.00</u>
(ii) Investment in Mutual Fund (Quoted-valued at market value) SBI Mutual Funds	20,39,325.00 <u>25,39,325.00</u>	20,45,430.00 <u>25,45,430.00</u>
3.1 Additional Details of Investments		
Aggregate amount of quoted investments at Cost	15,00,000.00	15,00,000.00
Aggregate amount of quoted investments at Market Value	20,39,325.00	20,45,430.00
Aggregate amount of unquoted investments	5,00,000.00	5,00,000.00
Aggregate amount of impairment in value of investments	-	-
4 Loans		
Loans recoverable in cash or kind		
Unsecured, considered good		
Aditya Developers & Builders	1,84,801.00	74,69,480.00
Suntech Infraestate Nagapur Pvt. Ltd.	1,05,37,732.00	31,29,600.00
	<u>1,07,22,533.00</u>	<u>1,05,99,080.00</u>
5 Deferred Tax Assets (Net)		
MAT Credit Entitlement	8,06,10,574.00 <u>8,06,10,574.00</u>	8,07,58,254.00 <u>8,07,58,254.00</u>
6 Cash and bank balances		
Balance with Bank in Current Account	7,30,460.39	2,84,767.89
Cash on hand	285.00	285.00
	<u>7,30,745.39</u>	<u>2,85,052.89</u>
7 Other Current Financial Assets		
Advances recoverable in cash		
Swapnil Associates	75,00,000.00	75,00,000.00
Ameya Developers Private Ltd. (Subject to confirmation from external party)	21,60,676.79	21,60,676.79
	<u>96,60,676.79</u>	<u>96,60,676.79</u>
8 Current Tax Assets		
Tax Deducted at Source	80,280.00 <u>80,280.00</u>	66,564.00 <u>66,564.00</u>



Patwardhan Infrastructure Private Limited
Notes to financial statements for the year ended 31st March 2018

	As at 31 March 2018	(₹) As at 31 March 2017
9 Equity Share capital		
a Authorized		
50,000 (31 March 2017: 50,000) equity shares of face value of ₹100/- each	50,00,000.00	50,00,000.00
b Issued, subscribed and fully paid-up		
49220 (31 March 2017: 49220) equity shares of face value of ₹100/- each	49,22,000.00	49,22,000.00
Total Issued, subscribed and fully paid-up share capital	49,22,000.00	49,22,000.00

c Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	Year Ended 31 March 2018		Year Ended 31 March 2017	
	No.	₹	No.	₹
Balance at the beginning of the year	49,220.00	49,22,000.00	49,220.00	49,22,000.00
Add: Issue of Share Capital	-	-	-	-
Balance at the end of the period	49,220.00	49,22,000.00	49,220.00	49,22,000.00

d Terms/Rights attached to shares

The company has only one class of equity shares having par value of ₹ 100 per share. Each holder of Equity shares is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by Directors is subject to the approval of shareholders in the ensuing Annual General Meeting except in case of interim dividend.

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 preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholder

e Details of Shares held by Holding Company are as follows

	As at 31 March 2018	As at 31 March 2017
SMS Infrastructure Limited, (holding company)		
49220 (31 March 2017: 49220) equity shares of ₹100/- each	49,22,000.00	49,22,000.00
	49,22,000.00	49,22,000.00

Details of shareholders holding more than 5% shares in the company

	As at 31 March 2018		As at 31 March 2017	
	No.	% holding in the class	No.	% holding in the class
Equity shares of ₹100/- each fully paid SMS Infrastructure Limited, the holding company	49220	100.00%	49220	100.00%



Patwardhan Infrastructure Private Limited
Notes to financial statements for the year ended 31st March 2018

	As at 31 March 2018	(₹) As at 31 March 2017
10 Other Equity		
Reserves and Surplus		
(i) General Reserve		
Opening balance	2,86,14,286.64	2,86,14,286.64
Additions	-	-
Deductions	-	-
Closing balance	(i) 2,86,14,286.64	2,86,14,286.64
(ii) Surplus/(deficit) in the statement of profit and loss		
Opening balance	6,94,28,505.04	6,85,93,396.72
Profit for the year	1,48,127.50	8,35,108.32
Closing balance	(ii) 6,95,76,632.54	6,94,28,505.04
(iii) Other Reserves		
Investment Revaluation Reserves		
Opening balance	5,45,430.00	93,720.00
Add: Revaluation of Investment in Mutual Fund (net of tax)	(6,105.00)	4,51,710.00
Closing balance	(iii) 5,39,325.00	5,45,430.00
Total Other Equity (i)+(ii)+(iii)	9,87,30,244.18	9,85,88,221.68
11 Borrowings (unsecured)		
Loans from related Parties		
SMS Infrastructure Limited (Holding company)	6,03,100.00	-
	6,03,100.00	-
Other financial liabilities		
Expenses payables:		
Consultancy Charges	-	4,000.00
	-	4,000.00
13 Provisions		
Audit Fees Provision	49,500.00	45,000.00
	49,500.00	45,000.00
14 Current Tax Liabilities		
Provision for Tax	39,290.00	3,55,836.00
	39,290.00	3,55,836.00



Patwardhan Infrastructure Private Limited
Notes to financial statements for the year ended 31st March, 2018

	(₹)	
	Year Ended 31 March 2018	Year Ended 31 March 2017
15 Other income		
Interest income	8,02,812.00	12,55,854.00
	8,02,812.00	12,55,854.00
16 Other expenses		
Service Tax	4,91,936.50	-
Audit Fees	57,600.00	51,750.00
Interest on income tax	19,313.00	338.00
Legal and professional fees	18,000.00	8,500.00
Interest on other statutory dues	6,375.00	-
Bank charges	2,891.00	3,116.68
ROC Fees	500.00	-
Office expenses	-	44.00
	5,96,615.50	63,748.68
17 Earning per share (EPS)		
Profit/(loss) after tax for calculation of Basic EPS	1,48,127.50	8,35,108.32
Effect of dilution:	-	-
Net profit for calculation of Diluted EPS	1,48,127.50	8,35,108.32
Weighted average number of equity shares in calculating basic EPS	49,220	49,220
Effect of dilution:	-	-
Weighted average number of equity shares in calculating diluted EPS	49,220	49,220
Basic EPS	3.01	16.97
Diluted EPS	3.01	16.97



18 Related Party Disclosures as required in terms of "Indian Accounting Standard [IND AS] 24 are given below:

Names of related parties and relationship

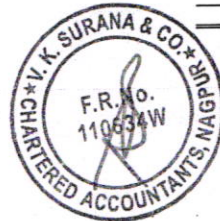
- A Holding Company**
SMS Infrastructure limited
- B Subsidiaries of Holding Company**
SMS Bhatgaon Mines Ext Pvt Ltd
SMS Envoclean Private Limited
SMS Infolink Pvt. Ltd.
SMS Mine Developers Pvt. Ltd.
SMS Parking Solutions Pvt. Ltd
SMS Taxi Cabs Pvt. Ltd.
SMS Vidyut Private Limited
SMS Water Grace BMW Pvt. Ltd.
SMS Tolls And Developers Ltd.
SMS Shivnath Infra Pvt Ltd
SMS-AABS India Tollways Pvt Ltd
SMS Waste Management Pvt. Ltd.
PT. SMS Minerals International
Solar Bhatgaon Ext Mines P L
Ayodhya Gorakhpur SMS Tolls PL
Patwardhan Infrastructure P L
Maharashtra Enviro Power Ltd
PT. SMS Mines Indonesia
- C Related parties where control exists**
M/s San Finance Corporation
- D Key Management Personnel**
Dattaraya L. Kinage Director
Dilip B Surana Director
Sushant S Mukherjee Director

Related party transactions

Nature of Transaction	The Parent		Entities with joint control or significant influence over the entity	Subsidiaries	Joint Venture in which The entity is Venturer	Key Management Personnel of the Entity of its parent	Other related parties
	31-Mar-18	31-Mar-17					
Loan/Advances Taken (Recovered)	6,03,100.00	-					
Outstanding balance at end of year	6,03,100.00	-					

- 19 Payment to Auditor
As Auditor:
Audit Fees (including taxes)

	(₹)	
	31 Mar 2018	31 Mar 2017
	57,600.00	51,750.00
	57,600.00	51,750.00



20 Contingent Liabilities : Nil

21 Capital commitments and Revenue commitments : Nil

22 Expenditure on Corporate Social Responsibility

The Company is not required to spend on corporate social responsibility as per the provisions of section 135 of the Companies Act, 2013

23 Segment Reporting

The Company is primarily engaged in the business of construction and infrastructure development which operates in one geographical segment, hence segment reporting under Ind AS 108 is not required.

25 Dues to Micro & Small and Medium Enterprise

The information regarding Micro, Small & Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. Based on the same there are no Micro & Small Scale Enterprises, as defined in Micro, Small & Medium Enterprises Development Act, 2006, to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above. This has been relied upon by the Auditors.

26 Financial instruments

A Financial instruments by category

The carrying value and fair value of financial instruments by categories as at 31 March 2018 were as follows:

Particulars	Refer note	Amortised cost	Financial assets/ liabilities at fair value through profit or loss	Financial assets/ liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:						
Investments		5,00,000.00	-	20,39,325.00	25,39,325.00	25,39,325.00
Loans		1,07,22,533.00				
Cash and cash equivalents		7,30,745.39	-		7,30,745.39	7,30,745.39
Liabilities:						
Other financial liabilities		-	-	-	-	-

The carrying value and fair value of financial instruments by categories as at 31 March 2017 were as follows:

Particulars	Refer note	Amortised cost	Financial assets/ liabilities at fair value through profit or loss	Financial assets/ liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:						
Investments		5,00,000.00	-	20,45,430.00	25,45,430.00	25,45,430.00
Loans		1,05,99,080.00				
Cash and cash equivalents		2,85,052.89	-	-	2,85,052.89	2,85,052.89
Liabilities:						
Other financial liabilities		4,000.00	-	-	4,000.00	4,000.00

For V. K. Surana & Co.
Chartered Accountants
Firm Registration No. : 110634W

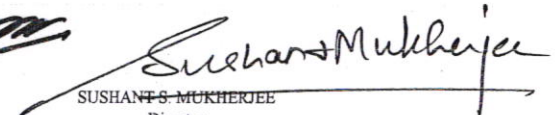
CA. SUDHIR SURANA
Partner
Membership No. 043414
Place : Nagpur
Dated : 25/08/2018



For and on behalf of the Board of Directors



DILIP B. SURANA
Director
DIN : 00953495



SUSHANT S. MUKHERJEE
Director
DIN : 06791508