

## INDEPENDENT AUDITOR'S REPORT

To,  
The Members of  
Ashoka DSC Katni Bypass Road Limited  
Nashik

### **Report on the standalone Financial Statements**

#### **Opinion**

We have audited the accompanying Ind AS financial statements of Ashoka DSC Katni Bypass Road Limited ("*the Company*") which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended March 31, 2020, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and Profit/Loss, Changes in Equity and its Cash Flows for the year ended on that date.

#### **Basis for Opinion**

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

#### **Responsibility of Management for the Standalone 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 (Ind AS) 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 implementation and maintenance of accounting policies; making judgments and estimates that are

reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in the "**Annexure 'B'**" and
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations filed against the company which would impact its Ind AS financial position except as reported in Note No. 1.01 on toll collection in the financial statements.
    - ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. The Company was not required to deposit or pay any dues in respect of the Investor Education and Protection Fund during the year.

---

**For Sanjay V. Goyal & Co.**  
*Chartered Accountants*  
Firm Registration No. 124832W

Place : Nashik  
Date : 01/06/2020

Sd/-

**CA SANJAY V. GOYAL**  
*(Partner)* M. No. 103080

## Annexure- A to the Auditors' Report

**The Annexure referred to in Independents Auditors Report to the members of Ashoka DSC Katni Bypass Road Limited on the financial statements of the company for the year ended 31<sup>st</sup> March, 2020.**

- i. a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
b. These fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed.
- ii. According to the information and explanation given to us and the records of the company examined by us, there are no inventory hence not applicable.
- iii. The company has granted unsecured loan to its fellow subsidiary company covered in the register maintained under section 189 of the Companies Act, 2013:
  - a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
  - b) No schedule of repayment of principal and payment of interest has been stipulated as same is repayable on demand.
  - c) The total amount is not overdue for more than ninety days as on the date of audit.
- iv. According to the information and explanation given to us and the records of the company examined by us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- v. According to the information and explanation given to us and the records of the company examined by us, the company has not accepted deposits, hence 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, 2013 and the rules framed there under are not applicable.
- vi. According to the information and explanation given to us and the records of the company examined by us, Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, hence not applicable.
- vii. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, GST, Wealth Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31<sup>st</sup> of March, 2020 for a period of more than six months from the date they became payable.  
  
(b) According to the information and explanations given to us, there are no amounts payables in respect of income tax, wealth tax, service tax, sales tax, GST customs duty and excise duty which have not been deposited on account of any disputes.

- viii. Based on our audit procedures and as per the information and explanations given to us, we are of opinion that the company has not defaulted in repayment of any dues to financial institutions or bank.
- ix. According to the information and explanation given to us and the records of the company examined by us, the company has not raised money by way of initial public offer or further public offer (including debt instruments), hence not applicable.
- x. During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.
- xi. According to the information and explanation given to us and the records of the company examined by us, the company has not paid or provided any managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013, hence not applicable.
- xii. Since the company is not a Nidhi company, hence this clause is not applicable.
- xiii. According to the information and explanation given to us and the records of the company examined by us, all transactions with related parties are in compliance with provision of sections 177 and 188 of Companies Act, 2013 as applicable and details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. According to the information and explanation given to us and the records of the company examined by us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year, hence not applicable.
- xv. According to the information and explanation given to us and the records of the company examined by us, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place : Nashik  
Date : 01/06/2020

---

**For Sanjay V. Goyal & Co.**  
*Chartered Accountants*  
Firm Registration No. 124832W

**Sd/-**  
**CA SANJAY V. GOYAL**  
*(Partner)* M. No. 103080

## **Annexure - B to the Auditor's Report**

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

We have audited the internal financial controls over financial reporting of Ashoka DSC Katni Bypass Road Limited ("the Company"), as of 31 March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for the Internal Financial Control**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's Internal Financial Controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Control over Financial Reporting ( the 'Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls over Financial Reporting**

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

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

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

Place : Nashik  
Date : 01/06/2020

---

**For Sanjay V. Goyal & Co.**  
*Chartered Accountants*  
Firm Registration No. 124832W

Sd/-

**CA SANJAY V. GOYAL**  
*(Partner)* M. No. 103080

Particulars	Note No.	As at 31-Mar-2020	As at 31-Mar-2019
<b>I ASSETS</b>			
<b>1 NON-CURRENT ASSETS</b>			
(a) Property, plant and equipment	2	23.79	21.38
(b) Intangible assets	2	-	0.00
(i) Investments	3	310.97	473.00
(c) Other non-current assets	4	1.27	1.27
<b>TOTAL NON-CURRENT ASSETS</b>		<b>336.03</b>	<b>495.65</b>
<b>2 CURRENT ASSETS</b>			
(a) Financial assets			
(i) Investments	5	-	43.04
(ii) Trade receivables	6	128.87	-
(iii) Cash and cash equivalents	7	214.55	47.24
(iv) Bank balances other than (ii) above	7	105.63	0.59
(v) Loans	8	457.31	-
(b) Other current assets	9	5.48	3.42
<b>TOTAL CURRENT ASSETS</b>		<b>911.84</b>	<b>94.29</b>
<b>TOTAL ASSETS</b>		<b>1,247.87</b>	<b>589.94</b>
<b>I EQUITY &amp; LIABILITIES</b>			
<b>1 EQUITY</b>			
(a) Equity Share Capital	10	300.00	300.00
(b) Other Equity	11	-3,378.91	-2,847.65
<b>Equity Attributable to Owners</b>		<b>-3,078.91</b>	<b>-2,547.65</b>
<b>2 NON-CURRENT LIABILITIES</b>			
(a) Financial Liabilities			
(i) Borrowings	12	-	755.21
(ii) Other financial liabilities	13	4,195.30	1,962.11
(b) Provisions	14	34.80	25.14
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>4,230.10</b>	<b>2,742.47</b>
<b>3 CURRENT LIABILITIES</b>			
(a) Financial liabilities			
(i) Trade payables	15		
Total outstanding dues of micro enterprises & small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises & smaller enterprises		12.64	384.31
(ii) Other financial liabilities	16	4.32	2.39
(b) Other current liabilities	17	4.69	7.17
(c) Provisions	18	0.84	1.25
(d) Current tax liabilities	19	74.18	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>96.67</b>	<b>395.12</b>
<b>TOTAL LIABILITIES</b>		<b>4,326.77</b>	<b>3,137.59</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,247.87</b>	<b>589.94</b>
Significant Accounting Policies	1		

As per our report of even date attached  
For **SANJAY V. GOYAL & Co.**  
Chartered Accountants  
Firm Registration No. 124832W

Sd/-  
**CA SANJAY V. GOYAL**  
Partner  
Membership No.: 103080

For & on behalf of the Board of Directors

Sd/-  
**Ashok M. Katariya**  
Chairman  
DIN - 00112240

Sd/-  
**Satish D Parakh**  
Director  
DIN - 00112324

Place: Nasik  
Date: June 01,2020

Place: Nasik  
Date: June 01,2020

CIN : U45203MH2002PLC136550

## PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

(₹ In Lakhs)

Particulars	Note No.	For the Year Ended 31-Mar-2020	For the Year Ended 31-Mar-2019
<b>I INCOME</b>			
Revenue from Operations		-	-
Other Income	20	136.78	83.36
<b>Total Income</b>		<b>136.78</b>	<b>83.36</b>
<b>II EXPENSES:</b>			
Cost of Material Consumed	21	0.55	1.13
Construction Expenses	22	13.37	17.18
Employee Benefits Expenses	23	173.40	150.71
Finance Expenses	24	257.87	199.30
Depreciation and Amortisation	2	7.95	9.35
Other Expenses	25	44.20	53.95
<b>Total Expenses</b>		<b>497.34</b>	<b>431.62</b>
<b>III Profit before Tax ( I - II )</b>		<b>(360.56)</b>	<b>(348.26)</b>
<b>IV Tax Expense:</b>			
Current Tax		154.18	-
Mat Credit Entitlement		-	-
Tax For Earlier Years		-	-
Deferred Tax		-	-
		<b>154.18</b>	<b>-</b>
<b>V Profit for the year ( III - IV )</b>		<b>(514.74)</b>	<b>(348.26)</b>
<b>VI Other Comprehensive Income (OCI) :</b>			
(a) Items not to be reclassified subsequently to profit or loss		-	-
Re-measurement gains/(losses)on defined benefit plans		(16.52)	(0.81)
Income tax effect on above		-	-
(b) Items to be reclassified subsequently to profit or loss		-	-
Other Comprehensive Income		<b>(16.52)</b>	<b>(0.81)</b>
<b>VII Total comprehensive income for the year (V+VII)</b>		<b>(531.26)</b>	<b>(349.07)</b>
<b>VIII Earnings per Equity Shares of Nominal Value ₹ 10 each:</b>			
Diluted (₹)		<b>(17.16)</b>	<b>(11.61)</b>
Significant Accounting Policies	1		

As per our report of even date attached

Chartered Accountants

Firm Registration No. 124832W

Sd/-

**CA SANJAY V. GOYAL**  
Partner  
Membership No.: 103080

Place: Nasik  
Date: June 01,2020

For &amp; on behalf of the Board of Directors

Sd/-

**Ashok M. Katariya**  
Chairman  
DIN - 00112240

Place: Nasik  
Date: June 01,2020

Sd/-

**Satish D Parakh**  
Director  
DIN - 00112324

Particulars	For year ended 31-Mar-2020	For year ended 31-Mar-2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit Before Extraordinary Items and Taxation	(360.56)	(348.26)
<b>Non-cash adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation & Amortisation	7.95	9.35
Interest & Finance Income	-	(0.04)
Interest, Commitment & Finance Charges	257.87	199.30
Fair value adjustment for Preference Capital Investment	-	16.61
Other Comprehensive Income	(16.52)	(0.81)
<b>Operating Profit Before Changes in Working Capital</b>		
<b>Adjustments for changes in Operating Assets &amp; Liabilities:</b>	<b>(111.25)</b>	<b>(123.84)</b>
Decrease/(Increase) in other Current assets	(2.06)	(0.10)
Decrease/(Increase) in other Non-Current assets	-	(0.66)
Increase / (Decrease) in Trade Receivable	(128.87)	-
Increase / (Decrease) in Trade and Operating Payables	(371.67)	382.27
Increase / (Decrease) in Non Current Provision	9.66	12.85
Increase / (Decrease) in Short term borrowings	(755.21)	(1,779.38)
Increase / (Decrease) in Other Current Financial Liabilities	1.93	(26.25)
Increase / (Decrease) in Other Current Liabilities	(2.48)	6.11
Increase / (Decrease) in Other Non Current Financial Liabilities	2,233.19	1,962.11
Increase / (Decrease) in Short term provision	(0.41)	1.08
Increase / (Decrease) in Current tax liabilities	74.18	-
<b>Cash Generated from Operations</b>	<b>947.00</b>	<b>434.18</b>
Income Tax Paid	(154.18)	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>792.82</b>	<b>434.18</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
( Increase ) Decrease in Property, Plant & Equipment	(10.36)	(2.51)
Purchase of Investments	43.04	(43.04)
Interest Income	-	0.04
Loan Given	(457.31)	-
Proceeds from / (Investment in) Fixed Deposits (Net)	(105.04)	(0.59)
<b>NET CASH CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(529.67)</b>	<b>(46.11)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Borrowings	-	(154.52)
Interest, commitment & Finance Charges Paid	(95.84)	(199.30)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(95.84)</b>	<b>(353.82)</b>
<b>Net Increase In Cash &amp; Cash Equivalents</b>	<b>167.31</b>	<b>34.25</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>47.24</b>	<b>12.99</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>214.55</b>	<b>47.24</b>
<b>Note:</b>		
1 All figures in bracket are outflow.		
2 Cash and Cash Equivalents Included Balances with bank maintained towards Unclaimed Dividend of (₹ 0.66 lakh (Previous Year 0.66 lakh)		
3 The cash flow statement has been prepared under Indirect Method as per Ind AS 7 "Statement of Cash Flows" as under section 133 of Companies Act, 2013.		

As per our report of even date attached

For SANJAY V. GOYAL &amp; Co.

Chartered Accountants

Firm Registration No. 124832W

For &amp; on behalf of the Board of Directors

Sd/-  
CA SANJAY V. GOYAL  
Partner  
Membership No.: 103080

Sd/-  
Ashok M. Katariya  
Chairman  
DIN - 00112240

Sd/-  
Satish D Parakh  
Director  
DIN - 00112324

Place: Nasik  
Date: June 01,2020

Place: Nasik  
Date: June 01,2020

Ashoka DSC Katni Bypass Road Ltd  
Statement of Changes in Equity of for the year ended MARACH 31, 2020

**A Equity Share Capital**

Equity Share	As at March 31,2020		As at March 31,2019	
	Number of Shares	Rs. in lakhs	Number of Shares	Rs. in lakhs
Balance at the beginning of the year	30,00,000.00	300.00	30,00,000.00	300.00
<b>Balance at the close of the period</b>	<b>30,00,000.00</b>	<b>300.00</b>	<b>30,00,000.00</b>	<b>300.00</b>

**B Other Equity**

(₹ In Lakhs)

Other Equity	Reserves & Surplus			Items of Other Comprehensive Income (OCI)	Total
	General Reserve	Preference Share Redemption Reserve	Retained earnings	Re-measurement of net defined benefit plans	
<b>Balance as at April 1, 2018</b>	<b>104.50</b>	<b>-</b>	<b>(1,375.60)</b>	<b>(2.75)</b>	<b>(1,273.85)</b>
Balance as per Last balance Sheet	-	-	(3,215.29)	-	(3,215.29)
Addition During the Year	-	-	(348.26)	-	(348.26)
Other comprehensive income for the year	-	-	-	(4.59)	(4.59)
Preference Capital (Other Equity) Adjustment	-	-	615.99	-	615.99
<b>Balance as at March 31, 2019</b>	<b>104.50</b>	<b>-</b>	<b>(2,947.56)</b>	<b>(4.59)</b>	<b>(2,847.65)</b>
Balance as per Last balance Sheet	-	-	(3,563.55)	-	(3,563.55)
Addition During the Year	-	-	(514.74)	(16.52)	(531.26)
Other comprehensive income for the year	-	-	-	-	-
Preference Capital (Other Equity) Adjustment	-	-	615.99	-	615.99
<b>Balance as at March 31, 2020</b>	<b>104.50</b>	<b>-</b>	<b>(3,462.30)</b>	<b>(21.11)</b>	<b>(3,378.91)</b>

As per our report of even date attached  
For **SANJAY V. GOYAL & Co.**  
Chartered Accountants  
Firm Registration No. 124832W

Sd/-  
**CA SANJAY V. GOYAL**  
Partner  
Membership No.: 103080

Place: Nasik  
Date: June 01,2020

For & on behalf of the Board of Directors

Sd/-  
**Ashok M. Katariya**  
Chairman  
DIN - 00112240

Sd/-  
**Satish D Parakh**  
Director  
DIN - 00112324

Place: Nasik  
Date: June 01,2020

## ASHOKA DSC KATNI BYPASS ROAD LIMITED

### Notes to the Financial Statements for the year ended 31st March 2020

#### COMPANY OVERVIEW :

The Ashoka DSC Katni Bypass Road Ltd., is a Special Purpose Vehicle incorporated on 13th August, 2002 under the provisions of the Companies Act, 1956. In pursuance of the contract with the Ministry of Road Transport Highways Government of India New Delhi, to design, engineer, finance, construct and maintain Katni Bypass from 361 km to 378 km in the state of Madhya Pradesh on Build, Operate and Transfer (BOT) basis. The said BOT contract does not make the Company owner of the road but entitles it to "Toll Collection Rights" in exchange of the construction cost incurred while constructing the road. The concession period is 12 years including construction period of 540 days. The construction of the entire project has been sub-contracted to the holding company, viz. Ashoka Buildcon Ltd, as an EPC contractor.

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

##### 1.01 Note on Toll Collection :

Original Toll collection Notification got expired on Sep 17 ,2014 but company was allowed to collect toll vide order of Hon High Court of Delhi upto 20/2/2020, as the company had won arbitration award on account of claims and accordingly the period would extend further. The toll collection amount up to Dec 2017 is kept under Escrow / Joint account and FDR with nationalised bank, subsequent to expiry of toll Notification, is not available to the Company and the Company does not enjoy the rights of toll collection, such Toll Collection amount under Escrow is to the tune of ₹ 6268.03 Lacs the same is not recognised as income. Toll collection, deposit to bank and FD creation as per Hon High Court order is considered as obligation to Ministry of Road and Surface Transport ( MORTH) Govt of India, interest on the FDR amount ₹ 1869.37 Lacs also not recognized as income. This obligation of Rs.8137.40 is reduced by amount of FDR / Bank balance under Escrow of Rs.8137.40 and accordingly the same is Nil.

Further, on 22nd Dec 2017 ,the Company has received Hon High Court ( Single Member Bench ) order in its favour for claim of extension of period upto 20.02.2020, other claims are still pending. MORTH has filed appeal against that order and the further proceedings are pending before Larger Bench of Hon. High Court of Delhi. Accordingly, Toll collection after this High Court order is also not considered as income as matter has not attained finality and is under disputes. The toll collection post December - 2017 is specifically not under Escrow Account, although disputed, is shown separately under other liability in nature of toll collection under disputes Company has further received extension of 26 days on account of demonetization claim and collected Toll upto 18/03/2020 . Further company has got extension basis high court order dt 12/3/2020 to collect toll for period on account of Claims awarded by arbitration tribunal .The matter is also before conciliation committee for settlement of claim till such time toll collection shall be continued as per original order dated 17/07/2018 .The Total amount including interest on Escrow FDR under dispute is Rs.12332.70 out of which Rs.8137.40 is reduced by amount lying in Escrow account including interest the balance Rs.4195.30 is shown as liability under Toll collection dispute

Due to Covid 19 impact company could not collect toll from 23rd March to 22nd April as per Government Guidelines. There is reduction in subsequent traffic but as such it would not impact adversely on company as this loss shall be compensated appropriately by Government. In any case there is no interest or other obligation on company other than regular operational expenses that would be recovered sufficiently by toll Collection

##### 1.02 Compliance with Ind AS :

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

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

##### 1.03 Basis of Accounting :

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

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

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

##### 1.04 Presentation of financial statements :

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

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

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

##### 1.05 CURRENT VERSUS NON-CURRENT CLASSIFICATION

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

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

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

All other assets are classified as non-current.

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

#### 1.06 Key Estimates & Assumptions :

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

#### 1.07 Property, Plant and Equipment :

All Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment loss, if any.

Cost includes cost of acquisition, Installation or construction, other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes cenvat / value added tax eligible for credit / setoff.

Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the same are depreciated separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the statement of profit or loss as Incurred.

Property, plant and equipment are eliminated from financial statements, either on disposal or when retired from active use. Losses arising in the case of the retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognised in the statement of profit and loss in the year of occurrence.

#### 1.08 Depreciation :

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Property, plant and equipment is provided on written down value method, over the useful life of the assets, as specified in Schedule II to the Companies Act, 2013. Property, plant and equipment which are added / disposed off during the year, depreciation is provided on pro-rata basis.

The asset's residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1<sup>st</sup> April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

##### Type of Asset with Useful Life

Sr.No	Category of assets	Sub-category of assets	Useful life as per schedule II	Useful life adopted by the company
1	Plant and equipment	Crane	15	15
			15	15
2	Office and equipment		5	5
3	Computers and data processing equipment	End user devices	3	3
4	Vehicle	Two Wheeler,	8	8
			10	10

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1<sup>st</sup> April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

#### 1.09 Intangible assets

##### i) Intangible Assets Under Service concession Arrangements (Appendix A of "Ind AS 11 – Construction Contracts)

In respect of Public to Private Arrangements(PPA), on a Built-Operate-Transfer (BOT) basis, Intangible Assets i.e. Right to collect toll/tariff are recognised when the company has been granted rights to charge a toll/tariff from the users of such public services and such rights do not confer an unconditional right on the company to receive cash or another Financial Asset and when it is probable that future economic benefits associated with the rights will flow to the Company and the cost of the asset can be measured reliably.

Arrangements where the company has an unconditional right to receive cash or another Financial Asset are recognised as Financial Assets and accounted as per Ind AS 109 – "Financial Instruments".

Service Concession Arrangements that meet the definition of an Intangible Asset are recognised at cumulative construction cost, including related margins. Till completion of construction of the project, such arrangements are recognised as "Intangible Assets Under Development" and are recognised at cumulative construction cost, including related margins.

##### ii) Other Intangible assets

Intangible assets are recognized when it is probable that future economic benefits attributable to the assets will flow to the Company and the cost of the asset can be measured reliably. Such Intangible Assets acquired by the Company are measured at cost less accumulated amortisation and any accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition and installation of such assets.

## 1.10 Amortisation

i. Intangible Assets are amortized on Straight Line Method over the useful life of the asset / concession Period from the date of commencement of collection of Toll.

## 1.11 Impairment of Non-Financial Assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

## 1.12 Financial Instruments :

### Initial Recognition

Financial instruments i.e. Financial Assets and Financial Liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial instruments are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial instruments (other than financial instruments at fair value through profit or loss) are added to or deducted from the fair value of the financial instruments, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial instruments assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

### Subsequent Measurement

#### **Financial Assets**

All recognised financial assets are subsequently measured at amortized cost using effective interest method except for financial assets carried at fair value through Profit and Loss (FVTPL) or fair value through other comprehensive income (FVOCI).

#### **Investment in preference shares**

Investment in preference shares are classified as debt instruments and carried at Amortised cost if they are not convertible into equity instruments and are not held to collect contractual cash flows. Other Investment in preference shares which are classified as Debt instruments are mandatorily carried at FVTPL.

### De-recognition

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired, or the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement; and with that a) the Company has transferred substantially all the risks and rewards of the asset, or b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### Impairment of financial assets

The Company applies the expected credit loss model for recognising allowances for expected credit loss on financial assets measured at amortised cost. The Company uses a provision matrix to compute the expected credit loss on such financial assets. This matrix has been developed based on historical data as well as forward looking information pertaining to assessment of credit risk.

## **Financial Liabilities**

### **Classification**

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

### **ent**

Loans and borrowings are subsequently measured at amortised cost using Effective Interest Rate (EIR), except for financial liabilities at fair value through profit or loss. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. Amortisation arising on unwinding of the financial liabilities as per EIR is included as a part of Finance Costs in the Statement of Profit and Loss.

Financial liabilities recognised at FVTPL, including derivatives, are subsequently measured at fair value.

Preference shares issued is considered as a compound financial liability under borrowing. Preference shares were issued at premium, part of premium received on issue of preference capital, is to be considered as other equity which is over and above the present value of the redemption amount to be paid at given discounted rate.

### **Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

during the year the company had done early redumption of its put shares. at the preporinate redemption value and sthe same is charged under finacial charges the faire value adjustment

### **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

### **Re-classification of financial instruments**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets.



Note: 2

(₹ In Lakh)

Particulars	Gross Block				Accumulated depreciation and impairment				Carrying Amount
	Balance as at April 1, 2019	Additions	Disposals / Adjustments	Balance as at March 31, 2020	Balance as at April 1, 2019	Deductions/ Adjustments	Depreciation expense	Balance as at March 31, 2020	Balance as at March 31, 2020
<b>Property plant and equipment</b>									
Data processing equipment's	1.45	7.29	-	8.74	0.72	-	1.55	2.27	6.46
Office equipment's	23.32	2.41	-	25.73	14.62	-	3.85	18.47	7.26
Plant & Equipment	21.49	-	-	21.49	11.73	-	1.77	13.50	7.99
Vehicles	9.14	0.66	-	9.79	6.93	-	0.78	7.71	2.08
<b>Total</b>	<b>55.39</b>	<b>10.36</b>	<b>-</b>	<b>65.75</b>	<b>34.00</b>	<b>-</b>	<b>7.95</b>	<b>41.96</b>	<b>23.79</b>

Note: 2

(₹ In Lakh)

Particulars	Gross Block				Accumulated amortisation and impairment				Carrying Amount
	Balance as at April 1, 2019	Additions	Disposals / Adjustments	Balance as at March 31, 2020	Balance as at April 1, 2019	Deductions/ Adjustments	Depreciation expense	Balance as at March 31, 2020	Balance as at March 31, 2020
<b>Intangible assets</b>									
License to collect Toll	1,913.99	-	-	1,913.99	1,913.99	-	-	1,913.99	0.00
<b>Total</b>	<b>1,913.99</b>	<b>-</b>	<b>-</b>	<b>1,913.99</b>	<b>1,913.99</b>	<b>-</b>	<b>-</b>	<b>1,913.99</b>	<b>-</b>

Intangible assets has been fully written off basis original Toll Collection period

Note: 2

Particulars	Gross Block				Accumulated depreciation and impairment				Carrying Amount
	Balance as at April 1, 2018	Additions	Disposals / Adjustments	Balance as at March 31, 2019	Balance as at April 1, 2018	Deductions/ Adjustments	Depreciation expense	Balance as at March 31, 2019	Balance as at March 31, 2019
<b>Property plant and equipment</b>									
Data processing equipment's	1.45	-	-	1.45	0.44	-	0.28	0.72	0.72
Office equipment's	23.32	-	-	23.32	8.79	-	5.83	14.62	8.70
Plant & Equipment	21.49	-	-	21.49	9.51	-	2.22	11.73	9.76
Vehicles	9.14	-	-	9.14	5.91	-	1.02	6.93	2.20
<b>Total</b>	<b>55.39</b>	<b>-</b>	<b>-</b>	<b>55.39</b>	<b>24.66</b>	<b>-</b>	<b>9.35</b>	<b>34.00</b>	<b>21.38</b>

Note: 2

(₹ In Lakh)

Particulars	Gross Block				Accumulated amortisation and impairment				Carrying Amount
	Balance as at April 1, 2018	Additions	Disposals / Adjustments	Balance as at March 31, 2019	Balance as at April 1, 2018	Deductions/ Adjustments	Depreciation expense	Balance as at March 31, 2019	Balance as at March 31, 2019
<b>Intangible assets</b>									
License to collect Toll	1,913.99	-	-	1,913.99	1,913.99	-	-	1,913.99	0.00
<b>Total</b>	<b>1,913.99</b>	<b>-</b>	<b>-</b>	<b>1,913.99</b>	<b>1,913.99</b>	<b>-</b>	<b>-</b>	<b>1,913.99</b>	<b>0.00</b>

3 NON-CURRENT INVESTMENTS (UNQUOTED)

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>(A) Investments Mandatorily Measured at Fair Value Through Profit &amp; Loss (Unquoted) :</b>		
<b>(I) In Preference Shares of Fellow Subsidiary companies, fully paid-up:</b>		
Preference Shares of ₹ 630/- each fully paid up 50,000 ( 50,000 ) of Viva Infrastructure Ltd	310.97	473.00
<b>Total of Investments measured mandatorily at Fair Value Through Profit &amp; Loss:::</b>	<b>310.97</b>	<b>473.00</b>
<b>Total :::::</b>	<b>310.97</b>	<b>473.00</b>
Aggregate Amount of Unquoted Investments	310.97	473.00
Aggregate Market Value of Quoted Investments	-	-
Aggregate Amount of Impairment in Value of Investments	-	-

Note: Number of units in brackets denotes number of units for the year ended March 31, 2017

4 Other Non Current Asset

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>(A) Advances Recoverable other than in Cash:</b>		
Trade Deposits	1.27	1.27
<b>Total :::::</b>	<b>1.27</b>	<b>1.27</b>

5 INVESTMENTS (CURRENT)

(₹ In Lakh)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>Investment in Mutual Funds</b>		
Reliance Mutual Fund	-	43.04
<b>Total :::::</b>	<b>-</b>	<b>43.04</b>

6 Trade Receivables-Current

(₹ In Lakh)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>Unsecured:</b>		
Considered good - Others	128.87	-
<b>Total :::::</b>	<b>128.87</b>	<b>-</b>

7 Cash and cash equivalents

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>(A) Cash &amp; Cash Equivalents</b>		
(I) Cash on hand	0.89	14.05
(II) Balances with Banks		
On Current account ***	213.67	33.19
Deposits with Original maturity less than 3 months		
<b>Sub Total :::::</b>	<b>214.55</b>	<b>47.24</b>
<b>(B) Other Bank Balances</b>		
Deposits with Remaining maturity more than 3 months and less than 12 months	105.63	0.59
<b>Sub Total :::::</b>	<b>105.63</b>	<b>0.59</b>
<b>Total :::::</b>	<b>320.19</b>	<b>47.83</b>

\*\*\* Included Balance with bank maintained towards Unclaimed Dividend of ₹ 0.66 lakh ( Previous Year ₹ 0.66 Lakh )

8 Loans - Current

(₹ In Lakh)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>(A) Loans to related parties (Refer Note No. 43 On Related Party Disclosure)</b>		
Secured, Considered good:		
<b>Unsecured, Considered good:</b>		
Subsidiaries	457.31	-
<b>Total :::::</b>	<b>457.31</b>	<b>-</b>

9 Other Current Asset

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-19
<b>(A) Advances other than Capital Advances :</b>		
Advances Recoverable other than in Cash	0.12	0.18
<b>(B) Others</b>		
Prepaid Expenses	5.35	3.23
Duties & Taxes Recoverable	-	0.01
<b>Total :::::</b>	<b>5.48</b>	<b>3.42</b>

10 Equity Share Capital

(I) Authorised Capital:

Class of Shares	Par Value (₹)	As at 31-Mar-2020		As at 31-Mar-2019	
		No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)
Equity Shares	10.00	30,00,000	300.00	30,00,000	300.00
<b>Total :::::</b>			<b>300.00</b>		<b>300.00</b>

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

Class of Shares	Par Value (₹)	As at 31-Mar-2020		As at 31-Mar-2019	
		No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)
Equity Shares	10.00	30,00,000	300.00	30,00,000	300.00
<b>Total :::::</b>			<b>300.00</b>		<b>300.00</b>

(III) Reconciliation of Number of Shares Outstanding:

Class of Shares	As at 31-Mar-2020		As at 31-Mar-2019	
	Equity Shares	Preference Shares	Equity Shares	Preference Shares
Outstanding as at beginning of the period	30,00,000	85,000	30,00,000	2,80,000
Addition during the period	-	-	-	-
Shares Split Impact	-	-	-	-
Bonus Issue	-	-	-	-
Redeemed during the period	-	85,000	-	1,95,000
Outstanding as at end of the period	<b>30,00,000</b>	<b>-</b>	<b>30,00,000</b>	<b>85,000</b>

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

Class of Shares	As at 31-Mar-2020		As at 31-Mar-2019	
	Equity Shares	Preference Shares	Equity Shares	Preference Shares
Ashoka Buildcon Ltd.	29,94,900	-	29,94,900	-
Viva Highways Ltd	-	-	-	2,80,000

11 Other Equity

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-19
<b>Security Premium Reserve</b>		
Balance as per Last balance Sheet	104.50	104.50
Addition During the Year	-	-
Deduction During the year	-	-
<b>As at end of year</b>	<b>104.50</b>	<b>104.50</b>
<b>Surplus / Retained Earnings</b>		
Balance as per Last balance Sheet	(3,563.55)	(3,215.29)
Addition During the Year	(514.74)	(348.26)
Deduction During the year	-	-
<b>Amount available for appropriations</b>	<b>(4,078.28)</b>	<b>(3,563.55)</b>
<b>Appropriation :</b>		
<b>IND As Adjustment</b>	615.99	615.99
<b>As at end of year</b>	<b>(3,462.30)</b>	<b>(2,947.56)</b>
<b>Other Compressive Income</b>		
Balance as per Last balance Sheet	(4.59)	(3.78)
Actuarial Gain/ (Loss) on defined benefit plan	(16.52)	(0.81)
Deduction During the year	-	-
<b>As at end of year</b>	<b>(21.11)</b>	<b>(4.59)</b>
<b>Gross Total :::::</b>	<b>(3,378.91)</b>	<b>(2,847.65)</b>

12 Borrowings - Non Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
(i) Prepaid Upfront Fees on Loan	-	-
-Redeemable preference share capital *	-	755.21
<b>Gross Total :::::</b>	<b>-</b>	<b>755.21</b>

13 Other Financial Liabilities - Non Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
** PWD / MORTH - Liabilities	8,137.40	7,862.68
** Less: PWD / MORTH - Assets	(8,137.40)	(7,862.68)
Toll Collection under dispute	4,195.30	1,962.11
<b>Total :::::</b>	<b>4,195.30</b>	<b>1,962.11</b>

14 Provisions - Non Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>Provision for Employee's Benefits:</b>		
Provision for compensated Absences	3.51	1.55
Provision for Gratuity	31.29	12.92
Provision for Salary	0.00	10.66
<b>Total :::</b>	<b>34.80</b>	<b>25.14</b>

15 Trade Payables - Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>(A) Trade Payables:</b>		
Micro, Small & Medium Enterprises		
Micro, Small & Medium Enterprises		
Others	12.51	3.11
Related Parties	-	381.20
<b>(B) Advance from Customers</b>	<b>0.13</b>	<b>-</b>
<b>Total :::</b>	<b>12.64</b>	<b>384.31</b>

(Refer Note No 14 for disclosures under section 22 of Micro, Small and Medium Enterprises Development Act, 2006)

16 Other Financial liabilities - Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Unclaimed Dividend	0.66	0.66
Due to Employees	2.66	0.02
Unpaid Expenses	1.00	1.71
<b>Total :::</b>	<b>4.32</b>	<b>2.39</b>

\* Included Balance with bank maintained towards Unclaimed Dividend of ₹ 0.66 lakh ( Previous Year ₹ 0.66 Lakh )

17 Other current liabilities

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Duties & Taxes	4.69	7.17
<b>Total :::</b>	<b>4.69</b>	<b>7.17</b>

18 Provisions - Current

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Provision for Compensated Absences	0.04	0.08
Provision for Gratuity	0.80	1.18
<b>Total :::</b>	<b>0.84</b>	<b>1.25</b>

19 Current Tax Liabilities

(₹ In Lakhs)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
<b>Current tax Liabilities</b>		
Income tax Liabilities (net of advance taxes)	74.18	-
<b>Total :::</b>	<b>74.18</b>	<b>-</b>

20 Other Income			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
<b>(A) Interest Income on financials assets carried at Cost/Amortised Cost:</b>			
M F Income	4.04	56.81	
Interest from Subsidiaries and Joint Ventures	13.68	-	
Interest on Others	7.22	-	
Interest Income- FDR	2.34	-	
<b>(B) Other Non Operating Income:</b>			
Miscellaneous Income	109.51	26.55	
<b>Total ::::</b>	<b>136.78</b>	<b>83.36</b>	

21 Cost Of Materials Consumed			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
<b>Construction Material</b>			
Consumption of Construction Materials	0.55	1.13	
<b>Total ::::</b>	<b>0.55</b>	<b>1.13</b>	

22 Construction Expenses			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
Sub-contracting Charges	0.13	0.50	
Transport and Material Handling Charges	0.21	0.21	
Repair to Machineries	0.39	4.41	
Equipment / Machinery Hire Charges	3.07	2.86	
Oil, Lubricant & Fuel	2.73	1.90	
Power & Water Charges	6.84	7.30	
<b>Total ::::</b>	<b>13.37</b>	<b>17.18</b>	

23 Employee Benefits Expenses			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
Salaries, Wages and Allowances	161.40	143.17	
Contribution to Provident and Other Funds	10.39	5.32	
Staff Welfare Expenses	1.62	2.22	
<b>Total ::::</b>	<b>173.40</b>	<b>150.71</b>	

Refer note no. 28 for details of Defined contribution scheme and defined benefit plan

24 Finance Expenses			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
Interest on Loans	-	11.95	
Financial Charges Ind AS	256.82	187.23	
Bank Charges	1.05	0.13	
<b>Total ::::</b>	<b>257.87</b>	<b>199.30</b>	

Depreciation And Amortisation			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
Depreciation on tangible fixed assets	7.95	9.35	
<b>Total ::::</b>	<b>7.95</b>	<b>9.35</b>	

25 Other Expenses			(₹ In Lakhs)
Particulars	For the Year ended 31-Mar-20	For the Year ended 31-Mar-19	
Rent Rates & Taxes	5.18	0.18	
Insurance	3.51	3.52	
Printing and Stationery	0.63	1.47	
Travelling & Conveyance	1.60	1.00	
Communication	1.29	1.85	
Vehicle Running Charges	4.86	5.97	
Legal & Professional Fees	18.61	6.26	
Corporate Social Responsibility	-	25.00	
Auditor's Remuneration	0.70	0.75	
Marketing & Advertisement Expenses - Net	0.18	0.23	
Miscellaneous Expenses	7.63	7.71	
<b>Total ::::</b>	<b>44.20</b>	<b>53.95</b>	

**Note 26 : Employee benefit plans**

**(a) Defined contribution plan**

The following amount recognized as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

Particulars	₹ In Lakhs	
	March 31, 2020	March 31, 2019
Contribution in defined plan	10.39	5.32

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

**(b) Defined benefit plan**

**(i) Gratuity**

The company operates one defined plan of gratuity for its employees. Under the gratuity plan, every employee who has completed atleast five years of service gets a gratuity on departure @ 15 days of last drawn salary for each completed year of service. The scheme is funded with an Life Insurance Corporation of India in the form of qualifying insurance policy.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

	₹ In Lakhs	
	March 31, 2020	March 31, 2019
<b>Statement of profit and loss</b>		
<b>Net employee benefit expense recognised in the employee cost</b>		
Current service cost	1.30	1.21
Past service cost	-	-
Interest cost on defined benefit obligation	1.06	0.87
Interest Income on plan assets	-	-
<b>Components of Defined benefits cost recognised in profit &amp; loss</b>	<b>2.37</b>	<b>2.08</b>
Remeasurment - due to demographic assumptions	-	-
Remeasurment - due to financials assumptions	-	-
Remeasurment - due to experience adjustment	16.52	1.01
Return on plan assets excluding interest income	-	-
<b>Components of Defined benefits cost recognised in Other Comprehensive Income</b>	<b>16.52</b>	<b>1.01</b>
<b>Total Defined Benefits Cost recognised in P&amp;L and OCI</b>	<b>18.89</b>	<b>3.09</b>
<b>Amounts recognised in the Balance Sheet</b>		
Defined benefit obligation	32.09	14.10
<b>Funded Status</b>	<b>(32.09)</b>	<b>(14.10)</b>
<b>Changes in the present value of the defined benefit obligation are as follows:</b>		
Opening defined benefit obligation	14.10	11.01
Current service cost	1.30	1.21
Interest cost	1.06	0.87
Actuarial losses/(gain) on obligation	16.52	1.01
Benefits paid	-0.90	-
<b>Closing defined benefit obligation</b>	<b>32.09</b>	<b>14.10</b>
<b>Net assets/(liability) is bifurcated as follows :</b>		
Current	1.18	1.18
Non-current	12.92	12.92
<b>Net liability</b>	<b>14.10</b>	<b>14.10</b>
<b>Add:</b>		
Provision made over and above actuarial valuation (considered current liability)	-	-
<b>Net total liability</b>	<b>14.10</b>	<b>14.10</b>

**The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:**

Particulars	March 31, 2020	March 31, 2019
	Discount rate	7.50%
Mortality rate	Indian assured lives mortality (2006 -08) ultimate	Indian assured lives mortality (2006 -08) ultimate
Salary escalation rate (p.a.)	7.00%	7.00%
Disability Rate (as % of above mortality rate)	5.00%	5.00%
Withdrawal Rate	2% to 10%	2% to 10%
Normal Retirement Age	58 Years	58 Years
Average Future Service	NA	23.89

The sensitivity analysis below have been determine based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

Particulars	March 31, 2020		March 31, 2019	
	Increase	Decrease	Increase	Decrease
Salary escalation (100 basis point movement)	37.14	27.81	16.23	12.31
Discount rate (100 basis point movement)	37.55	27.59	12.23	16.38
Attrition rate (100 basis point movement)	32.19	32.01	14.26	13.93

The estimates of future salary increases, considered in actuarial valuation, is based on inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

**(ii) Leave encashment**

The company operates benefit plan of Leave encashment for its employees. Under the plan, every employee who will retire/resign will gets a encashment of their accumulated leave as per the Company Policy. The scheme is un-funded.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

	(₹ In Lakhs)	
	March 31, 2020	March 31, 2019
<b>Statement of profit and loss</b>		
<b>Net employee benefit expense recognised in the employee cost</b>		
Current service cost	0.21	0.27
Interest cost on defined benefit obligation	0.12	0.11
<b>Components of Defined benefits cost recognised in profit &amp; loss</b>	<b>0.33</b>	<b>0.38</b>
Remeasurment - due to experience adjustment	1.81	(0.20)
<b>Components of Defined benefits cost recognised in Other Comprehensive Income</b>	<b>1.81</b>	<b>(0.20)</b>
<b>Total Defined Benefits Cost recognised in P&amp;L and OCI</b>	<b>2.14</b>	<b>0.18</b>
<b>Amounts recognised in the Balance Sheet</b>		
Defined benefit obligation	1.63	1.46
<b>Funded Status</b>	<b>1.63</b>	<b>1.46</b>
<b>Changes in the present value of the defined benefit obligation are as follows:</b>		
Opening defined benefit obligation	1.63	1.46
Current service cost	0.21	0.27
Interest cost	0.12	0.11
Remeasurements	1.81	(0.20)
Benefits paid	0.22	(0.01)
<b>Closing defined benefit obligation</b>	<b>3.98</b>	<b>1.63</b>
<b>Net assets/(liability) is bifurcated as follows :</b>		
Current	0.04	0.08
Non-current	3.51	1.55
<b>Net liability</b>	<b>3.55</b>	<b>1.63</b>
<b>Add:</b>		
Provision made over and above actuarial valuation (considered current liability)		-
<b>Net total liability</b>	<b>3.55</b>	<b>1.63</b>

**The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:**

Particulars	March 31, 2020	March 31, 2019
Discount rate	7.50%	8.00%
Mortality rate	Indian assured lives mortality (2006 -08)	Indian assured lives mortality (2006 -08)
Salary escalation rate (p.a.)	ultimate 7.00%	ultimate 7.00%
Disability Rate (as % of above mortality rate)	5.00%	5.00%
Withdrawal Rate	2% to 10%	2% to 10%
Normal Retirement Age	58 Years	58 Years
Average Future Service	NA	23.89

**The sensitivity analysis below have been determine based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.**

Particulars	March 31, 2020		March 31, 2019	
	Increase	Decrease	Increase	Decrease
Salary escalation (100 basis point movement)	4.13	3.06	1.89	1.41
Discount rate (100 basis point movement)	4.18	3.04	1.91	1.40
Attrition rate (100 basis point movement)	-	-	-	-

The estimates of future salary increases, considered in actuarial valuation, is based on inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

**Ashoka DSC Katni Bypass Road Ltd**

**Notes to the Financial Statements for the year ended 31st March 2020.**

**Additional Statement Of Notes:**

**Note 27 : Earnings Per Share :**

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

Particulars	Year ended 31-Mar-2020	Year ended 31-Mar-2019
Profit/ (Loss) attributable to Equity Shareholders	(514.74)	(348.26)
No of Weighted Average Equity Shares outstanding during the Year (Basic)	30,00,000	30,00,000
No of Weighted Average Equity Shares outstanding during the Year (Diluted)	30,00,000	30,00,000
Nominal Value of Equity Shares (in ₹ )	10	10
Basic Earnings per Share (in ₹ )	(17.16)	(11.61)
Diluted Earnings per Share (in ₹ )	(17.16)	(11.61)

**Note 28 : Remuneration to Auditors (excluding service tax and GST) :**

(₹ In Lakhs)

Particulars	Year ended 31-Mar-2020	Year ended 31-Mar-2019
Audit fees	0.40	0.40
Tax Audit Fees	0.15	0.35

**Note 29 : Contingent Liabilities and commitments**

(₹ In Lakhs)

Particulars	Year ended 31-Mar-2020	Year ended 31-Mar-2019
Bank Guarantee issued by the company in favour of Banks/ Financial Institutions for finance raised by Holding Company.	42.00	42.00

Bank Guarantees placed by the company companies with Govt. Organization and other institution have been obtained by using the financial limits of holding company (Ashoka Buildcon Limited) with various banks/Financial Institutions. Since the limits of the holding company have been utilised, contingent liability has been disclosed in the books of the holding company and not in the books of the SPV company.

**Note 30 : Details of dues to micro and small enterprises as per MSMED Act, 2006 :**

There are no Micro and Small Enterprises as defined in the Micro and Small Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro and Small Enterprises has been determined to the extent such parties has been identified on the basis of information available with the company.

**Note 31 : Components of Other Comprehensive Income (OCI)**

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

(₹ In Lakhs)

During the year ended	Year ended 31-Mar-2020	Year ended 31-Mar-2019
Re-measurement gains (losses) on defined benefit plans	(16.52)	(0.81)
<b>Total</b>	<b>(16.52)</b>	<b>(0.81)</b>

**Note 32 : Segment information as required by Ind AS 108 are given below :**

The Company is engaged in one business activity of Construction of Road on BOT basis and hence the segment reporting is not presented.

**Note 33 :** According to Companies act 2013, no any liability to spend the CSR expenditure in the financial year 2019-20

**Note 34 : Capital management :**

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

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

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

Particulars	(₹ In Lakhs)	
	As At 31-Mar-2020	As At 31-Mar-2019
Borrowings (refer note 10 )	-	755.21
Less: Cash and cash equivalents (refer note 7 )	320.19	47.83
<b>Net debt (A)</b>	<b>320.19</b>	<b>803.04</b>
Equity (refer note 8 & 9)	(3,078.91)	(2,547.65)
<b>Capital and Net debt (B)</b>	<b>-2,758.72</b>	<b>-1,744.61</b>
<b>Gearing ratio (%) (A/B)</b>	<b>0.00%</b>	<b>0.00%</b>

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

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2020, year ended March 31 2019 and April 01 2018.

**Note 35 : Significant accounting judgement, estimates and assumptions :**

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

**Estimates and assumptions**

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

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year is in respect of useful lives of property, plant and equipment, useful life of intangible assets, valuation of deferred tax assets, provisions and contingent liabilities. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**Note 36 : Events after reporting period :**

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

**Note 37 : Previous year comparatives :**

Previous year's figures have been regrouped/reclassified, wherever necessary, to conform to current year classification.

Ashoka DSC Katni Bypass Road Ltd

Notes to the Financial Statements for the year ended 31st March 2020.

Additional Statement Of Notes:

Note 38 : Financial Instrument - fair values and risk management

Fair value measurements

(₹ In Lakhs)

Financial Instruments by category	March 31, 2020		March 31, 2019	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
<b>Financial Assets</b>				
Investments	310.97	-	473.00	-
Cash and cash equivalents	-	320.19	-	47.83
Other financial assets	-	-	-	-
<b>Total Financial Assets</b>	<b>310.97</b>	<b>320.19</b>	<b>473.00</b>	<b>47.83</b>
<b>Financial Liabilities</b>				
Borrowings	-	-	755.21	-
Trade payables	-	12.64	-	384.31
Other financial liabilities	-	4.32	-	2.39
<b>Total Financial Liabilities</b>	<b>-</b>	<b>16.96</b>	<b>755.21</b>	<b>386.70</b>

Fair Value Hierarchy

(₹ In Lakhs)

Financial assets and liabilities measured at fair value	March 31, 2020			March 31, 2019		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial assets :</b>						
Investments	-	-	310.97	-	-	473.00
Cash and cash equivalents	-	-	320.19	-	-	47.83
<b>Total Financial Assets</b>	<b>-</b>	<b>-</b>	<b>631.16</b>	<b>-</b>	<b>-</b>	<b>520.83</b>
<b>Financial Liabilities :</b>						
Borrowings	-	-	-	-	755.21	-
Trade payables	-	-	12.64	-	-	384.31
Other financial liabilities	-	-	4.32	-	-	2.39
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>16.96</b>	<b>-</b>	<b>755.21</b>	<b>386.70</b>

Level 1 - The hierarchy in level 1 includes financial instruments measured using quoted prices. This includes mutual funds that have quoted price. The mutual funds are valued using the closing NAV declared by fund houses.

Level 2 - The fair value of financial instruments that are not traded in an active market (like investment in preference shares) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value as instrument are observable, the instrument is included in level 2.

Level 3 - If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, etc. included in level 3.

There are no transfers between levels 1, 2 and 3 during the year.

Financial risk management

The company's activities expose it to market risk, liquidity risk and credit risk.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

**Note 39 : Financial risk management objectives and policies**

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

In performing its operating, investing and financing activities, the Company is exposed to the Market risk, Credit risk and Liquidity risk.

**Market Risk**

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. Market risk comprises three types of risk:

Interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits, FVTOCI investments and derivative financial instruments.

The following table summaries the carrying amount of financial assets and liabilities recorded at the end of the year by categories:

**Carrying amount of Financial Assets and Liabilities:**

	(₹ In Lakhs)	
	March 31, 2020	March 31, 2019
<b>Financial assets</b>		
Investments in Preference Shares	310.97	473.00
Cash and cash equivalents	320.19	47.83
<b>Total financial assets carried at amortised cost</b>	<b>631.16</b>	<b>520.83</b>
<b>Financial liabilities</b>		
Borrowings	-	755.21
Other Current Financial Liabilities	4.32	2.39
Trade payables	12.64	384.31
<b>Total financial liabilities carried at amortised cost</b>	<b>16.96</b>	<b>1,141.91</b>

The sensitivity analyses in the following sections relate to the position as at March 31, 2020, March 31, 2019.

The sensitivity analyses have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant and in place at March 31, 2020.

The following assumptions have been made in calculating the sensitivity analyses:

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2020, March 31, 2019

**Financial instruments and cash deposits**

Credit risk from balances with banks and financial institutions is managed by the Company top management in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the top management on an annual basis, and may be updated throughout the year subject to approval of the Company's board of directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

**Interest Rate Risk :**

As infrastructure development and construction business is capital intensive, the company are exposed to interest rate risks. The company's infrastructure development and construction projects are funded to a large extent by debt and any increase in interest expense may have an adverse effect on our results of operations and financial condition. The company current debt facilities carry interest at variable rates with the provision for periodic reset of interest rates. As of March 31, 2020 the majority of the company indebtedness was subject to variable interest rates. In view of the high debt to equity ratios for the company's infrastructure development projects, an increase in interest expense is likely to have a significant adverse effect on financial results.

The interest rate risk exposure is mainly from changes in floating interest rates. The interest rate are disclosed in the respective notes to the financial statement of the Company. The following table analyse the breakdown of the financial assets and liabilities by type of interest rate:

	(₹ In Lakhs)	
	March 31, 2020	March 31, 2019
<b>Financial assets</b>		
<b>Non interest bearing</b>		
- Investments	310.97	473.00
- Cash and cash equivalent	320.19	47.83
- Other financial assets	-	-
<b>Financial Liabilities</b>		
<b>Interest bearing</b>		
- fixed interest rate borrowings	-	755.21
- floating interest rate borrowings	-	-
<b>Financial Liabilities</b>		
<b>Non interest bearing</b>		
- Borrowings	-	-
- Trade payables	12.64	384.31
- Other financial liabilities	4.32	2.39

**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 Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

	(₹ In Lakhs)	
	March 31, 2020	March 31, 2019
Increase in basis points		
- INR	50 bps	50 bps
Effect on profit before tax		
- INR	-	-
Decrease in basis points		
- INR	50 bps	50 bps
Effect on profit before tax		
	-	-

**Liquidity Risk :**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including debt and overdraft from banks at an optimised cost.

(₹ In Lakhs)

The Company's maximum exposure relating to financial guarantees and financial instruments is noted in note 32 and the liquidity table below:

	within 1 year	1 to 5 years	>5 years	Total
	INR Lakh	INR Lakh	INR Lakh	INR Lakh
<b>As at March 31, 2020</b>				
Borrowings		-		-
Trade payables	12.64	-	-	12.64
Others	4.32	-	-	4.32
	<b>16.96</b>	<b>-</b>	<b>-</b>	<b>16.96</b>
<b>As at March 31, 2019</b>				
Borrowings		755.21		755.21
Trade payables	384.31	-	-	384.31
Others	2.39	-	-	2.39
	<b>386.70</b>	<b>755.21</b>	<b>-</b>	<b>1,141.91</b>

At present, the Company does expects to repay all liabilities at their contractual maturity. In order to meet such cash commitments, the operating activity is expected to generate sufficient cash inflows.

**Ashoka DSC Katni Bypass Road Ltd**  
Notes to the Financial Statements for the year ended 31st March 2020.

**Additional Statement Of Notes:**

**Note 40 : Related party disclosure as required by Ind AS 24 are given below :**

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

Nature of Relationship	Name of Entity
Holding Company :	Ashoka Buildcon Ltd
Fellow Subsidiaries :	Viva Highways Ltd
Fellow Subsidiaries :	Ashoka Concessions Ltd.
Fellow Subsidiaries :	Ashoka Belgaum Dharwad Tollway Ltd.
Fellow Subsidiaries :	Ashoka Sambalpur Baragarh Tollway Ltd.
Fellow Subsidiaries :	Ashoka Dhankuni Kharagpur Tollway Ltd
Fellow Subsidiaries :	Ashoka Highways (Durg) Ltd.
Fellow Subsidiaries :	Ashoka Highways (Bhandara) Ltd.
Fellow Subsidiaries :	Ashoka Kharar Ludhiana Road Ltd.
Fellow Subsidiaries :	Ashoka Ranatsalam Anandapuram Road Ltd.
Fellow Subsidiaries :	Jaora - Nayagaon Toll Road Company Pvt.Ltd.
Fellow Subsidiaries :	Ashoka Infraways Ltd.
Fellow Subsidiaries :	Ashoka Infrastructure Ltd.
Fellow Subsidiaries :	Ashoka DSC Katni By Pass Ltd.
Fellow Subsidiaries :	Viva Infrastructure Ltd.
Fellow Subsidiaries :	Ashoka Precon Pvt. Ltd.
Fellow Subsidiaries :	Ashoka Technologies Pvt. Ltd.
Fellow Subsidiaries :	Ashoka GVR Mudhol Nipani Roads Ltd
Fellow Subsidiaries :	Ashoka Hungund Talikot Road Ltd
Fellow Subsidiaries :	Ashoka Bagewadi Saundatti Road Ltd.
Fellow Subsidiaries :	Unison Enviro Pvt Ltd.
Fellow Subsidiaries :	Ashoka Cuttak Angul Tollway Ltd.
Fellow Subsidiaries :	Ashoka Highway Research Co. Pvt Ltd
Fellow Subsidiaries :	Ratnagiri Natural Gas Pvt.Ltd.
Fellow Subsidiaries :	Ashoka Path Nirman Nasik Pvt Ltd
Fellow Subsidiaries :	Ashoka Aerospace Pvt.Ltd.
Fellow Subsidiaries :	Tech Breater Pvt.Ltd.
Fellow Subsidiaries :	Endurance Developers Road Pvt.Ltd.
Fellow Subsidiaries :	Ashoks Khairatunda Barwa Adda Road Limited
Fellow Subsidiaries :	Ashoka Mallasandra Karadi Road Pvt. Ltd.
Fellow Subsidiaries :	Ashoka Karadi Barwara Road Pvt.Ltd.
Fellow Subsidiaries :	Ashoka Belgaum Khanapur Road Pvt.Ltd.
Fellow Subsidiaries :	Ashoka Ankleshwar Manubar Expressway Pvt.Ltd.
Joint Operations	Ashoka Infrastructures
Partnership Firm	Ashoka High-Way AD
Partnership Firm	Ashoka Bridgeways
Nature of Relationship	Name of Entity
Key management personnel and their relatives:	Ashok M Katariya
Key management personnel and their relatives:	Anil Gandhi
Key management personnel and their relatives:	Satish Parakh

**2. Transactions During the Year:**

(₹ In Lakh)

Interest Paid			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Ashoka Buildcon Ltd.	Holding Company	-	11.95

Interest Received			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Viva Highways Ltd	Fellow Subsidiaries :	13.68	-

Redemption of Pref. Share			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Viva Highways Ltd	Fellow Subsidiaries :	850.00	1,950.00

Sub contract charges			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Ashoka Buildcon Ltd.	Holding Company	381.20	671.69

Loan Given			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Viva Highways Ltd	Fellow Subsidiaries :	550.00	-

Loan Received			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Viva Highways Ltd	Fellow Subsidiaries :	105.00	-

**3. Outstanding payable against :**

Sub contract charges			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Ashoka Buildcon Ltd.	Holding Company	-	381.20

(₹ In Lakh)

Loan Receivable			For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
Sr.No	Related Party	Description		
1	Viva Highways Ltd	Holding Company	457.31	-

As per our report of even date attached  
For **SANJAY V. GOYAL & Co.**  
Chartered Accountants  
Firm Registration No. 124832W

For & on behalf of the Board of Directors

Sd/-  
**CA SANJAY V. GOYAL**  
Partner  
Membership No.: 103080

Sd/-  
**Ashok M. Katariya**  
Chairman  
DIN - 00112240

Sd/-  
**Satish D Parakh**  
Director  
DIN - 00112324

Place: Nashik  
Date: June 01, 2020

Place: Nashik  
Date: June 01, 2020