

UDIN:	23083878BGZBPX7211
MRN/Name:	083878/MANJU AGRAWAL
Firm Registration No.:	004661N
Document type:	Audit and Assurance Functions
Document sub type:	Statutory Audit - Corporate
Document Date:	11-05-2023
Create Date/Time:	21-05-2023 17:09:12
Financial Figures/Particulars:	
Financial Year:	01-04-2022-31-03-2023
Gross Turnover/Gross Receipt:	Rs. 9,892.07 Lakhs
Shareholder Fund/Owners Fund:	Rs. (8,008.19) Lakhs
Net Block of Property, Plant & Equipment:	Rs. 42.69 Lakhs
Document description:	Statutory Audit Report FY 2022-23 AHBL





INDEPENDENT AUDITOR'S REPORT

To the Members of ASHOKA HIGHWAYS (BHANDARA) LIMITED

Report on the audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the Ind AS Financial Statements of **ASHOKA HIGHWAYS (BHANDARA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2023 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Ind AS Financial Statements, including a summary of significant accounting policies and other explanatory information for the year ended on that date.

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 Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023 and its Profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information other than the Ind AS Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.



If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and Those Charged with Governance for the Standalone 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 Indian 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 Ind AS Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 it is not a guarantee that an audit conducted in accordance with Standards on Auditing ("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 Ind AS 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 Ind AS 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 Ind AS 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 Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in:

- (i) planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the Ind AS Financial Statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, 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 Ind AS 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to Ind AS Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" which expresses an unmodified opinion.
- 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, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has no pending litigation which would impact its financial position except those disclosed in Ind AS Financial Statements.
 - ii. The Company does not envisage any material foreseeable losses in long-term contracts including derivative contract requiring provision.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The Company has not declared or paid any dividend during the year.

- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended 31st March 2023.
3. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended we report that, according to the information and explanations given to us and based on our examination of the records of the Company, managerial remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

For Gianender & Associates
Chartered Accountants
(Firm's Registration No. 004661N)

Manju Agrawal
(Partner)
(M No. 083878)
Place: New Delhi
Date: May 11,2023
UDIN:

Annexure 'A' to the Independent Auditor's Report of ASHOKA HIGHWAYS (BHANDARA) LIMITED for the Year ended as on 31st March, 2023

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date: -

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of the Company's Property, Plant and Equipment, Right-of-use Assets and Intangible Assets:
 - a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

B) The Company has maintained proper records showing full particulars of Intangible Assets.
 - b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all Property, Plant and Equipment are verified by the management in a phased periodic manner. In accordance with this programme, Property, Plant and Equipment were verified at regular Intervals and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - c) The title deeds of immovable properties (other than properties where the company is the lessee, and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
 - d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or Intangible Assets during the year. Hence, reporting under Para 3(i)(d) is not applicable.
 - e) There are no proceedings which have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Hence, reporting under Para 3(i)(e) is not applicable.
- ii. a) The company is engaged in the business of infrastructure development, operations and its maintenance and there is no inventory in hand at any point of time, hence paragraph 3(ii)(a) of the Order is not applicable to the company.

b) The Company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Hence, reporting under Para 3(ii) (b) is not applicable.
- iii. The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Hence, reporting under Para 3(iii) is not applicable.

- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore, the paragraph 3(iv) of the Order is not applicable to the Company.
- v. The Company has not accepted deposits or amounts which are deemed to be deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. Hence, reporting under Para 3(v) is not applicable.
- vi. We have broadly reviewed the cost records maintained by the Company prescribed by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company and we are of the opinion that prime-facia the prescribed records have been maintained. We have, however, not made a detailed examination of the cost records with the view to determine whether they are accurate or complete.
- vii. In respect of statutory dues:
 - a. The Company has been generally regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. As on 31st March, 2023, there are no undisputed statutory dues payables for period exceeding for a period more than six month from the date they become payable.
 - b. There are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. In respect to the borrowings:
 - a. The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - b. The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - c. The Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
 - d. On an overall examination of the Ind AS Financial Statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - e. On an overall examination of the Ind AS Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - f. The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

- x. a) The Company has not raised the money by way of initial public offer/ further public offer (including debt instruments) during the year.
- b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence, reporting under Para 3(x)(b) is not applicable.
- xi. a) According to the information and explanations given to us by the management which have been relied by us, there were no frauds on or by the Company noticed or reported during the period under audit.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company. Hence, reporting under Para 3(xii) is not applicable.
- xiii. All transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.
- xiv. a) In our opinion the Company has an adequate internal audit system commensurate with the size and nature of its business.
- b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 is not applicable to the Company.
- xvi.
- a. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Therefore, paragraph 3(xvi) (a) of the Order is not applicable to the Company.
- b. The Company has not conducted any Non-Banking Financial or Housing Finance activities. Therefore, paragraph 3(xvi) (b) of the Order is not applicable to the Company.
- c & d. The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence, reporting under Para 3(xvi) (c) & (d) is not applicable.
- xvii. The Company has not incurred cash losses in the financial year. The Company had not incurred cash losses during the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly reporting under this clause is not applicable.

- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Ind AS Financial Statements and further strengthened by financial support assurance provided by the Parent Company to meet its liabilities as and when they fall due and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of Balance Sheet as and when they fall due within a period of one year from the Balance Sheet date.

We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. There is no amount pending to spend for CSR activities as at 31-03-2023 in terms of section 135 of the Companies Act 2013. Hence, reporting under this paras' 3 (xx) (a) & (b) is not applicable.
- xxi. Paragraph 3(xvi)(a) of the Order is not applicable to the Company as the Ind Financial Statements under reporting are not consolidated Ind AS Financial Statements.

For Gianender & Associates
Chartered Accountants
(Firm's Registration No. 004661N)

Manju Agrawal
(Partner)
(M No. 083878)
Place: New Delhi
Date: May 11, 2023
UDIN:

ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in our Report of even date)

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

We have audited the internal financial controls with reference to Ind AS Financial Statements of **ASHOKA HIGHWAYS (BHANDARA) LIMITED** ("the Company") as of 31st March, 2023 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 with reference to Ind AS Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to Ind AS Financial Statements issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Ind AS Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Ind AS Financial Statements included obtaining an understanding of internal financial controls with reference to Ind AS Financial Statements, 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 Ind AS 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 with reference to Ind AS Financial Statements.

Meaning of Internal Financial Controls with reference to Ind AS Financial Statements

A Company's internal financial control with reference to Ind AS Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to Ind AS Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS 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 Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Ind AS Financial Statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Ind AS Financial Statements and such internal financial controls with reference to Ind AS Financial Statements were operating effectively as at 31st March, 2023, based on the internal control with reference to Ind AS Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls With reference to Ind AS Financial Statements issued by the Institute of Chartered Accountants of India.

For Gianender & Associates
Chartered Accountants
(Firm's Registration No. 004661N)

Manju Agrawal
(Partner)
(M No. 083878)
Place: New Delhi
Date: May 11, 2023
UDIN:

Particulars	Note No.	As at 31-Mar-23	As at 31-Mar-22
I ASSETS			
1 NON-CURRENT ASSETS			
(a) Property, plant and equipment	2	42.69	28.28
(b) Intangible assets	2A	22,303.68	25,777.06
(c) Financial assets			
(i) Other Financial assets	3	4.15	4.15
(d) Non Current Tax Assets(net)	4	224.82	6.22
(e) Other non-current assets	5	52.95	118.78
TOTAL NON-CURRENT ASSETS		22,628.29	25,934.49
2 CURRENT ASSETS			
(a) Financial assets			
(i) Trade receivables	6	28.63	20.89
(ii) Cash and cash equivalents	7	1,526.63	166.41
(iii) Bank balances other than (iii) above	7	742.00	-
(v) Other financial assets	8	57.10	9,867.81
(b) Other current assets	9	145.09	176.62
TOTAL CURRENT ASSETS		2,499.45	10,231.73
TOTAL ASSETS		25,127.74	36,166.22
I EQUITY & LIABILITIES			
1 EQUITY			
(a) Equity Share Capital	10	2,611.31	2,611.31
(b) Other Equity	11	(10,619.50)	(9,645.03)
Equity Attributable to Owners		(8,008.19)	(7,033.72)
2 NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	12	23,343.60	36,151.71
(b) Provisions	13	3,627.92	1,937.60
(c) Other non-current liabilities	14	278.47	342.57
TOTAL NON-CURRENT LIABILITIES		27,249.99	38,431.88
3 CURRENT LIABILITIES			
(a) Financial liabilities			
(i) Borrowings	15	5,373.00	4,374.00
(i) Trade payables	16		
- Dues of Micro and Small Enterprise		-	-
- Dues of Other than Micro and Small Enterprise		134.02	152.56
(ii) Other financial liabilities	17	266.06	114.10
(b) Other current liabilities	18	112.28	126.97
(c) Provisions	19	0.57	0.43
TOTAL CURRENT LIABILITIES		5,885.93	4,768.06
TOTAL LIABILITIES		33,135.92	43,199.94
TOTAL EQUITY AND LIABILITIES		25,127.74	36,166.22
Significant Accounting Policies	1		

As per our report of even date attached
For Gianender & Associates
Chartered Accountants
FRN: 004661N

For and behalf of the Board of Directors of
Ashoka Highways (Bhandara) Limited

Manju Agrawal
Partner
M.No: 083878

Ravindra M Vijayvargiya
Chief Financial Officer

Anil S Gandhi **Ashish A Katariya**
Director Director
DIN - 00112675 DIN - 00580763

Date: May 11,2023
Place: New Delhi

Date: May 11, 2023
Place: Nashik

ASHOKA HIGHWAYS (BHANDARA) LIMITED

CIN : U45203MH2007PLC168773



PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(₹ In Lakh)

Particulars	Note No.	For the year ended 31-Mar-23	For the year ended 31-Mar-22
I INCOME			
Revenue from Operations	20	9,788.45	15,489.94
Other Income	21	103.62	2,963.59
Total Income		9,892.07	18,453.53
II EXPENSES:			
Operating Expenses	22	2,225.12	2,106.62
Employee Benefits Expenses	23	325.16	292.68
Finance Expenses	24	3,674.43	4,705.52
Depreciation and Amortisation	25	3,484.71	5,980.64
Other Expenses	26	112.03	75.98
Total Expenses		9,821.45	13,161.44
III Profit before Exceptional Items and Tax (I-II)		70.62	5,292.09
IV Exceptional Items (Refer note 50)		-	-
V Profit before Tax (III - IV)		70.62	5,292.09
VI Tax Expense:			
Current Tax		-	-
Deferred Tax		-	-
		-	-
VII Profit for the year (V - VI)		70.62	5,292.09
VIII Other Comprehensive Income (OCI) :			
(a) Items not to be reclassified subsequently to profit or loss			
Re-measurement gains/(losses) on defined benefit plans		(2.18)	0.90
(b) Items to be reclassified subsequently to profit or loss		-	-
Other Comprehensive Income		(2.18)	0.90
IX Total comprehensive income for the year (VII+VIII)		68.44	5,292.99
X Earnings per Equity Shares of Nominal Value Rs 10 each:	28		
Basic ₹ per share		0.27	20.27
Diluted ₹ per share		0.27	20.27
Significant Accounting Policies	1		

As per our report of even date attached
For Gianender & Associates
Chartered Accountants
FRN: 004661N

For and behalf of the Board of Directors of
Ashoka Highways (Bhandara) Limited

Manju Agrawal
Partner
M.No: 083878

Ravindra M Vijayvargiya
Chief Financial Officer

Anil S Gandhi **Ashish A Katariya**
Director Director
DIN - 00112675 DIN - 00580763

Date: May 11, 2023
Place: New Delhi

Date: May 11, 2023
Place: Nashik

Particulars	For year ended 31-Mar-2023	For year ended 31-Mar-2022
A CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit After Extraordinary Items and Taxation	70.62	5,292.09
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation & Amortisation	3,484.71	5,980.64
Interest & Finance Income	(40.01)	(11.73)
Grant Amortisation	(61.50)	(59.01)
(Profit)/Loss on Sale/Discard of Fixed Assets	1.06	-
Provision for Periodic Maintainance	1,399.49	1,367.40
Interest, Commitment & Finance Charges	1,877.97	2,170.15
Interest on Group Company Loans	1,377.76	1,981.86
Finance Charges on carrying value of provisions - Schedule Maintainance	290.06	101.88
Amortisation of Upfront fees	18.55	22.13
Amortisation of Guarantee	90.94	108.50
Operating Profit Before Changes in Working Capital	8,509.65	16,953.91
Adjustments for changes in Operating Assets & Liabilities:		
Decrease/(Increase) in Trade and other Receivables	9,809.41	(9,650.19)
Increase / (Decrease) in Trade and Operating Payables	132.57	(2,517.62)
Cash Generated from Operations	18,451.63	4,786.10
Income Tax Paid	(218.60)	(2.82)
NET CASH FLOW FROM OPERATING ACTIVITIES	18,233.03	4,783.28
B CASH FLOW FROM INVESTING ACTIVITIES :		
(Purchase)/Sale of Fixed Assets	(26.81)	(236.31)
Finance Income	40.01	11.73
Movement in Other Bank deposits	(742.00)	-
NET CASH CASH FLOW FROM INVESTING ACTIVITIES	(728.80)	(224.58)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	1,042.91	388.80
Repayment of Borrowings	(14,110.55)	(3,037.44)
Repayment of Capital Contribution	(1,042.91)	(388.80)
Interest, commitment & Finance Charges Paid	(2,033.46)	(2,389.74)
NET CASH FLOW FROM FINANCING ACTIVITIES	(16,144.01)	(5,427.18)
Net Increase In Cash & Cash Equivalents	1,360.22	(868.48)
Cash and Cash Equivalents at the beginning of the year	166.41	1,034.89
Cash and Cash Equivalents at the end of the year	1,526.63	166.41
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Balances with Banks		
On current accounts	209.54	94.31
Fixed Deposit maturity less than 3 months	1,314.00	69.00
Cash on hand	3.09	3.09
Cash and cash equivalents for statement of cash flows	1,526.63	166.41

Significant Accounting Policies

1

As per our report of even date attached
For Gianender & Associates
Chartered Accountants
FRN: 004661N

For and behalf of the Board of Directors of
Ashoka Highways (Bhandara) Limited

Manju Agrawal
Partner
M.No: 083878

Ravindra M Vijayvargiya
Chief Financial Officer

Anil S Gandhi **Ashish A Katariya**
Director Director
DIN - 00112675 DIN - 00580763

Date: May 11,2023
Place: New Delhi

Date: May 11, 2023
Place: Nashik

A Statement of Changes in Equity for the period ended

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of Shares	₹ in lakh	Number of Shares	₹ in lakh
Equity shares of ₹ 10 each issued, subscribed and fully paid				
Balance at the beginning of the reporting period	2,61,13,062	2,611.31	2,61,13,062	2,611.31
Changes in Equity Share Capital due to prior period errors	-	-	-	-
Restated balance at the beginning of the current reporting period	2,61,13,062	2,611.31	2,61,13,062	2,611.31
Changes in equity share capital during the year				
- issued during the reporting period	-	-	-	-
Balance at the end of Reporting period	2,61,13,062	2,611	2,61,13,062	2,611.31

B Other Equity

Particulars	Retained Earnings	Capital Contribution	Security Premium Reserve	Other Comprehensive Income	Debenture Redemption Reserve	Total
Balance as at April 01, 2021	(30,226.79)	10,588.94	5,112.35	(23.72)	-	(14,549.22)
Changes in accounting policy or prior period errors						
Restated balance at the beginning of the current reporting period	(30,226.79)	10,588.94	5,112.35	(23.72)	-	(14,549.22)
Profit for the year	5,292.09					5,292.09
Other comprehensive income/(loss) for the year				0.90		0.90
Repayment		(388.80)				(388.80)
Balance as at 31 March 2022	(24,934.70)	10,200.14	5,112.35	(22.82)	-	(9,645.03)
Changes in accounting policy or prior period errors						
Restated balance at the beginning of the current reporting period	(24,934.70)	10,200.14	5,112.35	(22.82)	-	(9,645.03)
Profit for the year	70.62					70.62
Other comprehensive income/(loss) for the year				(2.18)		(2.18)
Repayment		(1,042.91)				(1,042.91)
Transfer to/from Debenture Redemption Reserves	(70.62)				70.62	-
Balance as at 31 March 2023	(24,934.70)	9,157.23	5,112.35	(25.00)	70.62	(10,619.50)

Significant Accounting Policies

1

As per our report of even date

For Gianender & Associates
Chartered Accountants
Firm Registration No. 004661N

For and behalf of the Board of Directors of
Ashoka Highways (Bhandara) Limited

Manju Agrawal
Partner
M.No: 083878

Date: May 11, 2023
Place: New Delhi

Ravindra M Vijayvargiya
Chief Financial Officer

Anil S Gandhi **Ashish A Katariya**
Director Director

DIN - 00112675 DIN - 00580763

Date: May 11, 2023
Place: Nashik

Note -1 : Statement of Significant Accounting policies and Other Explanatory Notes**A Corporate profile**

The Ashoka Highways (Bhandara) Limited, the Company, is a Special Purpose Vehicle (SPV) incorporated on 15th March 2007 under the provisions of the Companies Act 1956 by Ashoka Buildcon Limited, in pursuance of the contract with National Highway Authority Limited (NHAI) to design, engineering, finance, construction, operation and maintenance of Chhatisgarh / Maharashtra border Wainganga bridge section from km 405.000 to km 485.000 of NH-6 in the state of Maharashtra under NHDP Phase IIIA on Build, Operate and Transfer (BOT) basis. The concession period is 20 (Twenty) Years including Construction period of 30 (Thirty) Months. The construction of the entire project has been sub-contracted to the parent company Ashoka Buildcon Limited as an EPC contractor.

B Significant Accounting Policies**I Basis of preparation**

These financial statements are Separate Financial Statements as per Ind AS 27 - Separate Financial Statements and are prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements for the year ended March 31, 2023 are prepared in accordance with Ind AS .

The standalone financial statements are presented in INR which is also Companies Functional Currency and all values are rounded to the nearest lakhs, except otherwise indicated.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The classification of assets and liabilities of the Company is done into current and non-current based on the operating cycle of the business of the Company. The operating cycle of the business of the Company is less than twelve months and therefore all current and non-current classifications are done based on the status of realisability and expected settlement of the respective asset and liability within a period of twelve months from the reporting date as required by Schedule III to the Companies Act, 2013.

II Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of circumstances surrounding the estimates. Changes in estimates are reflected in the financial statement in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statements.

III Recent accounting pronouncements

Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018. The Company has evaluated the effect of this on the financial statements and the impact is not material.

Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. The effect on adoption of Ind AS 115 is expected to be insignificant.

IV Summary of significant accounting policies

The operating cycle of the business of the Company is twelve months from the reporting date as required by Schedule III to the Companies Act, 2013.

Current and non-current classification

The Company presents assets and liabilities in the balance sheet 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
- It is held primarily for the purpose of trading or
- It is expected to be realised within twelve months after the reporting period, or
- It is 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
- It is held primarily for the purpose of trading or
- It is 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 atleast twelve months after the reporting period

The Company classifies all other liabilities as non-current.

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

Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised

i Construction contract revenues :

In accordance with the principal laid down in Appendix A to the Ind As 11, revenue from Construction service are recognized in exchange for grant of tolling rights, accounted at the fair value of service rendered on Cost plus margin.

ii Tolling Income :

Tolling Income is recognised on usage of recovery of the usage charge thereon based on the notified toll rates by the Grantor.

iii Interest income:

Interest Income is recognised on a time proportion basis taking into account the amount outstanding using Effective interest rate.

iv Dividend income:

Dividend is recognised when the shareholders' right to receive payment is established by the balance sheet date.

v Capital Grant

As per IND AS 20 " Accounting for Government grants and disclosure of Government Assistance " and IND AS 109" Financial Instruments " , the Grant received from National Highways Authority of India satisfies the Income approach criteria and therefore the Company has amortised the Grant received based on traffic count to Profit and Loss account every year.

Property, Plant and Equipment (PPE)

- i Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of purchase price inclusive of taxes, commissioning expenses, etc. upto the date the asset is ready for its intended use.
- ii Significant spares which have a usage period in excess of one year are also considered as part of Property, Plant and Equipment and are depreciated over their useful life.
- iii Borrowing costs on Property, Plant and Equipments are capitalised when the relevant recognition criteria specified in Ind AS 23 Borrowing Costs is met.
- iv Decommissioning costs, if any, on Property, Plant and Equipment are estimated at their present value and capitalised as part of such assets.
- v Depreciation on all assets of the Company is charged on written down method over the useful life of assets at the rates and in the manner provided in Schedule II of the Companies Act 2013 for the proportionate period of use during the year. Depreciation on assets purchased /installed during the year is calculated on a pro-rata basis from the date of such purchase /installation.
- vi An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.
- vi The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.
- vii Leasehold improvements is amortized on a straight line basis over the period of lease.

Intangible assets :

- i Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.
- ii The tolling rights received in exchange for the Construction Service rendered to the grantor of tolling rights are recognised as an intangible asset to be amortized over the period of operation of the facility as per the Concession agreement using revenue model.
- iii The useful lives of intangible assets are assessed as either finite or indefinite.
- iv Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.
- v Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

Borrowing costs

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

Impairment

Assets with an indefinite useful life and goodwill are not amortized/ depreciated and are tested annually for impairment. Assets subject to amortization/depreciation are tested for impairment provided that an event or change in circumstances indicates that their carrying amount might not be recoverable. An impairment loss is recognized in the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher between an asset's fair value less sale costs and value in use. For the purposes of assessing impairment, assets are grouped together at the lowest level for which there are separately identifiable cash flows (cash-generating units).

Non-financial assets other than goodwill for which impairment losses have been recognized are tested at each balance sheet date in the event that the loss has reversed.

Investments

Current Investments are accounted on fair value value with changes in Profit and Loss account.

Taxes**Current Income Tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred Tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the standalone financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by 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 assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. 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.

Earnings per share

Earnings per share is calculated by dividing the net profit or loss before OCI for the year by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss before OCI for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

Provisions, Contingent Liabilities and Contingent Assets**i Provisions**

The Company recognizes a provision when: it has a present legal or constructive obligation as a result of past events; it is likely that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognized for future operating losses.

ii Contingent liabilities

A contingent liability recognised in a business combination is initially measured at its fair value. Subsequently, it is measured at the higher of the amount that would be recognised in accordance with the requirements for provisions above or the amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with the requirements for revenue recognition.

Employee Benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

Gratuity, a defined benefit obligation is provided on the basis of an actuarial valuation made at the end of each year/period on projected Unit Credit Method.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

Termination Benefits

Termination benefits are payable as a result of the company's decision to terminate employment before the normal retirement date, or whenever an employee accepts voluntary redundancy in exchange for these benefits. The company recognizes these benefits when it has demonstrably undertaken to terminate current employees' employment in accordance with a formal detailed plan that cannot be withdrawn, or to provide severance indemnities as a result of an offer made to encourage voluntary redundancy. Benefits that will not be paid within 12 months of the balance sheet date are discounted to their present value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits in banks and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within bank borrowings in current liabilities on the balance sheet.

Fair Value Measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- ▶ In the principal market for the asset or liability, or
- ▶ In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

Financial instruments**i Financial Assets & Financial Liabilities****Initial recognition**

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, that are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

Non-derivative financial instruments**Subsequent measurement****Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset 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.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model 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. The Company has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model. Further, in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

ii Financial liabilities

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 and 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.

Leases

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

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

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

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

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

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

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

C Recent pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as below:

i) Ind AS 1 - Presentation of Financial Statements

This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and the impact of the amendment is insignificant in the financial statements

ii) Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its financial statements.

iii) Ind AS 12 - Income Taxes

This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its financial statement

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

2 Property Plant and Equipment

Details of Additions, Adjustments, Depreciation and Net Block - Asset class wise for 2022-23

Particulars	Land	Vehicles	Computer Assets	Office equipments	Furniture and fixtures	Total
Cost or valuation						
As at April 1, 2021	1.50	59.42	0.24	155.87	11.45	228.48
Additions				0.31		0.31
Sales/Disposals/Adjustments						-
As at 31 March 2022	1.50	59.42	0.24	156.18	11.45	228.79
Additions		30.93		1.19		32.12
Sales/Disposals/Adjustments		18.87				18.87
As at 31 March 2023	1.50	71.48	0.24	157.37	11.45	242.04
Depreciation						
As at April 1, 2021	-	44.87	0.22	131.20	10.54	186.83
Charge for the period		3.41		10.20	0.08	13.69
Sales/Disposals/Adjustments		-				-
As at 31 March 2022	-	48.29	0.22	141.40	10.62	200.52
Charge for the period		5.98		5.23	0.12	11.33
Sales/Disposals/Adjustments		12.51				12.51
As at 31 March 2023	-	41.75	0.22	146.64	10.74	199.35
Net Block Value						
As at 31 March 2023	1.50	29.73	0.02	10.73	0.71	42.69
At at 31 March 2022	1.50	11.14	0.02	14.78	0.83	28.28

2A Intangible Assets & Intangible Asset under development

Particulars	Intangible Asset- Concession Rights	Intangible Assets Under Development	Total
Cost or valuation			
As at April 1, 2021	52,213.29	1,626.66	53,839.95
Additions	1,862.66		1,862.66
Sales/Disposals/Adjustments		1,626.66	1,626.66
As at 31 March 2022	54,075.95	-	54,075.95
Additions			-
Sales/Disposals/Adjustments		-	-
As at 31 March 2023	54,075.95	-	54,075.95
Depreciation			
As at April 1, 2021	22,331.94	-	22,331.94
Charge for the period	5,966.95	-	5,966.95
Sales/Disposals/Adjustments			-
As at 31 March 2022	28,298.89	-	28,298.89
Charge for the period	3,473.38	-	3,473.38
Sales/Disposals/Adjustments			
As at 31 March 2023	31,772.27	-	31,772.27
Net Block Value			
As at 31 March 2023	22,303.68	-	22,303.68
At March 31, 2022	25,777.06	-	25,777.06

2A(a) Amortisation/Impairment Assessment

The company has Amortised Intangible Assets and Assessment of impairment of its Toll Collection Right based on

1. Traffic growth rate of Traffic Study Report conducted during the year. Traffic Study Report was conducted as the traffic growth on the stretch was below the estimates considered under the financial closure agreement.
2. Due to Covid-19, Authority has suspended the Toll Collection for the period of 25th March'2020 to 19th April'2020 and Company is also estimating Impact on Toll Collection post toll suspension period on account of Economic Slow Down, which will be Compensated by NHAI by Extension of Toll Toll Collection Right. Company has considered extension of period equal to suspended period for calculating Amortisation and Impairment of toll collection right (Concession right)
3. Consider Extension on account Toll Suspension during Demonisation.
4. Consider Capitalisation of Intangible Assets under development and de-scope amount of Rs. 236 Lakh.
5. NHAI Claim mainly on account of Toll Loss has been considered as revenue for the year to amortised Intangible Assets.

2A(b) Conciliation related to Intangible Asset

Intangible assets under development represents costs spent by the company in respect of the 7.944 km of Forest Area for which the clearances are awaited to be received by the company. Pending receipts of the clearances and the completion of the works thereon, the cost pertaining to the balance portion is being continued and carried forward as Intangible assets under development till March'2021 and the same is Capitalised during the previous year as Company has entered into Settlement Agreement with NHAI for its claim towards toll loss due to reduction in toll fee due to delinking of forest area and toll leakage due to Traffic Leakage at Navegaon and Gondia Junction for an amount of Rs. 7456 Lakh.

In the Previous year Company has capitalised Rs 236 Lakhs for the value of de-scope portion for some of the works which could not be executed in already 4 lanned stretch by the Company, for which toll is being collected by the Company as per the settlement agreement dated 27th April, 2022 with NHAI.

The Company has entered into a settlement agreement dated 27th April, 2022 with NHAI towards full and final settlement in respect to various disputes under concession agreement and agreed towards a sum of 103.45 Crores including interest. The Company has considered toll loss claim amounting to Rs 74.56 crores for amortisation in previous year.

3 Other Financial Asset - Non Current (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Unsecured considered good:(At amortised Cost)		
Security Deposits	4.15	4.15
Total ::::	4.15	4.15

4 Non Current Tax Assets (Net) (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Advance Tax & TDS (Net of Provision)	224.82	6.22
Total ::::	224.82	6.22

5 Other Non Current Asset (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Unamortised portion of Guarantee Commission	48.81	114.71
Plan Assets of Gratuity	4.14	3.53
Capital Advance	-	0.54
Total ::::	52.95	118.78

6 Trade Receivables-Current (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
(Unsecured, considered good at amortised cost)		
Toll collection receivable	28.63	20.89
Total ::::	28.63	20.89

Age of Receivables as at March 31, 2023

Particulars	0-6 Months	6-12 Months	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade receivables						
- Considered good	28.63	-	-	-	-	28.63
- Considered doubtful	-	-	-	-	-	-
- Which have significant credit risk	-	-	-	-	-	-
Disputed Trade receivables -						
- Considered good	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-
- Which have significant credit risk	-	-	-	-	-	-
Total ::::	28.63	-	-	-	-	28.63

Age of Receivables as at March 31, 2022

Particulars	0-6 Months	6-12 Months	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade receivables						
- Considered good	20.89	-	-	-	-	20.89
- Considered doubtful	-	-	-	-	-	-
- Which have significant credit risk	-	-	-	-	-	-
Disputed Trade receivables -						
- Considered good	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-
- Which have significant credit risk	-	-	-	-	-	-
Total ::::	20.89	-	-	-	-	20.89

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

7 Cash and cash equivalents (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Cash & Cash Equivalents		
(I) Balances with Banks		
On Current account	209.54	94.31
(II) Cash on hand	3.09	3.09
(III) Deposits with Original maturity less than 3 months*	1,314.00	69.00
Sub Total ::::	1,526.63	166.41
(B) Other Bank Balances		
Deposits with Remaining maturity more than 3 months and less than 12 months*	742.00	-
Sub Total ::::	742.00	-
Total ::::	2,268.63	166.41

*Lien marked for DSRA

8 Other Financial Asset - Current (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Interest receivable	7.77	0.03
Advance recoverable in Cash or kind	0.64	0.46
Receivable from NHAI	48.69	9,867.32
Total ::::	57.10	9,867.81

9 Other Current Asset (₹ In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Prepaid Expenses	57.21	61.96
Balance with Tax Authority	21.99	23.72
Current portion of unamortised Guarantee	65.89	90.94
Total ::::	145.09	176.62

10 Equity Share Capital

(I) Authorised Capital:

Class of Shares	Par Value (Rs)	As at 31-Mar-23		As at 31-Mar-22	
		No. of Shares	Amount (₹ In Lakh)	No. of Shares	Amount (₹ In Lakh)
Equity Shares	10.00	7,60,00,000	7,600.00	7,60,00,000	7,600.00
Total ::::		7,60,00,000	7,600.00	7,60,00,000	7,600.00

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

Class of Shares	Par Value (Rs)	As at 31-Mar-23		As at 31-Mar-22	
		No. of Shares	Amount (₹ In Lakh)	No. of Shares	Amount (₹ In Lakh)
Equity Shares	10.00	2,61,13,062	2,611.31	2,61,13,062	2,611.31
Total ::::		2,61,13,062	2,611.31	2,61,13,062	2,611.31

(III) Terms/rights attached to equity shares:

The company is a subsidiary of Ashoka Concessions Ltd which is a subsidiary of Ashoka Buildcon Limited a company listed on the stock exchanges at BSE and NSE.

The Company has only one class of shares referred to as equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

There were no instances of shares being issued / allotted by way of bonus shares or for consideration other than cash and no shares have been bought back by the company during the period of five years immediately preceding the date the balance sheet.

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of the shares.

(IV) Reconciliation of Number of Shares Outstanding:

Class of Shares	As at 31-Mar-23	As at 31-Mar-22
	Equity Shares	Equity Shares
Outstanding as at beginning of the period	2,61,13,062	2,61,13,062
Addition during the period	-	-
Shares Split Impact		
Bonus Issue		
Matured during the period	-	-
Outstanding as at end of the period	2,61,13,062	2,61,13,062

(V) Shares in respect of each class in the company held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate

Particulars	As at 31-Mar-23	As at 31-Mar-22
	Equity Shares	Equity Shares
Ashoka Buildcon Ltd.- Ultimate Holding Company	10	9
Ashoka Concession Limited (ACL)- Holding company and its nominees	1,33,17,653	1,33,17,653
Viva Infrastructure Limited	1,27,95,399	38,38,619
Inda Infrastructure Fund	-	89,56,780
IDFC Limited	-	1
Total	2,61,13,062	2,61,13,062

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

Class of Shares	As at 31-Mar-23	As at 31-Mar-23	As at 31-Mar-22	As at 31-Mar-22
	Equity Shares	%	Equity Shares	%
Ashoka Concession Limited (ACL)- Holding company and its nominees	1,33,17,653	51.00%	1,33,17,653	51.00%
Inda Infrastructure Fund	-	0.00%	89,56,780	34.30%
Viva Infrastructure Limited	1,27,95,399	49.00%	38,38,619	14.70%

*Note: Out of 2,61,13,062 equity shares, 4 equity shares is held by Ashoka Concessions Limited through Nominee's.

(VII) Details of shares in the Company held by Promoters

Sr. No	Name of Promoter	Par Value (₹)	As at 31-Mar-23		As at 31-March-22		% of Change during the
			No. of Shares	% Holding	No. of Shares	% Holding	
1	Ashoka Buildcon Ltd.- Ultimate Holding Compa	10.00	10	0.00%	9	0.00%	0.00
2	Ashoka Concession Limited (ACL)- Holding com	10.00	1,33,17,653	51.00%	1,33,17,653	51.00%	-
3	Viva Infrastructure Limited	10.00	1,27,95,399	49.00%	38,38,619	14.70%	0.34
4	Inda Infrastructure Fund	10.00	-	-	89,56,780	34.30%	-0.34
5	IDFC Limited	10.00	-	0.00%	1	0.00%	-0.00
	Total		2,61,13,062	100.00%	2,61,13,062	100.00%	-0.00

*Note: Out of 2,61,13,062 equity shares, 4 equity shares is held by Ashoka Concessions Limited through Nominee's.

Sr. No	Name of Promoter	Par Value (₹)	As at 31-March-22		As at 31-March-21		% of Change during the
			No. of Shares	% Holding	No. of Shares	% Holding	
1	Ashoka Buildcon Limited	10.00	9	0.00%	9	0.00%	-
2	Ashoka Concessions Limited	10.00	1,33,17,653	51.00%	1,33,17,653	51.00%	-
3	Viva Infrastructure Limited	10.00	38,38,619	14.70%	-	0.00%	0.15
4	Inda Infrastructure Fund	10.00	89,56,780	34.30%	1,27,95,399	49.00%	-0.15
5	IDFC Limited	10.00	1	0.00%	1	0.00%	-
	Total		2,61,13,062	100.00%	2,61,13,062	100.00%	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

11 Other Equity

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Security Premium Reserve	5,112.35	5,112.35
Capital Contribution	9,157.23	10,200.14
Surplus / Retained Earnings	(24,934.70)	(24,934.70)
Other Compressive Income	(25.00)	(22.82)
Debenture redemption reserves	70.62	-
Gross Total :::	(10,619.50)	(9,645.03)

Security Premium Reserve (SPR)

SPR is the premium on issue of shares and will be utilised in accordance with the provisions of the Companies Act, 2013

Capital Contribution (CG)**Guarantee Obligation :**

On application of INDAS 109 " Financial Instruments" , the Company has accounted for Guranatee Obligation for the Corporate Guarantee given by Ashoka Buildcon Limited to the lenders for the financing of the Company. Therefore the Company has booked Deferred Guarantee Liability as at Transition date i.e., April 1, 2015 and the same is credited to Capital Contribution and shown under Other Equity.

Interest Free Loans:

On application of IND AS 32 " Financial Instruments : Presentation" , the Compay has classified Interest free loan from Shareholders as Equity and thus the same is shown as Capital Contribution in Other Equity.

Debenture Redemption Reserve:

The company had issued redeemable non convertible debentures. Accordingly, the Companies (Share Capital and Debenture) Rules, 2014 (as amended), require the company to create Debenture Redemption Reserve (DRR) out of the profits of the company available for payment of dividend. DRR is required to be created for an amount which is equal to min 10% of the value of the outstanding debentures.

Further, the Company is required to create an investment equal to 15% of the debentures redeemed during the financial year 2023-2024 by 30th April 2023.

12 Borrowings - Non Current

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
(A)Secured - at amortized cost		
(i) Non Convertible Debentures	6,291.05	9,100.15
(ii)Term loans		
- from banks	4,632.51	7,177.86
Sub Total :::	10,923.56	16,278.02
(B)Unsecured - at amortized cost		
(i) Intercompany deposit from related parties	8,254.87	6,513.36
(iii) Loans from Shareholders	4,165.17	13,360.34
Sub Total :::	12,420.04	19,873.70
Gross Total :::	23,343.60	36,151.71

(i) Terms of Repayments:

Sr. No.	Particulars of Lender	Nature of Loan	EMI Amount (In Rs Lakh)	No. of Installments	Interest Type	Rate of Interest	Maturity Date
1	India Infradebt Limited	Non Convertible Debenture	226.67 - 283.33	41 Instalment	Fixed Interest		August' 2026
2	ICICI Bank	Term Loans	205.33 - 256.67	33 Instalment	Variable Interest	MCLR (1 year) +	December' 2025
	Nature of Security	Secured against movable properties including Plant and Machinery, Receivables, Intangible Assets and Company's interest in insurance contract except project Assets.					

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(ii) **Intercompany Loan from Related Party**

The said loans carry a variable interest rate of Average Cost of Secured Loan of the Company plus 1 % and repayable when there is surplus cash available with the company. Based on the management's assessment of repayment the same has been classified as non-current.

(iii) **Maturity Profile of term Loans and Non Convertible Debenture is as follows:**

(₹ in Lakh)

Maturity period	As at 31-Mar-23	As at 31-Mar-22
Repayment within one year from the end of the financial year	5,373.00	4,374.00
Repayment beyond one year to five years from the end of the financial year	10,947.00	16,319.97
Repayment beyond five years from the end of the financial year	-	-
Total	16,320.00	20,693.97

(iv) There has been no default in repayments of loan instalments and interest in respect of loans outstanding as at March 31, 2023.

(v) The Company had availed moratorium as per RBI Circular dated March 27, 2020 - Covid 19 Regulatory Package, as amended from time to

13 Provisions - Non Current

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Provision for Scheduled Maintenance	3,619.47	1,929.93
Provision for Employee's Benefits:		
Provision for Unearned Leave	8.45	7.67
Total :::	3,627.92	1,937.60

(i) **Provision for Scheduled Maintenance:**

The company makes provision for the periodic maintenance required to be carried out by it as an obligation under the concession agreement. The details of the provisions made are as follows:

Particulars	Periodic Maintenance	Opening	Provisions made during the period	Provisions Utilised / Excess Provision Write Back	(₹ in Lakh) Closing
March 31, 2023	PM3	1,929.93	1,689.54	-	3619.47
March 31, 2022	PM2	460.65	1,469.28	-	1929.93

(ii) **Disclosure in accordance with Ind AS – 19 "Employee Benefits", of the Companies (Indian Accounting Standards) Rules, 2015.**

The company has carried out the actuarial valuation of Gratuity and Leave Encashment liability under actuarial principle, in accordance with Ind AS 19 - Employee Benefits.

Gratuity is a defined benefit plan under which employees who have completed five years or more of service are entitled to gratuity on departure from employment at an amount equivalent to 15 days salary (based on last drawn salary) for each completed year of service. The Company's gratuity liability is funded.

i) **The amount recognised in the balance sheet and the movements in the net defined benefit obligation in case of Gratuity over the year is as follow:**

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
a) Reconciliation of opening and closing		
Defined Benefit obligation at the beginning of the year	58.29	51.87
Current Service Cost	6.70	6.16
Interest Cost	3.64	1.89
Remeasurement due to Experience Adjustment	1.77	(1.00)
Benefits paid	0.69	0.63
Defined Benefit obligation at the year end	69.71	58.29
b) Reconciliation of opening and closing		
Fair Value of plan assets at the beginning of the year	61.82	52.66
Interest Income	4.90	4.00
Remeasurement due to Return on Assets	(0.42)	(0.10)
Other (Employee Contribution, Taxes, Expenses)	(1.20)	(2.19)
Employer Contribution	8.72	7.45
Actual Return on Plan Assets	73.82	61.82

c) Reconciliation of fair value of assets and		
Fair Value of Plan Assets	73.82	61.82
Present value of obligation	69.71	58.29
Amount recognized in Balance Sheet	(4.11)	(3.53)
d) Expenses recognized during the year (Under the head " Employees Benefit Expenses)		
Current Service Cost	6.70	6.16
Interest Cost	4.15	3.45
Interest Income on Planned Assets	4.90	4.00
Defined Benefit Cost Charged to P&L	5.95	5.61
e) Total remeasurment included in Other Comprehensive Income	2.18	(0.90)

ii) Actuarial assumptions

Particulars	As at 31-Mar-23	As at 31-Mar-22
Financial Assumptions:		
Discount rate (per annum)	7.43%	7.19%
Rate of escalation in salary (per annum)	7.00%	7.00%
Demographic Assumptions:		
Mortality Rate	100%	100%
Disability Rate	0%	0%
Withdrawal rate:	1%	1%
Retirement age	58 years	58 years
Average Future Service	15	15

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

There is no minimum funding requirement for a gratuity plan in India and there is no compulsion on the part of the company fully or partially pre-fund the liabilities under the plan. Since the liabilities are unfunded, there is no asset liability matching strategy devised for the plan.

iii) Sensitivity analysis

A quantitative Sensitivity analysis for significant assumption.

Scenario	Defined Benefit Obligation (*)	%	Defined Benefit Obligation (*)	%
	2022-23		2021-22	
Under Base Scenario	69,71,494	0.0%	58,29,307	0.0%
Salary Escalation - up by 1%	80,30,656	-15.2%	67,57,855	-15.9%
Salary Escalation - down by 1%	60,72,385	12.9%	50,46,691	13.4%
Withdrawal Rate-up by 1%	70,03,224	-0.5%	58,41,548	-0.2%
Withdrawal Rate-down by 1%	69,35,434	0.5%	58,15,352	0.2%
Discount Rate- up by 1%	61,14,211	12.3%	50,78,224	12.9%
Discount Rate- down by 1%	79,96,329	-14.7%	67,33,952	-15.5%

(*) for a change of 100 basis points from the assumed assumptions

v) Experience adjustments on Present Value of Defined Benefits Obligation and Plan Assets

Particulars	As at 31-Mar-23	As at 31-Mar-22
Liabilities		
(Gain) / Loss on Plan Liabilities	4.06	2.41
Percentage of Opening Plan Liabilities	6.97%	4.65%
Assets		
Gain / (Loss) on Plan Assets	(0.42)	(0.10)
Percentage of Opening Plan Liabilities	-0.67%	-0.19%

14 Other Non Current liabilities

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Deferred Payment Grant	278.47	342.57
Total :::	278.47	342.57

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

15 Borrowings - Current

(Rs In Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Secured - at amortized cost		
Current Maturities of Long-Term Debt		
(i) Non Convertible Debentures	2,819.17	2,295.00
(ii) Term loans		
- from banks	2,553.83	2,079.00
Total ::::	5,373.00	4,374.00

16 Trade Payables - Current

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Trade Payables:		
Micro and Small Enterprises	-	-
Related Parties	100.45	115.24
Others	33.57	37.32
Total ::::	134.02	152.56

- (i) The balance of payables as per books of accounts are subject to reconciliations.
- (ii) As per the intimation available with the Company, 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.
- (iii) The above information regarding Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

Ageing of Payables as at March 31, 2023

(₹ In Lakh)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Dues of Creditors					
- Micro Small & Medium Enterprises	-	-	-	-	-
- Other than Micro Small & Medium Enterprises	133.06	0.06	-	0.89	134.02
Disputed Dues of Creditors					
- Micro Small & Medium Enterprises	-	-	-	-	-
- Other than Micro Small & Medium Enterprises	-	-	-	-	-
Total ::::	133.06	0.06	-	0.89	134.02

Ageing of Payables as at March 31, 2022

(₹ In Lakh)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Dues of Creditors					
- Micro Small & Medium Enterprises	-	-	-	-	-
- Other than Micro Small & Medium Enterprises	151.67	-	0.49	0.40	152.56
Disputed Dues of Creditors					
- Micro Small & Medium Enterprises	-	-	-	-	-
- Other than Micro Small & Medium Enterprises	-	-	-	-	-
Total ::::	151.67	-	0.49	0.40	152.56

17 Other Financial liabilities - Current

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Interest Accrued but not due	69.13	86.84
Others :		
Due to Employees	29.77	27.26
Other Payables	167.16	-
Total ::::	266.06	114.10

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

18 Other current liabilities

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Duties & Taxes	48.18	65.47
Deffered Payment Grant	64.10	61.50
Total ::::	112.28	126.97

19 Provisions - Current

(₹ in Lakh)

Particulars	As at 31-Mar-23	As at 31-Mar-22
Provision for Unearaned Leave	0.57	0.43
Total ::::	0.57	0.43

20 Revenue From Operations

(₹ in Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Contract Revenue	-	19.60
Toll Collection	9,788.45	8,014.34
Claim of Toll Loss	-	7,456.00
Total ::::	9,788.45	15,489.94

21 Other Income

(₹ in Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
(A) Interest Income on financials assets carried at Cost/Amortised Cost:		
Interest on Bank Deposits	40.01	11.73
(B) Other Non Operating Income:		
Grant Amortisation	61.50	59.01
Miscellaneous Income	1.97	1.39
Interest on claim of Toll Loss (Refer note 2A(b))	-	2,891.46
Interest Income on IT Refund	0.14	-
Total ::::	103.62	2,963.59

22 Operating Expenses

(₹ in Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Consumption of Construction Materials	3.14	10.15
Sub-contracting Charges - RM	649.93	546.92
Repair to Machineries & Hire Charges	7.23	5.47
Power & Water Charges	17.74	15.97
Technical Consultancy Charges	84.16	99.49
Periodic Maintenance	1,399.49	1,367.40
Insurance	63.43	61.22
Total ::::	2,225.12	2,106.62

23 Employee Benefits Expenses

(Rs In Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Salaries, Wages and Allowances	298.23	265.99
Contribution to Provident and Other Funds	26.23	23.80
Staff Welfare Expenses	0.70	2.89
Total ::::	325.16	292.68

24 Finance Expenses

(₹ in Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Interest on Loans	1,802.74	2,142.30
Interest on Inter Company Loan	1,377.76	1,981.86
Interest on Others	-	321.00
Finance Charges on carrying value of provisions - Schedule Maintainance	290.06	101.88
Amortisation of Upfront Fees	18.55	22.13
Amortisation of Guarantee Commission	90.94	108.50
Bank Guarantee charges	75.23	27.85
Processing Fees	19.15	-
Total ::::	3,674.43	4,705.52

25 Depreciation And Amortisation

(₹ In Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Depreciation on tangible Property , Plant and Equipment	11.33	13.69
Amortisation on Intangible Assets	3,473.38	5,966.95
Total ::::	3,484.71	5,980.64

26 Other Expenses

(₹ in Lakh)

Particulars	For the Year ended 31-Mar-23	For the Year ended 31-Mar-22
Rent Rates & Taxes	21.52	1.03
Printing and Stationery	0.66	0.44
Travelling & Conveyance	0.13	0.62
Survey Expenses	0.43	2.37
Internet Charges	1.70	1.58
Communication	0.46	0.52
Vehicle Running Charges	22.89	21.48
Legal & Professional Fees	30.69	21.08
Director's Sitting Fee	2.81	3.38
Auditor's Remuneration inclusive of GST :		
Audit Fees	2.95	2.95
Tax Audit Fees	0.41	0.41
Other Services	1.43	2.93
Marketing & Advertisement Expenses	3.11	2.19
Miscellaneous Expenses	10.34	14.64
Corporate Social Responsibility (refer note : 48)	11.44	-
Loss on Sale/Discard of Assets	1.06	-
Bank Charges	-	0.36
Total ::::	112.03	75.98

27 Deferred Taxation

Provision for the deferred tax liability is not recognised since the timing difference (on account of excess of depreciation allowable under income tax law over depreciation as per books) originating in the current period is capable of reversal within the tax holiday period.

The company has not recognized Deferred Tax Asset arising on account of timing difference of loss carried forward under the Income Tax Act, in the books of accounts because there is no virtual certainty that sufficient future taxable income will be available against which such Deferred Tax Asset can be realized. As a matter of prudence, the Company has not recognized deferred tax asset on such losses.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

28 Earnings Per Share ('EPS') :

Disclosure as required by Accounting Standard – IND AS 33 "Earning Per Share" of the Companies (Indian Accounting Standards) Rules

A Net Profit / (loss) attributable to equity shareholders and the weighted number of shares outstanding for basic and diluted earnings per share are as summarised below:

Particulars	(₹ in Lakh)	
	2022-23	2021-22
Profit / (Loss) for the period (Rs in Lacs)	70.62	5292.09
Outstanding equity shares at period end	2,61,13,062	2,61,13,062
Weighted average Number of Shares outstanding during the period – Basic	2,61,13,062	2,61,13,062
Weighted average Number of Shares outstanding during the period - Diluted	2,61,13,062	2,61,13,062
Earnings per Share - Basic (Rs Per Share)	0.27	20.27
Earnings per Share - Diluted (Rs Per Share)	0.27	20.27

B Reconciliation of weighted number of outstanding during the period:

Particulars	2022-23	2021-22
Nominal Value of Equity Shares (Rs Per Share)	10.00	10.00
Total number of equity shares outstanding at the beginning of the period	2,61,13,062	2,61,13,062
Add : Issue of Equity Shares during the period	-	-
Total number of equity shares outstanding at the end of period	2,61,13,062	2,61,13,062
Weighted average number of equity shares at the end of period- Basic	2,61,13,062	2,61,13,062
Weighted average number of equity shares at the end of period- Dilutive	2,61,13,062	2,61,13,062

29 Disclosure in accordance with Ind AS - 24 "Related Party Disclosures", of the Companies (Indian Accounting Standards) Rules, 2015**(A) List of Related Parties****(a) Parent Companies**

- (i) Ashoka Buildcon Ltd. (Ultimate Holding Company)
- (ii) Ashoka Concessions Ltd (Holding Company)
- (iii) India Infrastructure Fund

(b) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise;

- (i) Ashoka Highways (Durg) Limited
- (ii) Viva Highways Limited
- (iii) Viva Infrastructure Limited
- (iv) Ashoka Highway AD

(c) Key management personnel (KMP) and their relatives:

- (i) Key Management Personnel Ashish Katariya - Director
- (ii) Key Management Personnel Anil S Gandhi - Nominee Director
- (iii) Key Management Personnel Pooja A Lopes - Nominee Director and CS upto April 30, 2023
- (iv) Key Management Personnel Nirbhayakishore Mishra - Nominee Director
- (v) Key Management Personnel Rajendra Singhvi - Nominee Director
- (vi) Key Management Personnel Ravindra M Vijayvargiya (CFO)

(B) Transactions during the period:

(₹ in Lakh)			
Name	Nature of Transactions	2022-23	2021-22
O & M expenditure/EPC:			
Ashoka Concessions Limited (O&M)	Parties Where Control Exists	648.56	545.63
Ashoka Buildcon Limited (Major Maint.)	Parties Where Control Exists	-	-
Interest Expenses			
Ashoka Buildcon Limited	Parties Where Control Exists	94.45	409.10
Ashoka Concessions Limited	Parties Where Control Exists	507.18	794.97
VIVA Highways Limited	Fellow Subsidiary	671.09	549.22
Viva Infrastructure Limited	Fellow Subsidiary	105.02	30.38
Misc. Purchase			
Ashoka Buildcon Limited	Parties Where Control Exists	3.03	3.56
Ashoka Concessions Limited	Parties Where Control Exists	-	0.16
Advertisement Expenses			
Ashoka Highway AD		0.70	0.69
Consultancy Expenses			
Ashoka Concessions Ltd	Parties Where Control Exists	19.12	19.12
Reimbursement of Expenses/ Liability paid on behalf of Company:			
Ashoka Concessions Ltd	Parties Where Control Exists	20.34	4.30
Ashoka Buildcon Limited	Parties Where Control Exists	75.59	31.05
Loan Repayment:			
India Infrastructure Fund	Associate	1,042.91	388.80
Director Sitting Fees:			
Rajendra Singhvi	Independent Director	1.35	1.35
Nirbhayakishor Mishra	Independent Director	1.35	1.35

(₹ in Lakh)			
Name	Nature of Transactions	2022-23	2021-22
Outstanding Loan Amount			
Ashoka Buildcon Limited	Parties Where Control Exists	1,495.01	5,949.41
Ashoka Concessions Limited	Parties Where Control Exists	8,451.82	13,192.58
Viva Highways Limited	Fellow Subsidiary	6,698.16	6,094.18
India Infrastructure Fund	Associate	2,165.85	3,208.76
Viva Infrastructures Limited	Fellow Subsidiary	1,556.70	419.18
Outstanding balance Payable			
Viva Highways Limited	Fellow Subsidiary	-	-
India Infrastructure Fund	Associate	163.93	-
Ashoka Buildcon Limited	Parties Where Control Exists	45.18	69.01
Ashoka Concessions Limited	Parties Where Control Exists	55.27	46.12
Ashoka Buildcon Limited (Reimb.)	Parties Where Control Exists	-	0.12

Transactions pertaining to contract expenses with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

30 Disclosure in accordance with Ind AS – 108 "Operating Segments", of the Companies (Indian Accounting Standards) Rules, 2015.

Segment Information: As the company's business activities falls within a single primary business segment viz. BOT Operations, and it operates in a single geographical segment i.e. India, the disclosure requirements of Accounting Standard (AS-17) "Segment Reporting" of the Companies (Accounting Standards) Rules, 2006 Revenue from any single customer is not significant.

31 Disclosure pursuant to Ind AS 116 - "Leases"

As per the Standard it is optional to apply the standard for short term leases (period of 12 months or less). Since the lease agreements are for a period of 11 months, company has availed the exception of short term leases. Apart from this, there are no other assets taken on lease and hence IND AS 116 is not applicable.

Total amount of lease payments towards short term leases is ₹ 00.48 Lakh (31.03.2023) and shown as expense in the P & L Statement.

32 Derivative Instruments and Unhedged Foreign Currency Exposure

There are no derivative instruments outstanding as at March 31, 2023 and March 31, 2022. The Company has no foreign currency exposure towards liability outstanding as at March 31, 2023 and March 31, 2022.

33 Legal disputes and Contingent liabilities

(₹ in Lakh)

Particulars	As at	As at
	31-Mar-23	31-Mar-22
Bank Guarantees issued by bankers from the parent Company Limits	5,000.00	5,926.00

34 In the opinion of the Board of Directors, all the assets other than fixed assets have value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.

35 Significant accounting judgements, estimates and assumptions

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

Judgements

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

Taxes

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

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. For plans operated outside India, the management considers the interest rates of high quality corporate bonds in currencies consistent with the currencies of the post-employment benefit obligation with at least an 'AA' rating or above, as set by an internationally acknowledged rating agency, and extrapolated as needed along the yield curve to correspond with the expected term of the defined benefit obligation. The underlying bonds are further reviewed for quality. Those having excessive credit spreads are excluded from the analysis of bonds on which the discount rate is based, on the basis that they do not represent high quality corporate bonds.

The mortality rate is based on publicly available mortality tables for the specific countries. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

36 Financial instruments

The carrying value and fair value of financial instruments by categories as at March 31, 2023 and March 31, 2022.

Particulars	March 31, 2023		March 31, 2022	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets				
Trade receivables	28.63	28.63	20.89	20.89
Cash and bank balances	2,268.63	2,268.63	166.41	166.41
Loans	4.15	4.15	4.15	4.15
Other financial assets	57.10	57.10	9,867.81	9,867.81
Total Financial Assets	2,358.51	2,358.51	10,059.26	10,059.26
Financial liabilities				
Borrowings	28,716.60	28,740.00	40,525.71	40,525.71
Other financial liabilities	266.06	266.06	114.10	114.10
Trade payable	134.02	134.02	152.56	152.56
Total Financial Liabilities	29,116.68	29,140.08	40,792.37	40,792.37

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

The management assessed that fair value of cash and short-term deposits, trade receivables, trade payables, book overdrafts and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. Borrowings are carried at amortised Cost.

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

37 Fair Value Hierarchy

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

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

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

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

i) Recognised and measure at fair value

There is no outstanding financial instrument as on March 31, 2023 which are measured at fair value.

ii) Measure at amortized cost for which fair value is disclosed.

The Company has determined fair value of all its financial instruments measured at amortized cost by using Level 3 inputs.

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

- i) Long-term fixed-rate receivables/borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, and individual creditworthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected losses of these receivables.
- ii) The fair value of loans from banks and other financial liabilities, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. The valuation requires management to use unobservable inputs in the model, Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total fair value.

Financial Instruments by Categories:

(₹ in Lakh)

Financial instruments by categories	March 31, 2023			March 31, 2022		
	FVTPL	FVTOCI	Amortized Cost	FVTPL	FVTOCI	Amortized Cost
Financial asset						
Trade receivables	-	-	28.63	-	-	20.89
Cash and bank balances	-	-	2,268.63	-	-	166.41
Loans	-	-	4.15	-	-	4.15
Other financial assets	-	-	57.10	-	-	9,867.81
Total Financial Asset	-	-	2,358.51	-	-	10,059.26
Financial liability						
Borrowings	-	-	28,716.60	-	-	40,525.71
Other financial liabilities	-	-	266.06	-	-	114.10
Trade payable	-	-	134.02	-	-	152.56
Total Financial Liabilities	-	-	29,116.68	-	-	40,792.37

38 Financial Risk Management

The Company is in the business of four laning of Ashoka Highways (Durg) Limited section of National Highway in the State of Chhatisgarh on design, build, finance, operate and transfer basis. The nature of the business is capital intensive and the Company is exposed to traffic volume risks. BOT projects which the Company undertakes are capital intensive and have gestation periods ranging between 3 to 5 years; coupled with longer ownership periods of 20 years. Given the nature of the segments in which the company operates, be it in the Road Sector, it is critical to have a robust, effective and agile Risk Management Framework to ensure that the Company's operational objectives are met and continues to deliver sustainable business performance. Over the years, several initiatives have been taken by the Company to strengthen its risk management process.

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk, and interest rate risk, regulatory risk and business risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The primary market risk to the company is interest rate risk.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

i Business / Market Risk

Business/ Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. One of the first and foremost business risk is the achievement of the traffic projections made at the time of the bid. This will include the introduction of alternate roads by the state or central government which impacts the traffic projected to ply on the asset under the control of the Company. The concession agreement provides some safeguards in this regard but many of them are unforeseen and exposes the Company to risk.

ii Capital and Interest rate Risk:-

Infrastructure projects are typically capital intensive and require high levels of long-term debt financing. These factors include: timing and internal accruals generation; timing and size of the projects awarded; credit availability from banks and financial institutions; the success of its current infrastructure development projects. Besides, there are also several other factors outside its control. The Company's average cost of debt remains at 10% p.a approximately. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term and short term borrowing with floating interest rates.

iii Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Companies profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	(₹ in Lakh)	
	Increase/ Decrease in basis points	Effects on Profit before tax.
March 31, 2023	+100	(346.21)
	-100	346.21
March 31, 2022	+100	(411.78)
	-100	411.78

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment,

iv Credit risk:-

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets.

Trade and Other Receivables:-

- (a) The maximum exposure to the credit risk at the reporting date is primarily from trade and Other receivables amounting to ₹85.87 Lakh as at March 31, 2023 and ₹ 9,888.70 Lakh as at March 31, 2022.
- (b) The credit risk from customers in the case of this project is very low as without payment of upfront toll the vehicles are not allowed to pass. However there are frequent local political issues which result in leakages which is a credit risk for the Company.

v Liquidity risk

- (a) The company's principal sources of liquidity are cash and bank balances and the cash flow that is generated from operations.
- (b) The company has outstanding borrowings of ₹ 28,716.60 Lakh as at March 31, 2023 and ₹ 40,525.71 Lakh as at March 31, 2022.
- (c) The achievement of the projections in the traffic and the toll rates is critical for the liquidity to pay the lenders and to complete Routine and major maintainance activity within the prescribed schedule of NHAI.
- (d) During the current year the companies' working capital is negative resulting in insufficiency of Current Assets to meet the Current Obligation. Accordingly, liquidity risk is perceived. The Current Liabilities of the Company exceeds current Assets by ₹ 3,286.47 Lakh as at March 31, 2023. These conditions indicate the existence of an uncertainty as to timing and realization of cash flow of the company. However, we expects that the Company's revenue for the subsequent financial years will be sufficient to meet the expenditure and recoup the losses incurred thereby strengthening the financial position of the Company. Further, there is a continuing support from the holding company and company will be able to discharge all its obligations in foreseeable future. Accordingly, the financial statements have been prepared on going concern basis.

(e) The Working Capital Position of the Company is given below :

(₹ in Lakh)

Particulars	As at 31 Mar 2023	As at 31 Mar 2022
Cash and Cash Equivalent	1,526.63	166.41
Other Bank Balance	742.00	-
Other financial assets	57.10	9,867.81
Trade receivables	28.63	20.89
Other Current Assets	145.09	176.62
Total	2,499.45	10,231.73
Less:		
Borrowings	5,373.00	4,374.00
Trade payables	134.02	152.56
Other financial liabilities	266.06	114.10
Other current liabilities	112.28	126.97
Provisions	0.57	0.43
Total	5,885.93	4,768.06
Net Working Capital	(3,386.48)	5,463.67

Maturity Profile of Borrowings

The table below provides details regarding the contractual maturities of significant financial liabilities :

(₹ in Lakh)

Particulars	Carrying Value	within 1 year	2 year	3-5 years	More than 5 years	Total
As at March 31, 2023						
Financial Liabilities -Borrowings	28,716.60	5,373.00	4,163.67	708.33	18,471.60	28,716.60
Trade Payables	134.02	134.02	-	-	-	134.02
Other Financial Liabilities	266.06	266.06	-	-	-	266.06
As at March 31, 2022						
Financial Liabilities -Borrowings	40,525.71	4,374.00	6,075.00	4,872.00	25,204.71	40,525.71
Trade Payables	152.56	152.56	-	-	-	152.56
Other Financial Liabilities	114.10	114.10	-	-	-	114.10

vi Input cost risk

Raw materials, such as bitumen, stone aggregates cement and steel, need to be supplied continuously for Schedule Maintenance activities. As mentioned in the earlier paragraph of the business risk and the competition risk the input cost is a major risk to attend to ensure that the Company is able to maintain the project cost within the estimate projected to the lenders and the regulators. To mitigate this the company has sub-contracted the maintenance activity at a fixed price contract to its Ultimate holding Company.

vii Exchange risk

Since the operations of the company are within the country, the company is not exposed to any exchange risk directly. The company also does not take any foreign currency borrowings to fund its project and therefore the exposure directly to exchange rate changes is minimal.

However there are indirect effects on account of exchange risk changes, as the price of bitumen, which is a by-product of the crude, is dependent upon the landed price of crude in the country.

39 Capital management

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

The Company manages its capital structure and makes adjustments in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The gearing ratio in the infrastructure business is generally high. The net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents and Other Bank Balances.

Particulars	(₹ in Lakh)	
	As at 31 Mar 2023	As at 31 Mar 2022
Long term Borrowings	23,343.60	36,151.71
Provisions	3,628.49	1,938.03
Other Non-current liabilities	278.47	342.57
Financial Liability Current - Borrowings	5,373.00	4,374.00
Trade Payable	134.02	152.56
Other financial liabilities-Current	266.06	114.10
Other Current Liabilities	112.28	126.97
Total Liabilities (A)	33,135.92	43,199.90
Less:		
Cash and Cash Equivalent	1,526.63	166.41
Other Bank Balances	742.00	-
Total Assets (B)	2,268.63	166.41
Net debt (A-B)	30,867.29	43,033.49
Equity including Other Equity	(8,008.19)	(7,033.72)
Capital and Net debt (C)	22,859.10	35,999.77
Gearing ratio (Net Debt/ Capital & Net Debt)	74.06%	83.66%

In order to achieve this overall objective, the Company 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 period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2023 and 31 March 2022.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

40 The Company operates in the infrastructure business sector which involves huge capital investments. The company's net worth has been eroded. The Company has accumulated losses of ₹ 10,619.50 Lakh and net capital of ₹ 8,008.19 Lakh as on March 31, 2023. These conditions indicate the existence of an uncertainty as to timing and realization of cash flow of the company. However management expects that the Company's revenue for the subsequent financial years will be sufficient to meet the expenditure and recoup the losses incurred thereby strengthening the financial position of the Company. Further, there is a continuing support from the holding company and company will be able to discharge all its obligations in foreseeable future. Accordingly, the financial statements have been prepared on going concern basis.

41 Wilful Defaulter

The Company has not been declared as wilful defaulter by any bank or financial Institution or other lender.

42 Relationship with Struck off Companies

The information about transaction with struck off Companies (defined under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956) has been determined to the extent such parties have been identified on the basis of the information available with the Company and the same is relied upon by the auditors.

43 Registration of charges or satisfaction with Registrar of Companies

All the charges or satisfaction as per the sanction are duly registered with Registrar of Companies as at March 31, 2023 in favour of the lenders

44 Disclosure of Financial Ratios

Sr. No.	Particulars	For the Year Ended 31 Mar 2023	For the Year Ended 31 Mar 2022	% of Change	Reasons for Variance
1	Current Ratio (in times)	0.42	2.15	(80.21)%	In Last Year additional Income of Rs. 103 Crores recognised as per Settlement Agreement with NHAI
2	Debt Equity Ratio (in times)	(3.59)	(5.76)	(37.76)%	
3	Debt Service Coverage Ratio (in times)	1.07	2.59	(58.64)%	In Last Year additional Income of Rs. 103 Crores recognised as per Settlement Agreement with NHAI
4	Return on Equity Ratio (in %)	(0.94)	(55.79)	(98.32)%	
5	Inventory turnover ratio *	NA	NA	NA	
6	Trade Receivables turnover ratio (in times)	-	1.72	(100.00)%	Due to One time Sale of Assets to NHAI in Last Year year end and the same was paid in Current Year
7	Trade payables turnover ratio (in times)	15.53	1.51	929.14 %	Due to Last Year Trade Payable of Major Maint. Which is paid during the current year
8	Net profit ratio (in %)	0.72%	34.16%	(97.89)%	In Last Year additional Income of Rs. 103 Crores recognised as per Settlement Agreement with NHAI
9	Return on Capital employed (in %)	-10.20%	-21.02%	(51.49)%	In Last Year additional Income of Rs. 103 Crores recognised as per Settlement Agreement with NHAI
10	Net capital turnover ratio (in %)	-	0.00	(100.00)%	In Last Year additional Income of Rs. 103
11	Return on investment **	NA	NA	NA	

Formula used for calculating the below mention ratios:

1) Current Ratio = Current Assets / Current Liabilities

2) Debt Equity Ratio = Outstanding Debt / Net Worth (Net worth = Share Capital + Other Equity + Compulsorily Convertible Debentures Outstanding Debt = Non Current Borrowings + Current Borrowings + Current Maturities of Non Current Borrowings)

3) Debt Service Coverage Ratio (DSCR) = (Profit before tax + Exceptional Items + Interest on borrowings + Depreciation and Amortization) / (Interest on borrowings + Scheduled principal repayment of long - term borrowings (excluding prepayments/refinancing))

4) Return on Equity = Profit After Tax / Average Shareholder's Equity

5) Inventory Turnover Ratio = Cost of Goods Sold / Average Inventories * 365 / no.of days

6) Trade Receivable Turnover Ratio = Net Credit Sales / Average Accounts Receivable * 365 / no.of days

7) Trade Payable Turnover Ratio = Net Credit Purchases / Average Accounts Payable * 365 / no.of days

8) Net Profit ratio = Net Profit / (Net Sales = Total Sales - Net Sales) * 100

9) Return on Capital Employed Ratio = EBIT / Capital Employed (Total Equity plus total debt) *100

10) Net Capital Turnover Ratio = Total Sales / Shareholder's Equity

11) Return on Investment = Income on investment / Investment

* Inventory Turnover is NIL as the Company does not have Inventory

** Return on Investment is NIL as the Company does not have Investment

45 No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2023 and 31 March 2022.

46 Summary of adjustments/regrouping in previous year figures is as follows:

Previous year figures have been re-grouped, re-worked and re-classified wherever necessary, to make them comparable with current year/period figures.

(₹ in Lakh)

Particulars	Earlier classification	Reclassification	Current Classification	Remarks
Assets				
Non Current Tax Assets(net)	-	6.22	6.22	Advance Tax & TDS (Net of Provision) reclassified from Other Non-Current Assets to Current Tax Assets (Net)
Other Non-Current Assets	6.22	(6.22)	-	Advance Tax & TDS (Net of Provision) reclassified from Other Non-Current Assets to Current Tax Assets (Net)

47 Changes in Liabilities arising from Financing Activities :

(₹ in Lakh)

Particulars	April 01, 2022	Accrued During the Year	Cash flows (Net)	Non-Cash flows (Net)	March 31, 2023
Secured Loan	40,525.71		(13,067.64)	1,258.53	28,716.60
Capital Contribution	10,200.14		(1,042.91)	-	9,157.23
Interest Accrued	86.84	3,564.34	(2,033.46)	(1,548.59)	69.13
Total Liabilities from financing activities	50,812.69	3,564.34	(16,144.01)	(290.06)	37,942.96

Particulars	April 01, 2021	Accrued During the Year	Cash flows (Net)	Non-Cash flows (Net)	March 31, 2022
Secured Loan	41,432.63		(2,648.64)	1,741.72	40,525.71
Capital Contribution	10,588.94		(388.80)	-	10,200.14
Interest Accrued	108.24	4,276.02	(2,389.74)	(1,907.68)	86.84
Total Liabilities from financing activities	52,129.81	4,276.02	(5,427.18)	(165.96)	50,812.69

48 Corporate Social Responsibilities

(₹ in Lakh)

Particulars	March 31, 2023	March 31, 2022
a) Gross amount required to be spent for the year	11.44	-
Add Shortfall of last year		-
Total amount required to be spent	11.44	-
b) Amount actually spent during the year	11.44	-
c) Amount provisioned for ongoing projects	-	-
Unspent Amount	-	-
Area of Spending	Healthcare	
Reason for Shortfall	There is no Shortfall	There is no Shortfall

Particulars	March 31, 2023	March 31, 2022
Remaining Provision for CSR Made during the last year	-	-
Less: Actual Expenditure made during the year against the remaining provision of last year	-	-
Add: Remaining Provision for CSR made during the current year	-	-
Closing figure of Provision	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

48 Asset Pledge as Security:

Particulars	Note No.	₹ in Lakh)	
		As at Mar 31, 2023	As at Mar 31, 2022
Property, plant and equipment	2	42.69	28.27696
Intangible assets	2A	22303.68	25777.06
Other Financial assets	3	4.15	4.15
Other non-current assets	5	52.95	118.78
Trade receivables	6	28.63	20.89
Cash and cash equivalents	7	1,526.63	166.41
Bank balances other than (iii) above	7	742.00	-
Other financial assets	8	57.10	9,867.81
Other current assets	9	145.09	176.62
Total		24,757.83	35,983.38

49 The financial Statement are approved for issue by the company's Board of Directors on 11 May 2022

50 The balance sheet, statement of profit and loss, cash flow statement, statement of changes in equity, statement of significant accounting policies and the other explanatory notes forms an integral part of the financial statements of the Company for the year ended March 31, 2023.

As per our report of even date attached

For Gianender & Associates

Chartered Accountants

FRN: 004661N

For and behalf of the Board of Directors of

Ashoka Highways (Bhandara) Limited

Manju Agrawal

Partner

M.No: 083878

Ravindra M Vijayvargiya

Chief Financial Officer

Anil S Gandhi

Director

DIN - 00112675

Ashish A Katariya

Director

DIN - 00580763

Date: May 11, 2023

Place: New Delhi

Date: May 11, 2023

Place: Nashik