

**Pravin R. Rathi & Associates**

Rathi Nagar, Back of Mahindra Children's Traffic Park,  
Behind Tupsakhre Lawns, Nashik- 422002

PAN: AAMFP4058K

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF ASHOKA AEROSPACE PRIVATE LIMITED**

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

**Opinion**

We have audited the Ind AS financial statements of **Ashoka Aerospace Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2019, the statement of Profit and Loss, 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.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 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, 2019, and its profit/loss, 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.

**Responsibility of Management and Those Charged with Governance for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS 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, the Board of Directors 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 the Board of Directors 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.

### **Auditors 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.
- 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**

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, a statement on the matters specified in paragraphs 3 and 4 of the Order, is given in "Annexure A".

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, (the Statement of Changes in Equity) and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.

- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- (g) 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 by the Companies (Audit and Auditors) Rules, 2017, in our opinion and to the best of our Information and according to the explanations given to us:
- i. There is no pending litigations on its financial position in its Ind AS financial statements.
  - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Pravin R. Rathi & Associates  
Chartered Accountants,  
Firm Reg. No. 131494W**

**Place : Nashik  
Date : May 11, 2019**

**Sd/-**

**Ravi K. Rathi  
Partner  
Membership No. 120776  
Address: Rathi Nagar,  
Behind Tupasakhre Lawns,  
Near Mahindra Education Park,  
Tidke Colony, Nashik-422002**

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**  
**(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements'**  
**section of our report to the members of Ashoka Aerospace Private Limited of even date)**

- i) The Company did not hold any fixed assets during the year. Accordingly, paragraph 3(i) of the order is not applicable.
- ii) The company did not hold any inventory during the year. Hence, paragraph 3(ii) of the order is not applicable
- iii) Since the company has not granted any loan, secured or unsecured to the parties covered in the register maintained u/s 189 of the Companies Act, 2013, these clause is not applicable
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities.
- v) According to the information and explanations given to us, the Company has not accepted deposits from the public in terms of provisions of sections 73 to 76 of the Companies Act, 2013.
- vi) As per the Rule 3 (b) of the Companies (Cost Records and Audit) Rule 2014, requirement of maintenance of cost records is not applicable to the Company.
- vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.  
(b) There were no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable;  
(c) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax and goods and service tax outstanding on account of any dispute;
- viii) According to the records of the Company examined by us and the information and explanations given to us, the Company has not borrowed any funds from banks financial institutions, debenture holders and Government. Hence, this clause is not applicable.
- ix) In our opinion and according to the information and explanations given to us the company has neither raised money by way of public offer nor has it availed any term loan from Bank/Financial institution during the year. Hence, this clause is not applicable.
- x) According to the information and explanations given to us and on the basis of representation of the management which we have relied upon, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

- xi) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not paid any managerial remuneration and hence this clause is not applicable.
- xii) Since the company is not a Nidhi company, this clause is not applicable.
- xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 as applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us , the company has not entered into any non cash transactions with directors or persons connected with him.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Pravin R. Rathi & Associates  
Chartered Accountants,  
Firm Reg. No. 131494W**

**Place : Nashik  
Date : May 11, 2019**

**Sd/-**

**Ravi K. Rathi  
Partner  
Membership No. 120776  
Address: Rathi Nagar,  
Behind Tupasakhre Lawns,  
Near Mahindra Education Park,  
Tidke Colony, Nashik-422002**

<p style="text-align: center;"><b>ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT</b> <b>(Referred to in paragraph 5 (ii) (f) of our report of even date)</b></p>
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**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 **Ashoka Aerospace Private Limited** (“the Company”) as of 31<sup>st</sup> March, 2019 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (the “ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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”) issued by ICAI 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. 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 were established and maintained and if such controls operated effectively in all material respects.

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

#### **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 31st March, 2019, 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 Pravin R. Rathi & Associates  
Chartered Accountants,  
Firm Reg. No. 131494W**

**Place : Nashik  
Date : May 11, 2019**

**Sd/-**

**Ravi K. Rathi  
Partner  
Membership No. 120776  
Address: Rathi Nagar,  
Behind Tupasakhre Lawns,  
Near Mahindra Education Park,  
Tidke Colony, Nashik-422002**

Particulars	Note No.	₹ In Lakh	
		As at 31-Mar-19	As at 31-Mar-18
<b>I ASSETS</b>			
<b>1 NON-CURRENT ASSETS</b>			
<b>TOTAL NON-CURRENT ASSETS</b>		-	-
<b>2 CURRENT ASSETS</b>			
(a) Financial assets			
(i) Cash and cash equivalents	2	2.86	3.44
<b>TOTAL CURRENT ASSETS</b>		<b>2.86</b>	<b>3.44</b>
<b>TOTAL ASSETS</b>		<b>2.86</b>	<b>3.44</b>
<b>I EQUITY &amp; LIABILITIES</b>			
<b>1 EQUITY</b>			
(a) Equity Share Capital	3	1.00	1.00
(b) Other Equity	4	(2.13)	(1.18)
<b>Equity Attributable to Owners</b>		<b>(1.13)</b>	<b>(0.18)</b>
Non Controlling Interest			
<b>TOTAL EQUITY</b>		<b>(1.13)</b>	<b>(0.18)</b>
<b>2 NON-CURRENT LIABILITIES</b>			
<b>TOTAL NON-CURRENT LIABILITIES</b>		-	-
<b>2 CURRENT LIABILITIES</b>			
(a) Financial liabilities			
(i) Borrowings	5	3.54	3.22
(b) Other current liabilities	6	0.39	0.02
(c) Provisions	7	0.06	0.37
<b>TOTAL CURRENT LIABILITIES</b>		<b>3.98</b>	<b>3.62</b>
<b>TOTAL LIABILITIES</b>		<b>3.98</b>	<b>3.62</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2.86</b>	<b>3.44</b>
Significant Accounting Policies	1		

As per our report of even date attached  
**For Pravin R. Rathi & Associates**  
Chartered Accountants  
Firm Regn. No. 131494W

Sd/-  
**Ravi Rathi**  
Partner  
Membership No. 120776

Place: Nashik  
Date: May 11, 2019

**For & on behalf of the Board of Directors**

Sd/-  
**Milap R Bhansali**  
Director  
DIN - 00181897

Sd/-  
**Peeyush S Jain**  
Director  
DIN - 07588639

Place: Nashik  
Date: May 11, 2019

**Ashoka Aerospace Private Limited**

CIN: U45309MH2017PTC294400

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31, 2019**

(₹ In Lakh)

Particulars	Note No.	As at 31-Mar-19	As at 31-Mar-18
<b>I INCOME</b>			
Revenue from Operations		-	-
Other Income	8	0.02	-
<b>Total Income</b>		<b>0.02</b>	<b>-</b>
<b>II EXPENSES:</b>			
Finance Expenses	9	0.35	0.23
Other Expenses	10	0.61	0.95
<b>Total Expenses</b>		<b>0.97</b>	<b>1.18</b>
<b>III Profit before Exceptional Items and Tax (I-II)</b>		<b>(0.95)</b>	<b>(1.18)</b>
<b>IV Exceptional Items (Refer note 50)</b>		<b>-</b>	<b>-</b>
<b>V Profit before Tax (III - IV)</b>		<b>(0.95)</b>	<b>(1.18)</b>
<b>VI Tax Expense:</b>			
Current Tax		-	-
Mat Credit Entitlement		-	-
Tax For Earlier Years		-	-
Deferred Tax		-	-
<b>VII Profit for the year (V - VI)</b>		<b>(0.95)</b>	<b>(1.18)</b>
<b>VIII Other Comprehensive Income (OCI) :</b>			
(a) Items not to be reclassified subsequently to profit or loss			
Re-measurement gains/(losses) on defined benefit plans		-	-
Income tax effect on above		-	-
(b) Items to be reclassified subsequently to profit or loss		-	-
Other Comprehensive Income		-	-
<b>IX Total comprehensive income for the year (VII+VIII)</b>		<b>(0.95)</b>	<b>(1.18)</b>
Profit for the year attributable to :			
Owners of the Company			
Non-Controlling Interest			
Other Comprehensive Income for the year attributable to :			
Owners of the Company			
Non-Controlling Interest			
Total Comprehensive Income for the year attributable to :			
Owners of the Company			
Non-Controlling Interest			
<b>X Earnings per Equity Shares of Nominal Value ₹ 10 each:</b>			
Basic (₹)		<b>(9.49)</b>	<b>(11.79)</b>
Diluted (₹)		<b>(9.49)</b>	<b>(11.79)</b>

Significant Accounting Policies

1

As per our report of even date attached

**For Pravin R. Rathi & Associates**

**Chartered Accountants**

Firm Regn. No. 131494W

Sd/-

**Ravi Rathi**

**Partner**

Membership No. 120776

Place: Nashik

Date: May 11, 2019

**For & on behalf of the Board of Directors**

Sd/-

**Milap R Bhansali**

Director

DIN - 00181897

Sd/-

**Peeyush S Jain**

Director

DIN - 07588639

Place: Nashik

Date: May 11, 2019

**Ashoka Aerospace Private Limited**

CIN : U45309MH2017PTC294400



**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2019**

(₹ In Lakh)

Particulars	As at 31-Mar-2019	As at 31-Mar-2018
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit Before Extraordinary Items and Taxation	(0.95)	(1.18)
<b>Non-cash adjustment to reconcile profit before tax to net cash flows</b>		
Interest, Commitment & Finance Charges	0.35	0.23
<b>Operating Profit Before Changes in Working Capital</b>	<b>(0.59)</b>	<b>(0.95)</b>
<b>Adjustments for changes in Operating Assets &amp; Liabilities:</b>		
Increase / (Decrease) in Trade and Operating Payables	0.37	0.39
Increase / (Decrease) in Short term provision	(0.31)	
<b>Cash Generated from Operations</b>	<b>(0.54)</b>	<b>(0.55)</b>
Income Tax Paid	-	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>(0.54)</b>	<b>(0.55)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
<b>NET CASH CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>-</b>	<b>-</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from issue of shares including premium (net of share issue expenses)	-	1.00
Proceeds from Borrowings	0.31	3.22
Interest, commitment & Finance Charges Paid	(0.35)	(0.23)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(0.04)</b>	<b>3.99</b>
<b>Net Increase In Cash &amp; Cash Equivalents</b>	<b>(0.58)</b>	<b>3.44</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>3.44</b>	<b>-</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>2.86</b>	<b>3.44</b>
<b>COMPONENTS OF CASH AND CASH EQUIVALENTS</b>		
Balances with Banks		
On current accounts	2.85	3.43
On deposit accounts	-	-
Cash on hand	0.01	0.00
	<b>2.86</b>	<b>3.44</b>
banks (shown under current borrowings in note)		-
<b>Cash and cash equivalents for statement of cash flows</b>	<b>2.86</b>	<b>3.44</b>

**Note:**

- 1 Cash and Cash Equivalents comprises of balances with bank in current accounts, cash on hand and Bank Deposits with maturity less than 3 months.
- 2 The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS 7) on Cash Flow Statement.

As per our report of even date attached

**For Pravin R. Rathi & Associates**

**Chartered Accountants**

Firm Regn. No. 131494W

Sd/-

**Ravi Rathi**

Partner

Membership No. 120776

Place: Nashik

Date: May 11, 2019

**For & on behalf of the Board of Directors**

Sd/-

**Milap R Bhansali**

Director

DIN - 00181897

Sd/-

**Peeyush S Jain**

Director

DIN - 07588639

Place: Nashik

Date: May 11, 2019

Statement of Changes in Equity of for the year ended March 31, 2019

**A Equity Share Capital**

(₹ In Lakhs)

Equity Share	As at March 31, 2019		As at March 31, 2018	
	Number of Shares	Rs. in lakhs	Number of Shares	Rs. in Lakhs
Balance at the beginning of the year	10,000.00	1.00	10,000.00	1.00
Changes in equity share capital during the year	-	-	-	-
- issued during the reporting period	-	-	-	-
<b>Balance at the close of the period</b>	<b>10,000.00</b>	<b>1.00</b>	<b>10,000.00</b>	<b>1.00</b>

**B Other Equity**

(₹ In Lakhs)

Particulars	Reserves & Surplus	Total
	Retained earnings	
<b>Balance as at March 31, 2017</b>	-	-
Profit/(loss) for the year after income tax	(1.18)	(1.18)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	-	-
<b>Balance as at March 31, 2018</b>	<b>(1.18)</b>	<b>(1.18)</b>
Profit/(loss) for the year after income tax	(0.95)	(0.95)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	(0.95)	(0.95)
<b>Balance as at March 31, 2019</b>	<b>(2.13)</b>	<b>(2.13)</b>

As per our report of even date attached  
For Pravin R. Rathi & Associates

Chartered Accountants  
Firm Regn. No. 131494W

Sd/-

**Ravi Rathi**

Partner  
Membership No. 120776

Place: Nashik

Date: May 11, 2019

For & on behalf of the Board of Directors

Sd/-

**Milap R Bhansali**  
Director  
DIN - 00181897

Place: Nashik

Date: May 11, 2019

Sd/-

**Peeyush S Jain**  
Director  
DIN - 07588639

## Ashoka Aerospace Private Limited

### Notes to the Financial Statements for the year ended 31st March 2019

#### General Information :

Company has received Letter of Award ("LoA") from Mumbai International Airport Pvt. Ltd. (MIAL) and the LoA has been accepted by the Company. The Company will be developing the Land Parcels located at NS-C02 and NS-C03 in CTS No. 145-A (Part) of Village Sahar ("GVK SKY City Project") located near existing Chhatrapati Shivaji International Airport, Mumbai for development of commercial / office space of Potential Built up area of 108,494 sq. Mtrs. (1.17 mn Sq. Ft.) for an aggregate lease period of 49 years. The Company will make payment of Refundable Security Deposit amounting to Rs. 329.35 Crore and Annual Lease Rental of Rs. 15.24 Crore to MIAL with an escalation of 15% every 3 years.

The Company in mutual agreement with MIAL has decided to withdraw from GVK SKY City Project with no financial or otherwise implications to the Company.

#### Note -1 - Significant Accounting Policies:

##### 1.01 Compliance with Ind AS :

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

These financial statements include Balance sheet, Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash flows and notes, comprising a summary of significant accounting policies and other explanatory information and comparative information in respect of the preceding period.

##### 1.02 Basis of Accounting :

The Company maintains its accounts on accrual basis following the historical cost convention except certain financial instruments that are measured at fair values in accordance with Ind AS.

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

##### 1.03 Presentation of financial statements :

The financial statements (except Statement of Cash-flow) are prepared and presented in the format prescribed in Division II – IND AS Schedule III ("Schedule III") to the Companies Act, 2013.

The Statement of Cash Flow has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash flows".

Amounts in the financial statements are presented in Indian Rupees in Lakh in as per the requirements of Schedule III. "Per share" data is presented in Indian Rupees upto two decimals places.

##### 1.04 Current Versus Non-Current Classification :

The assets and liabilities in the balance sheet are presented based on current/non-current classification.

###### An asset is current when it is:

- ▶ Expected to be realised or intended to be sold or consumed in normal operating cycle, or
- ▶ Held primarily for the purpose of trading, or
- ▶ Expected to be realised within twelve months after the reporting period, or
- ▶ Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

###### A liability is current when it is:

- ▶ Expected to be settled in normal operating cycle, or
- ▶ Held primarily for the purpose of trading, or
- ▶ Due to be settled within twelve months after the reporting period, or
- ▶ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are treated as non-current.

##### 1.05 Key Estimates & Assumptions :

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates and assumptions that impact the reported amount of assets, liabilities, income, expenses and disclosure of contingent liabilities as at the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Difference between the actual and estimates are recognised in the period in which they actually materialise or are known. Any revision to accounting estimates is recognised prospectively. Management believes that the estimates used in preparation of Financial Statements are prudent and reasonable.

##### 1.06 Foreign Currency :

###### Functional and presentation currency

The financial statements of the Company are presented using Indian Rupee (₹), which is also our functional currency i.e. currency of the primary economic environment in which the company operates.

###### Transactions and balances

Foreign currency transactions are translated into the respective functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit or loss.

## Ashoka Aerospace Private Limited

### 1.07 Revenue recognition :

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Escalation and other claims, which are not ascertainable / acknowledged by customers, are not taken into account. Revenue is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

### 1.08 Cash and cash equivalents :

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

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

### 1.08 Impairment of Assets :

The Management periodically assesses, using external and internal sources, where there is an indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the present value of future cash flow expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above. Contingencies are recorded when it is probable that a liability will be incurred and the amount can be reasonably estimated. Differences between actual results and estimates are recognized in the periods in which the results are known / materialized.

### 1.09 Income Tax :

Income tax expense for the period is the tax payable on the current period's taxable income based on the applicable income tax rate and changes in deferred tax assets and liabilities attributable to temporary differences. The current income tax charge is calculated in accordance with the provisions of the Income Tax Act 1961.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted at the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences and brought forward losses only if it is probable that future taxable profit will be available to realise the temporary differences.

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.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

### 1.10 Borrowing Cost :

i. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

ii. Other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred.

### 1.11 Current Investments :

As per Ind AS 109, mutual fund investments needs to be stated at fair value. The Company has designated these investments at fair value through profit or loss (FVTPL).

### 1.12 Provisions & Contingencies :

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated as at the balance sheet date. Provisions are measured based on management's estimate required to settle the obligation at the balance sheet date and are discounted using a rate that reflects the time value of money. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. Information on contingent liabilities is disclosed in the notes to financial statements unless the possibility of an outflow of resources embodying economic benefit is remote.

A contingent asset is not recognised but disclosed in the financial statements where an inflow of economic benefit is probable.

2 Cash and cash equivalents

(₹ In Lakh)

Particulars	As at 31-Mar-19	As at 31-Mar-18
<b>(A) Cash &amp; Cash Equivalents</b>		
(I) Cash on hand	0.01	0.00
(II) Balances with Banks		
On Current account	2.85	3.43
Deposits with Original maturity less than 3 months	-	-
<b>Sub Total :::::</b>	<b>2.86</b>	<b>3.44</b>
<b>Total :::::</b>	<b>2.86</b>	<b>3.44</b>

3 Equity Share Capital

(I) Authorised Capital:

Class of Shares	Par Value (₹)	As at 31-Mar-19		As at 31-Mar-18	
		No. of Shares	Amount (₹ In Lakh)	No. of Shares	Amount (₹ In Lakh)
Equity Shares	10.00	10,000.00	1.00	10,000.00	1.00
<b>Total :::::</b>			<b>1.00</b>		<b>1.00</b>

(II) Issued, Subscribed and Paid-up Capital (Fully Paid-up):

Class of Shares	Par Value (₹)	As at 31-Mar-19		As at 31-Mar-18	
		No. of Shares	Amount (₹ In Lakh)	No. of Shares	Amount (₹ In Lakh)
Equity Shares	10.00	10,000.00	1.00	10,000.00	1.00
<b>Total :::::</b>			<b>1.00</b>		<b>1.00</b>

(III) Terms/rights attached to equity shares:

(IV) Reconciliation of Number of Shares Outstanding:

Class of Shares	As at 31-Mar-19	As at 31-Mar-18
	Equity Shares	Equity Shares
Outstanding as at beginning of the period	10,000	-
Addition during the period	-	10,000
Shares Split Impact	-	-
Bonus Issue	-	-
Matured during the period	-	-
Outstanding as at end of the period	<b>10,000</b>	<b>10,000</b>

(V) Details of shares in the Company held by each shareholder holding more than 5% shares:

Class of Shares	As at 31-Mar-19	As at 31-Mar-18
	Equity Shares	Equity Shares
Ashoka Buildcon Ltd.	100%	100%
	-	-

4 Other Equity

(₹ In Lakh)

Particulars	As at 31-Mar-19	As at 31-Mar-18
<b>Surplus / Retained Earnings</b>		
Balance as per Last balance Sheet	-1.18	-
Addition During the Year	(0.95)	(1.18)
Deduction During the year	-	-
<b>Amount available for appropriations</b>	<b>(2.13)</b>	<b>(1.18)</b>
<b>Gross Total :::::</b>	<b>(2.13)</b>	<b>(1.18)</b>

**5 Borrowings - Current** (₹ In Lakh)

Particulars	As at 31-Mar-19	As at 31-Mar-18
<b>(A)Unsecured - at amortized cost</b>		
(a) Loans from related parties	3.54	3.22
<b>Total ::::</b>	<b>3.54</b>	<b>3.22</b>

**6 Other current liabilities** (₹ In Lakh)

Particulars	As at 31-Mar-19	As at 31-Mar-18
Duties & Taxes	0.03	0.02
Other Payables	0.35	-
<b>Total ::::</b>	<b>0.39</b>	<b>0.02</b>

**7 Provisions - Current** (₹ In Lakh)

Particulars	As at 31-Mar-19	As at 31-Mar-18
Provision for Expenses	0.06	0.37
<b>Total ::::</b>	<b>0.06</b>	<b>0.37</b>

**8 Other Income**

Particulars	For the Year ended 31-Mar-19	For the Year ended 31-Mar-18
<b>(D) Other Non Operating Income:</b>		
Miscellaneous Income	0.02	-
<b>Total ::::</b>	<b>0.02</b>	<b>-</b>

**9 Finance Expenses** (₹ In Lakh)

Particulars	For the Year ended 31-Mar-19	For the Year ended 31-Mar-18
Interest on Loans	0.35	0.23
Bank Charges	0.01	0.01
<b>Total ::::</b>	<b>0.35</b>	<b>0.23</b>

**10 Other Expenses** (₹ In Lakh)

Particulars	For the Year ended 31-Mar-19	For the Year ended 31-Mar-18
Rent Rates & Taxes	0.04	0.04
Legal & Professional Fees	0.45	0.80
Auditor's Remuneration	0.06	0.05
Filing Fees	0.05	-
Miscellaneous Expenses	0.01	0.05
<b>Total ::::</b>	<b>0.61</b>	<b>0.95</b>

## Ashoka Aerospace Private Limited

Notes to the Financial Statements for the year ended 31st March 2019.

### Additional Statement Of Notes:

#### Note 11 : Earnings Per Share :

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the 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. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

( ₹ in Lakhs)

Particulars	Year ended 31-Mar-2019	Year ended 31-Mar-2018
Profit/ (Loss) attributable to Equity Shareholders	(0.95)	(1.18)
No of Weighted Average Equity Shares outstanding during the Year (Basic)	10,000	10,000
No of Weighted Average Equity Shares outstanding during the Year (Diluted)	10,000	10,000
Nominal Value of Equity Shares (in ₹ )	10.00	10.00
Basic Earnings per Share (in ₹ )	(9.49)	(11.79)
Diluted Earnings per Share (in ₹ )	(9.49)	(11.79)

#### Note 12 : Remuneration to Auditors (excluding taxes) :

( ₹ in Lakhs)

Particulars	Year ended 31-Mar-2019	Year ended 31-Mar-2018
Audit fees	0.05	0.05
Other Services	-	-
GST Paid	0.01	-
<b>Total :-</b>	<b>0.06</b>	<b>0.05</b>

#### Note 13 : Details of dues to micro and small enterprises as per MSMED Act, 2006

There are no Micro and Small Enterprises as defined in the Micro and Small 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 information regarding Micro and Small Enterprises has been determined to the extent such parties has been identified on the basis of information available with the company.

#### Note 14 : Segment information as required by Ind AS 108 are given below :

The Company is engaged in one business activity of business of construction & development of real estate projects ,thus there are no separate reportable operating segments in accordance with Ind AS 108.

## Ashoka Aerospace Private Limited

### Note 15 : Capital management :

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence.

Debt is defined as long-term borrowings, current maturities of long-term borrowings, short-term borrowings and interest accrued thereon (excluding financial guarantee contracts).

The Company monitors capital using a gearing ratio, which is net debt divided by total Capital plus Net debt is calculated as borrowing less cash and cash equivalent and other bank balances and mutual funds investments.

( ₹ in Lakhs)

Particulars	As At	As At
	31-Mar-2019	31-Mar-2018
Borrowings (refer note 5)	3.54	3.22
Less: Cash and cash equivalents (refer note 5)	2.86	3.44
<b>Net debt (A)</b>	<b>0.68</b>	<b>(0.21)</b>
Equity (refer note 7 & 8)	(1.13)	(0.18)
<b>Capital and Net debt (B)</b>	<b>(0.45)</b>	<b>(0.39)</b>
<b>Gearing ratio (%) (A/B)</b>	<b>-152%</b>	<b>55%</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year.

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2019.

### Note 16 : Significant accounting judgement, 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 revenue, 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 years.

#### Estimates and assumptions

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and future periods are affected.

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 is in respect of useful lives of property, plant and equipment, useful life of intangible assets, valuation of deferred tax assets, provisions and contingent liabilities. 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 assumptions when they occur.

### Note 17 : Events after reporting period :

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

## Ashoka Aerospace Private Limited

Notes to the Financial Statements for the year ended 31st March 2019.

### ADDITIONAL STATEMENT OF NOTES:

Note 18 : Related party disclosure as required by Ind AS 24 are given below :

#### 1. Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	
Holding Company	Ashoka Buildcon Ltd.	
Fellow Subsidiary	Viva Highways Ltd.	
Fellow Subsidiary	Ashoka Infraways Ltd.	
Fellow Subsidiary	Ashoka-DSC Katni Bypass Road Ltd.	
Fellow Subsidiary	Ashoka Highways (Bhandara) Ltd.	
Fellow Subsidiary	Ashoka Highways (Durg) Ltd.	
Fellow Subsidiary	Ashoka Pre-Con Pvt. Ltd.	
Fellow Subsidiary	Ashoka Technologies Pvt. Ltd.	
Fellow Subsidiary	Ashoka Sambalpur Baragarh Tollway Ltd.	
Fellow Subsidiary	Ashoka Dhankuni Kharagpur Tollway Limited	
Fellow Subsidiary	Ashoka Cuttack Angul Tollway Ltd.	
Fellow Subsidiary	Viva Infrastructure Ltd.	
Fellow Subsidiary	Ashoka GVR Mudhol Nipani Roads Ltd	
Fellow Subsidiary	Ashoka Bagewadi Saundati Roads Ltd.	
Fellow Subsidiary	Ashoka Hungund Talikot Roads Ltd.	
Fellow Subsidiary	Ashoka Highway Research Centre Pvt Ltd	
Fellow Subsidiary	Ashoka Path Nirman (Nasik) Pvt Ltd	
Fellow Subsidiary	Unison Enviro Pvt Ltd	
Fellow Subsidiary	Blue Feather Infotech Pvt Ltd	
Fellow Subsidiary	Ratnagiri Natural gas Pvt Ltd	
Fellow Subsidiary	Endurance Road Developers Pvt Ltd	
Fellow Subsidiary	Jaora Nayagaon Toll Road Co. Pvt.Ltd	
Fellow Subsidiary	Ashoka Kharar Ludhiana Road Ltd	
Fellow Subsidiary	Ashoks Khairatunda Barwa Adda Road Limited	
Fellow Subsidiary	Ashoka Mallasandra Karadi Road Pvt. Ltd.	
Fellow Subsidiary	Ashoka Karadi Banwara Road Pvt.Ltd.	
Fellow Subsidiary	Ashoka Belgaum Khanapur Road Pvt.Ltd.	
Fellow Subsidiary	Ashoka Ankleshwar Manubar Expressway Pvt.Ltd.	
Joint Operations	Ashoka Infrastructures	
Partnership Firm	Ashoka High-Way AD	
Partnership Firm	Ashoks Bridgeways	
Key Management Personnel	Milap R Bhansali	Director
Key Management Personnel	Peeyush S Jain	Director
Key Management Personnel	Keyur Kirtikumar Modi	Director

#### 2. Transactions During the Year:

( ₹ in Lakhs)

##### Interest Paid

Sr.No	Related Party	Description	For the Year Ended March 31, 2019	For the Year Ended March 31, 2018
1	Ashoka Buildcon Ltd.	Holding Company	0.35	0.23

##### Loan Taken

Sr.No	Related Party	Description	For the Year Ended March 31, 2019	For the Year Ended March 31, 2018
1	Ashoka Buildcon Ltd.	Holding Company	-	3.02

##### Outstanding Balance

##### Loan Payable

Sr.No	Related Party	Description	For the Year Ended March 31, 2019	For the Year Ended March 31, 2018
1	Ashoka Buildcon Ltd.	Holding Company	3.54	3.22

This is the first year of Statutory Audit, previous year figures are not applicable.

As per our report of even date attached

For Pravin R. Rathi & Associates

Chartered Accountants  
Firm Regn. No. 131494W

Sd/-

**Ravi Rathi**  
Partner  
Membership No. 120776

Place: Nashik  
Date: May 11, 2019

For & on behalf of the Board of Directors

Sd/-

**Milap R Bhansali**  
Director  
DIN - 00181897

Sd/-

**Peeyush S Jain**  
Director  
DIN - 07588639

Place: Nashik  
Date: May 11, 2019