

INDEPENDENT AUDITOR'S REPORT

To the Members of INKEL-EKK Roads Private Limited

Opinion

We have audited the accompanying financial statements OF **INKEL-EKK ROADS PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and Notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31st, 2022; and
- b) in the case of the Statement of Profit and Loss, Cash Flow Statement and Statement of Changes in Equity, of the profit, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing 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 and in **Appendix A** to 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.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following Notes forming part of the financial statements;



- During the Financial Year 2019-20, the Company had taken a term loan from State Bank of India (SBI), Ernakulam amounting to INR 182 Crores vide Loan Sanction Letter - ADV/SL/IERPL/121/19-20, by way of securitization of annuity receivables.

The Company subsequently approved an inter-corporate loan of INR 45.02 Crores to be given to INKEL Limited (the "Holding Company") vide a special resolution dated 26th August 2019 in its Extra-Ordinary General Meeting (EGM) bearing an interest which is equivalent to the interest charged by SBI on the Term Loan plus a spread of 2%.

During Financial Year 2021-22, the Company has further advanced a total amount of INR 4 Crores to the Holding Company on 25th January 2022. Please refer Note 2.11 of Notes to Financial Statements.

- The Company, being engaged in the business of developing, operating and maintaining an infrastructure facility, is eligible to claim a deduction of an amount equal to hundred per cent of the profits and gains derived from such business for ten consecutive assessment years under Section 80IA of the Income Tax Act, 1961. Further, as per the Hon'ble Supreme Court ruling in the case of Reliance Energy Limited, this deduction can be availed from the Gross Total Income. However, the Company has decided not to claim the said deduction for the Assessment Year 2022-23 in the light of the on-going Income Tax Assessments. Please refer Note 2.31 of Notes to Financial Statements.
- The Company had received a show cause notice u/s 274, with respect to Section 270A of The Income Tax Act, 1961 on 7th April 2021. However, since the IT Portal was under maintenance, the Management was unable to provide any response to this notice.

Subsequently, Income Tax Refund for the AY 2020-21 was adjusted against the outstanding demand incurred due to this non-response. A request letter had been submitted to The Additional Commissioner of Income Tax seeking some additional time to furnish a reply to show cause as to why penalty u/s.270A should not be imposed in the instant case for which the final order has not yet been passed. Hence the adjustment of Income Tax Refund against the aforementioned Outstanding Demand has not been provided in books of accounts. Please refer Note 2.36 of Notes to Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



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

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and our Auditor's Report thereon.

Our opinion on the financial statements does not cover the Other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. 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

Other Matters

In view of the continuous spread of COVID-19 across India, the Indian Government announced a series of lockdowns to contain the spread of the virus. This had resulted in restrictions on our physical visits and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, the entire audit was carried out based on remote access of the data as provided the Management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. The Management has represented that the data provided for our audit purposes is correct, complete, and reliable and are directly generated from the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.

Responsibilities of Management/Those Charged With Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India,

including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 financial statements.

With respect to the additional responsibilities for the audit of the financial statements as required under SA 700, refer '**Appendix A**'.

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 Act, we give in the '**Annexure A**', a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 appears from our examination of those books




- c. The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and the Statement of changes in Equity dealt with by this Report are in agreement with the books of account.
- d. In our opinion and according to the information and explanation given to us, the aforesaid 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 written representations received from the Directors as on 31st March, 2021, taken on record by the Board of Directors, none of the Directors are disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to financial statements of the company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; 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:
- a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer **Note 2.23** to the financial statements;
 - b) The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses. Refer **Note 2.24** to the financial statements;
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
 - e)
 - i. 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 person(s) or entity(ies), 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;
 - ii. 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 person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the

- iii. 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.
 - iv. Based on audit procedures, we have considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- f) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
3. Since the company is a private limited company, the provisions of Section 197 do not apply and hence, we do not report on the same.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No. 006138S




Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBGF9462

Place: Cochin

Date: 16/06/2022

**'APPENDIX A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE FINANCIAL STATEMENTS OF INKEL-EKK ROADS PRIVATE LIMITED**

Auditor's Responsibilities for the Audit of the Financial Statements (*Continued...*)

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

- i. 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.
- ii. 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.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- iv. 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.
- v. 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.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No: 006138S


Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBQF9462

Place: Cochin

Date: 16/6/2022



“Annexure A” referred to in paragraph 1 under the heading ‘Report on other Legal and Regulatory Requirements’ of our Independent Audit Report of even date on the Financial Statements of INKEL-EKK ROADS PRIVATE LIMITED for the year ended 31st March, 2021

As required by the Companies (Auditor’s Report) Order, 2020, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further report that:

1. In respect of the Company’s fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. No Intangible Assets were held in the name of the Company.
- b) As explained to us, fixed assets have been physically verified by the Management at reasonable intervals; no material discrepancies were noticed on such verification.
- c) No immovable properties are held in the name of the company.
- d) The company has not revalued its Property, Plant & Equipment or Intangible assets or both during the year.
- e) No proceedings have been initiated against the company for holding Benami Property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder and the details have been appropriately disclosed in the financial statements.

2. As the company is not dealing in any materials, stores etc. Clause 3(ii) of the Companies (Auditor’s Report) Order, 2020 is not applicable.

- 3.**
- a) The Company has granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 in the instances listed below:

Name of Party	Total amount of Loan (Rs.)	Balance outstanding as on 31.03.2022
INKEL Limited	4,00,00,000	21,48,60,000

- b) The terms and conditions of the grant of such loans are not prejudicial to the Company's interest;
- c) The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular;
- d) No amounts remain overdue for more than ninety days.
- e) No loans or advances in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- f) The Company has granted the following loans or advances in the nature of loans which is repayable on demand;

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
(i) Promoters		
Inkel Limited	4,00,00,000	0.10%
(ii) Related Parties	-	-

4. In respect of loans, investments, guarantees and security, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.
5. The Company has not accepted any deposits from the public during the year and 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 rules framed there under are not applicable.
6. As informed to us, the maintenance of cost records has not been prescribed by the Central Government under sub-section (l) of section 148 of the Companies Act, in respect of the activities carried on by the Company.
7.
 - a) As per the information and explanations furnished to us and according to our examination of the books of account, the company is regular in depositing with appropriate authorities 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 applicable to it.



- b) According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of 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 which have not been deposited on account of any dispute.
8. There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- 9.
- a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- b) The company has not been declared as a willful defaulter by any bank or financial institution or other lender.
- c) Term loans were applied for the purpose for which the loans were obtained, except the loans given to the Promoter Companies, details of which is given as follows;

Name of Company	Amount of Loan (in Rs.)
Inkel Limited	21,48,60,000
EKK-Infrastructure Limited	17,51,00,000

- d) The funds raised on short term basis have not been utilized for long term purposes.
- e) 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 any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10. According to the information and explanation given to us and the based on the examination of the records, no moneys were raised by way of initial public offer or further public offer (including debt instruments) or term loan, therefore Clause 3(x) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- 11.
- a) Based on the audit procedures performed and representations obtained from Management, we report that no fraud on or by the Company has been noticed or reported during the period, that causes the financial statements to be materially misstated.



- b) No report under sub-Section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
- c) No whistle-blower complaints were received during the year by the Company.
12. As the Company is not a Nidhi Company, Clause 3(xii) of the Order is not applicable to the Company.
13. In our opinion and according to the information and explanations given to us, all transactions made by the Company with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- 14.
- a) It has been confirmed to us by way of a written representation that the company has an effective internal audit system commensurate with the size and nature of its business.
- b) Also, as per Section 138 of the Companies Act, 2013, since no Internal Audit is applicable to the Company, we have not considered any reports of the Internal Auditors.
15. The Company has not entered into any non-cash transactions with directors or persons connected with him during the period under review. Accordingly, Clause 3(xv) of the Order is not applicable.
- 16.
- a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, Clause 3(xvi) of the Order is not applicable.
- b) The Company is not a Non-Banking Financial Company (NBFC) registered under The Companies Act, 2013 carrying on the business of a financial institution as per Section 45-I(c) of the RBI Act, 1934.
- c) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India
17. The company has not incurred any cash losses in the financial year and the immediately preceding financial year.
18. There has not been any resignation of the statutory auditors during the year.
19. No material uncertainty exists on the date of the audit report on an evaluation of the ageing report, financial ratios and expected dates of realization of financial assets and payment of financial liabilities and other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and Management Plans.



20. Section 135 of The Companies Act, 2013 is not applicable to the Company, hence Clause 3(xx) is not applicable.
21. The Company does not have any subsidiaries, joint ventures or associates and therefore, reporting under Clause 3(xxi) is not applicable.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No: 006138S


Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBGF9462

Place: Cochin

Date: 16/06/2022



INDEPENDENT AUDITOR'S REPORT

To the Members of INKEL-EKK Roads Private Limited

Opinion

We have audited the accompanying financial statements OF **INKEL-EKK ROADS PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and Notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31st, 2022; and
- b) in the case of the Statement of Profit and Loss, Cash Flow Statement and Statement of Changes in Equity, of the profit, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing 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 and in **Appendix A** to 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.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following Notes forming part of the financial statements;



- During the Financial Year 2019-20, the Company had taken a term loan from State Bank of India (SBI), Ernakulam amounting to INR 182 Crores vide Loan Sanction Letter - ADV/SL/IERPL/121/19-20, by way of securitization of annuity receivables.

The Company subsequently approved an inter-corporate loan of INR 45.02 Crores to be given to INKEL Limited (the "Holding Company") vide a special resolution dated 26th August 2019 in its Extra-Ordinary General Meeting (EGM) bearing an interest which is equivalent to the interest charged by SBI on the Term Loan plus a spread of 2%.

During Financial Year 2021-22, the Company has further advanced a total amount of INR 4 Crores to the Holding Company on 25th January 2022. Please refer **Note 2.11** of Notes to Financial Statements.

- The Company is engaged in the business of developing, operating, and maintaining an infrastructure facility is eligible to claim a deduction of an amount equal to a hundred percent of the profits and gains derived from such business for ten consecutive assessment years under Section 80IA of the Income-tax Act, 1961.

This deduction had been claimed in the FY's 2017-18, 2018-19, and 2019-20. However, the Assessing Officer of the Income Tax Department has disputed the same showing various reasons. Please refer **Note 2.31** of Notes to Financial Statements.

- The Company had received a show cause notice u/s 274, with respect to Section 270A of The Income Tax Act, 1961 on 7th April 2021. However, since the IT Portal was under maintenance, the Management was unable to provide any response to this notice.

Subsequently, Income Tax Refund for the AY 2020-21 was adjusted against the outstanding demand incurred due to this non-response. A request letter had been submitted to The Additional Commissioner of Income Tax seeking some additional time to furnish a reply to show cause as to why penalty u/s.270A should not be imposed in the instant case for which the final order has not yet been passed. Hence the adjustment of Income Tax Refund against the aforementioned Outstanding Demand has not been provided in books of accounts. Please refer **Note 2.36** of Notes to Financial Statements.

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Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



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The Company's Board of Directors is responsible for 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 standalone financial statements and our Auditor's Report thereon.

Our opinion on the financial statements does not cover the Other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. 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

Other Matters

In view of the continuous spread of COVID-19 across India, the Indian Government announced a series of lockdowns to contain the spread of the virus. This had resulted in restrictions on our physical visits and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, the entire audit was carried out based on remote access of the data as provided the Management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. The Management has represented that the data provided for our audit purposes is correct, complete, and reliable and are directly generated from the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.

Responsibilities of Management/Those Charged With Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India,

including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 financial statements.

With respect to the additional responsibilities for the audit of the financial statements as required under SA 700, refer '**Appendix A**'.

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 Act, we give in the '**Annexure A**', a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 appears from our examination of those books



- c. The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and the Statement of changes in Equity dealt with by this Report are in agreement with the books of account.
- d. In our opinion and according to the information and explanation given to us, the aforesaid 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 written representations received from the Directors as on 31st March, 2021, taken on record by the Board of Directors, none of the Directors are disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to financial statements of the company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; 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:
- a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer **Note 2.23** to the financial statements;
 - b) The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses. Refer **Note 2.24** to the financial statements;
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
 - e)
 - i. 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 person(s) or entity(ies), 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;
 - ii. 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 person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the



- iii. 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.
 - iv. Based on audit procedures, we have considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
 - f) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
3. Since the company is a private limited company, the provisions of Section 197 do not apply and hence, we do not report on the same.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No. 006138S




Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBGF9462

Place: Cochin

Date: 16/06/2022

**'APPENDIX A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE FINANCIAL STATEMENTS OF INKEL-EKK ROADS PRIVATE LIMITED**

Auditor's Responsibilities for the Audit of the Financial Statements (*Continued...*)

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

- i. 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.
- ii. 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.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- iv. 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.
- v. 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.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No: 006138S


Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBQF9462

Place: Cochin

Date: 16/6/2022



“Annexure A” referred to in paragraph 1 under the heading ‘Report on other Legal and Regulatory Requirements’ of our Independent Audit Report of even date on the Financial Statements of INKEL-EKK ROADS PRIVATE LIMITED for the year ended 31st March, 2021

As required by the Companies (Auditor’s Report) Order, 2020, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further report that:

1. In respect of the Company’s fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. No Intangible Assets were held in the name of the Company.
- b) As explained to us, fixed assets have been physically verified by the Management at reasonable intervals; no material discrepancies were noticed on such verification.
- c) No immovable properties are held in the name of the company.
- d) The company has not revalued its Property, Plant & Equipment or Intangible assets or both during the year.
- e) No proceedings have been initiated against the company for holding Benami Property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder and the details have been appropriately disclosed in the financial statements.

2. As the company is not dealing in any materials, stores etc. Clause 3(ii) of the Companies (Auditor’s Report) Order, 2020 is not applicable.

- 3.**
- a) The Company has granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 in the instances listed below:

Name of Party	Total amount of Loan (Rs.)	Balance outstanding as on 31.03.2022
INKEL Limited	4,00,00,000	21,48,60,000

- b) The terms and conditions of the grant of such loans are not prejudicial to the Company's interest;
- c) The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular;
- d) No amounts remain overdue for more than ninety days.
- e) No loans or advances in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- f) The Company has granted the following loans or advances in the nature of loans which is repayable on demand;

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
(i) Promoters		
Inkel Limited	4,00,00,000	0.10%
(ii) Related Parties	-	-

4. In respect of loans, investments, guarantees and security, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.
5. The Company has not accepted any deposits from the public during the year and 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 rules framed there under are not applicable.
6. As informed to us, the maintenance of cost records has not been prescribed by the Central Government under sub-section (l) of section 148 of the Companies Act, in respect of the activities carried on by the Company.
7.
 - a) As per the information and explanations furnished to us and according to our examination of the books of account, the company is regular in depositing with appropriate authorities 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 applicable to it.



- b) According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of 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 which have not been deposited on account of any dispute.
8. There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- 9.
- a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- b) The company has not been declared as a willful defaulter by any bank or financial institution or other lender.
- c) Term loans were applied for the purpose for which the loans were obtained, except the loans given to the Promoter Companies, details of which is given as follows;

Name of Company	Amount of Loan (in Rs.)
Inkel Limited	21,48,60,000
EKK-Infrastructure Limited	17,51,00,000

- d) The funds raised on short term basis have not been utilized for long term purposes.
- e) 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 any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10. According to the information and explanation given to us and the based on the examination of the records, no moneys were raised by way of initial public offer or further public offer (including debt instruments) or term loan, therefore Clause 3(x) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- 11.
- a) Based on the audit procedures performed and representations obtained from Management, we report that no fraud on or by the Company has been noticed or reported during the period, that causes the financial statements to be materially misstated.



- b) No report under sub-Section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
- c) No whistle-blower complaints were received during the year by the Company.
12. As the Company is not a Nidhi Company, Clause 3(xii) of the Order is not applicable to the Company.
13. In our opinion and according to the information and explanations given to us, all transactions made by the Company with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- 14.
- a) It has been confirmed to us by way of a written representation that the company has an effective internal audit system commensurate with the size and nature of its business.
- b) Also, as per Section 138 of the Companies Act, 2013, since no Internal Audit is applicable to the Company, we have not considered any reports of the Internal Auditors.
15. The Company has not entered into any non-cash transactions with directors or persons connected with him during the period under review. Accordingly, Clause 3(xv) of the Order is not applicable.
- 16.
- a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, Clause 3(xvi) of the Order is not applicable.
- b) The Company is not a Non-Banking Financial Company (NBFC) registered under The Companies Act, 2013 carrying on the business of a financial institution as per Section 45-I(c) of the RBI Act, 1934.
- c) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India
17. The company has not incurred any cash losses in the financial year and the immediately preceding financial year.
18. There has not been any resignation of the statutory auditors during the year.
19. No material uncertainty exists on the date of the audit report on an evaluation of the ageing report, financial ratios and expected dates of realization of financial assets and payment of financial liabilities and other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and Management Plans.



20. Section 135 of The Companies Act, 2013 is not applicable to the Company, hence Clause 3(xx) is not applicable.
21. The Company does not have any subsidiaries, joint ventures or associates and therefore, reporting under Clause 3(xxi) is not applicable.

For M/s Korah & Korah
Chartered Accountants
Firm Registration No: 006138S


Deepak Korah George, ACA
Partner

Membership No: 255036

UDIN: 2225036ALBBGF9462

Place: Cochin

Date: 16/06/2022



INKEL-EKK ROADS PRIVATE LIMITED

CIN:U45203KL2016PTC039948

Balance Sheet as at 31st March, 2022

Particulars	Note No	As at 31.03.2022 (In Lakhs)	As at 31.03.2021 (In Lakhs)
I. EQUITY AND LIABILITIES			
(1) Shareholders Funds			
(a) Share Capital	2.1	2,800.00	2,800.00
(b) Reserves and Surplus	2.2	2,126.05	1,283.85
(c) Money received against share warrants			
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long -Term Borrowings	2.3	12,224.79	13,194.45
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long - Term Liabilities	2.4	65.40	104.50
(d) Long Term Provisions			
(4) Current Liabilities			
(a) Short Term Borrowings	2.5	640.00	1,465.00
(b) Trade Payables	2.6		
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		76.46	117.74
(c) Other Current Liabilities	2.7	60.58	105.57
(d) Short Term Provisions	2.8	207.63	27.50
Total		18,200.91	19,098.61
II. ASSETS			
(1) Non - Current Assets			
a) Property, Plant and Equipment and Intangible assets			
i) Property, Plant and Equipment	2.9	26.19	21.03
ii) Intangible Assets			
iii) Capital work-in-progress			
iv) Intangible assets under development			
(b) Non- Current Investments			
(c) Deferred tax assets	2.10	1.43	-
(d) Long - Term Loans and Advances	2.11	3,959.68	3,647.06
(e) Other Non - Current Assets	2.12	7,435.10	8,860.74
(2) Current Assets			
(a) Current Investments			
(b) Inventories			
(c) Trade Receivables	2.13	248.44	1,932.21
(d) Cash and Cash Equivalents	2.14	5,900.31	4,335.89
(e) Short term Loans and advances			
(f) Other Current Assets	2.15	629.76	301.68
Total		18,200.91	19,098.61
Significant Accounting Policies and Notes to Accounts			

As per our Audit Report of even date attached.

For Korah & Korah

Chartered Accountants

FRN No. 006138S

Deepak George Korah, ACA
Partner

M.No: 255036

UDIN: 22255036ALBBGF9462

Place: Cochin

Date: 16-06-2022

On behalf of the Board

For INKEL-EKK Roads Private Limited

Dr. Ellangovan K
Director

DIN: 05272476

Sanju Muhammed
Director

DIN:02817591

INKEL-EKK ROADS PRIVATE LIMITED

Statement of Profit and Loss for the year ending 31st March 2022

	Particulars	Note No.	For the period 01.04.2021 to 31.03.2022 (In Lakhs)	For the period 01.04.2020 to 31.03.2021 (In Lakhs)
I.	Revenue from Operations	2.16	2,314.35	1,797.62
II.	Other Income	2.17	685.52	431.03
III.	Total Income (I+II)		2,999.87	2,228.65
IV.	Expense:			
(a)	Project Cost and Charges	2.18	427.37	384.53
(b)	Employee Benefit Expenses	2.19	4.61	5.71
(c)	Finance Cost	2.20	1,294.68	1,368.52
(d)	Depreciation and amortization expense		9.76	0.02
(e)	Other Expense	2.21	75.09	57.65
(f)	Total Expense (a to e)		1,811.51	1,816.43
V.	Profit before exceptional and extraordinary items and tax (III - IV)		1,188.36	412.22
VI.	Exceptional Items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		1,188.36	412.22
VIII.	Extraordinary items		-	-
IX.	Profit before tax (VII - VIII)		1,188.36	412.22
X.	Tax Expense			
	(1) Current tax		347.59	125.52
	(2) Deferred tax expense / (income)		(1.43)	-
XI.	Profit/(loss) for the period from continuing operations (IX - X)		842.20	286.70
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	Profit/(loss) from discontinuing operations (after tax) (XII - XIII)		-	-
XV.	Profit/(loss) for the period (XI + XIV)		842.20	286.70
XVI.	Earnings per equity share:	2.22		
	(1) Basic		3.01	1.02
	(2) Diluted		3.01	1.02
XVII.	Significant Accounting Policies and Notes to Accounts			

As per our Audit Report of even date attached.

For Korah & Korah
Chartered Accountants
FRN No. 006138S

On behalf of the Board
For INKEL-EKK Roads Private Limited

Deepak George Korah, ACA
Partner
M.No: 255036
UDIN: 22255036ALBBGF9462



Dr. Ellangovan K
Director
DIN: 05272476

Sanju Muhammed
Director
DIN: 02817591

Place: Cochin
Date: 16-06-2022

INKEL-EKK ROADS PRIVATE LIMITED

Cash Flow Statement

	Particulars	For the period 01.04.2021 to 31.03.2022 (In Lakhs)	For the period 01.04.2020 to 31.03.2021 (In Lakhs)
1	CASH FLOWS FROM OPERATING ACTIVITIES		
	Profit Before Taxes	1,188.37	412.22
	Adjustment for :		
	Depreciation and Amortisation	9.76	0.02
	Profit on sale of Assets		
	Finance Costs		
	Interest Income	(685.52)	(431.03)
	Dividend Income		
	Liabilities \Provisions no Longer required written back		
	Loss on sale / Conversion of Fixed Assets to Current assets		
	Exchange difference		
	Assets written off		
	Operating profit before Working Capital Changes	512.61	(18.79)
	Changes in Working Capital		
	Adjustments for (Increase)\Decrease in Operating Assets		
	Trade Receivables	1,683.77	(26.06)
	Short term loans and advances	-	-
	Other Current Assets	(328.09)	(135.03)
	Long term Loans and Advances	(312.62)	(1,650.58)
	Other Non - Current Assets	1,425.65	1,942.60
		2,468.71	130.94
	Adjustments for increase (Decrease) in Operating Liabilities		
	Trade Payables	(41.28)	(104.92)
	Non Current Liabilities	(39.10)	(36.98)
	Other Current Liabilities	(392.60)	(125.03)
	Long Term borrowing	(969.65)	(1,469.79)
	Short Term Borrowings	(825.00)	130.00
	Short Term Provisions	207.63	21.76
		(2,060.00)	(1,584.97)
	Cash generated from Operations	921.32	(1,472.82)
	Taxes paid / (refund received)	27.50	5.74
	Net Cashflow from Operating activities - (A)	893.82	(1,478.56)
2	CASH FLOWS FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	(14.91)	(21.05)
	Proceeds from sale / surrender of Fixed assets		
	Investments in Equity shares		
	Capital expenditure on Work In Progress		
	Interest received on deposits		
	Investments in lease hold rights		
	Other Investments		
	Net Cashflow from Investing activities - (B)	(14.91)	(21.05)
3	CASH FLOWS FROM FINANCING ACTIVITIES		
	Interest received	685.52	431.03
	Issue of Shares (includes shares issued against expenditure met by Inkel Ltd and EKK Infrastructures Ltd on behalf of the company)		
	Intrim Dividend Paid		
	Dividend Distribution tax paid		
	Net Cash Used in Financing Activities - (C)	685.52	431.03



Net increase /(decrease) in Cash and Cash equivalents	1,564.43	(1,068.58)
Cash and Cash equivalents at the beginning of the period	4,335.88	5,404.46
Exchange Difference		
Cash and bank balance at the end of the period comprises	5,900.31	4,335.88
Cash in Hand	0.00	0.01
Balance with Banks:		
In Current Accounts	2.14	1.85
In Deposit Accounts	5,898.17	4,334.02
In Earmarked Accounts		
Unpaid Dividend Account		
Cash and Bank Balance at the end of the period	5,900.31	4,335.88

As per our Report of even date attached

For Korah & Korah
Chartered Accountants
FRN No. 006138S



Deepak George Korah, ACA
Partner
M.No: 255036
UDIN: 22255036ALBBGF9462

On behalf of the Board
For INKEL-EKK Roads Private Limited

Dr. Ellangovan K
Director
DIN: 05272476

Sanju Muhammed
Director
DIN:02817591

Place: Cochin
Date: 16-06-2022

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE
PERIOD 01ST APRIL 2021 TO 31ST MARCH 2022**

COMPANY OVERVIEW

INKEL-EKK Roads Private Limited is a Special Purpose Vehicle (SPV) incorporated on 21st January 2016 for execution of the project 'Rehabilitation of State Highways and Major District Roads - Package B' for construction of 58 kms of road and allied infrastructure in Kottayam and Thiruvananthapuram Districts. The Project is to be executed for the Road Infrastructure Corporation of Kerala Limited (RICK) under DBFMT (Design-Build-Finance-Operate-Transfer) on Annuity basis.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Accounting

The financial statements are prepared and presented under the historical cost convention, on an accrual basis of accounting and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI"), referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

1.2 Current/Non-Current classification

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle. Based on the nature of business and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration, the Company has considered an operating cycle of 12 months.

1.3 Use of Estimates

The preparation of the financial statements is in conformity with GAAP and requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as on the date of the financial statements. Actual result could differ from those estimates. Any revision to the accounting estimates is recognized prospectively in current and future periods.

1.4 Property, Plant and Equipment

Property, Plant and Equipment acquired/commissioned are stated at the cost of acquisition, which includes taxes, duties, freight and other incidental expenses incurred for bringing the assets to the working condition required for their intended use, less depreciation and impairment in value if any. Capital work-in-progress comprises of the cost of Property, Plant and Equipment that are not yet ready for their intended use on reporting date.



1.5 Depreciation

Depreciation on Property, Plant and Equipment is provided under the written-down value method at the rates and in the manner specified in Schedule II of the Companies Act, 2013.

The Management estimates the useful lives for the Property, Plant and Equipment as follows:

Vehicles	-	08 years
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1.6 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and revenue can be reliably measured. Revenue recognized is net of taxes.

Revenue from Construction Contracts

Revenue from construction contracts is recognized on the percentage of completion method as mentioned in Accounting Standard [AS 7(Revised)] "Construction Contracts" notified under section 133 of the Companies Act, 2013, read with Rule 2014. The percentage of completion is determined by the proportion that contract costs incurred for work performed up to the balance sheet date bear to the estimated total contract costs over the concession period. However, profit is not recognized unless there is reasonable progress on the contract. If total cost of a contract, based on technical and other estimates, is estimated to exceed the total contract revenue, the foreseeable loss is provided for. The effect of any adjustment arising from revision to estimates is included in the income statement of the year in which revisions are made. Revenue recognized is net of taxes.

1.7 Employee Benefits

i. Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognized in the period in which the employee renders the related service.

ii. Termination Benefits

Termination benefits are recognized in the Statement of Profit and Loss for the period in which the same accrue.

iii. Gratuity to Employees & Compensated Absences:

Gratuity and Compensated Absences are defined benefit plans. The Company makes contributions to the Employee's Group Gratuity-cum-Life Assurance Scheme of the Life Insurance Corporation of India. Liabilities with regard to these are accrued based on actuarial valuation at the Balance Sheet date, carried out by an independent actuary.



1.8 Taxation

Income Tax is accounted in accordance with Accounting Standard - 22 'Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India. Income Tax Expense comprises Current Tax and Deferred Tax Charge or Credit. Provision for current tax is made in accordance with the provisions of the Income-Tax Act, 1961. Deferred Tax charge or credit represent tax effect on the timing difference between accounting income and taxable income for the period and are recognized to the extent considered capable of being reversed in subsequent years. The Deferred Tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially enacted as on the balance sheet date. Deferred Tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available, except that Deferred Assets arising due to unabsorbed depreciation are recognized only if there is virtual certainty that sufficient future taxable income will be available for the realization of such assets. Deferred tax assets are reviewed as at balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

1.9 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use are capitalized. Other borrowing costs are recognized as expenditure for the period in which they are incurred.

1.10 Earnings per share

The earnings considered in ascertaining the company's Earnings per share comprise of the net profit attributable to ordinary equity holders. The number of shares used in computing the basic earnings per share is the weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted Earnings per share comprises the weighted average shares considered for deriving the basic earnings per share and also the weighted average number of shares, of any shares, which would have been issued on the conversion of all dilutive potential equity shares.

1.11 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the company has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on Management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct Management estimates.

Contingent Liabilities are disclosed when the company has a possible obligation or a present obligation and it is probable that a cash flow will not be required to settle the obligation.

Contingent assets are neither recognized nor disclosed in the accounts.



1.12 Segment Reporting

The Company has only one reportable business segment, i.e., Construction. Accordingly, the amounts appearing in the financial statements relate to the Company's single business segment.

1.13 Amortization of Preliminary Expenses

As per Accounting Standard - 26 'Intangible Assets' issued by the Institute of Chartered Accountants of India, the preliminary expenses have been entirely written off in the first year itself.



INKEL-EKK ROADS PRIVATE LIMITED
Notes Forming Part of Balance Sheet as at 31.03.2022

NOTE - 2.1 SHARE CAPITAL

(In Lakhs)

	Particulars	No. of Shares	As at 31-03-2022	As at 31-03-2021
(a)	SHAREHOLDERS FUNDS			
	SHARE CAPITAL			
	Authorised			
	Equity Share Capital	280	2,800.00	2,800.00
	Equity Shares of Rs.10/- each		2,800.00	2,800.00
(b)	Issued, Subscribed and Paid up			
	Equity Shares of Rs.10/- each fully paid up .	280	2,800.00	2,800.00
		280	2,800.00	2,800.00
(c)	Par Value per Share The Company has one class of Equity Shares having face value per share is Rs.10/-			
(d)	Reconciliation of number of shares and amount outstanding at the end of the reporting period			
	Particulars	No. of Shares	As at 31-03-2022	As at 31-03-2021
	Equity Shares			
	Number of Shares at the beginning of the period	280	-	
	Shares issued during the period			
	Shares bought back during the period			
	Number of shares at the closing of the period	280		
(e)	Rights, Preferences and restrictions attached to each class of shares No such rights, Preferences, restrictions etc. attached	Nil	Nil	Nil
(f)	Shares held by Holding Company, Subsidiary Company , Associates etc			
1	Shares held by Its Holding Company & its Ultimate Holding Company INKEL Limited <i>The shares held by Inkel Ltd. includes 40 shares (Rs.10 each) in the name of Mr. Mohanlal, Mr. Prasannakumar V , Mrs. Anjana.M.A. and Mr. Hafsal M The beneficial interest of these shares are held by Inkel Ltd.</i>	202	2,016.00	2,016.00
2	Subsidiaries of its Holding Company & its Ultimate Holding Company	Nil	Nil	Nil
3	Associates of its Holding Company & Its Ultimate Holding Company	Nil	Nil	Nil
(g)	Shares held by each shareholder holding morethan 5% shares INKEL Limited - 72 % <i>The shares held by Inkel Ltd. includes 40 shares (Rs.10 each) in the name of Mr. Mohanlal, Mr. Prasannakumar V , Mrs. Anjana M A and Mr.Hafsal M The beneficial interest of these shares are held by Inkel Ltd.</i>	202	2,016.00	



	EKK Infrastructure Ltd - 28 % <i>The shares held by EKK Infrastructures Ltd includes 30 shares (10 each) in the name of Mr. EKK Muhammed, Mr. Sanju Muhammed and Mr. Sachin Muhammed. The beneficial interest of these shares are held by EKK Infrastructures Ltd.</i>	78	784.00	784.00
(h)	Shares reserved for issue under options and contracts /commitments	Nil	Nil	Nil
(i)	During the last Five years 1) Aggregate Number and class of shares allotted as fully paid up pursuant to contracts without payment being received in cash 2) Aggregate number and class of shares allotted as fully paid up by way of Bonus shares 3) Aggregate number and class of shares bought back	Nil Nil Nil	Nil Nil Nil	Nil Nil Nil
(j)	Terms if any of securities convertible into Equity/ Preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date	Nil		Nil
(k)	Calls Unpaid By Directors By Officers	Nil Nil		Nil Nil

2.1.1 Equity shares for Rs. 10,32,00,000/- held by Inkel Ltd and Rs. 3,96,00,000/- held by EKK Infrastructures Ltd respectively have been pledged with State Bank of India as per the terms and conditions of the Facility Agreement dated 16.05.2019.

2.1.2 Disclosures of Shareholding of Promoters - Shares held by the Promoters:

S. No		1	2
	Promoter name	INKEL Limited	EKK Infrastructure Ltd
	Class of Shares	Equity Share Capital	Equity Share Capital
	At the end of the year		
	No. of Shares	2,01,60,000	78,40,000
	%of total shares	72%	28%
	At the beginning of the year		
	No. of Shares	2,01,60,000	78,40,000
	%of total shares	72%	28%
	% Change during the current year	-	-
	% Change during the previous year	-	-



NOTE - 2.2 RESERVES & SURPLUS

(In Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Surplus		
Opening Balance	1,283.85	997.14
Statement of Profit and Loss Account	842.20	286.71
Less		
Interim Dividend paid to Shareholders		
Dividend Distribution Tax		
Closing Balance	2,126.05	1,283.85

NOTE - 2.3 LONG - TERM BORROWINGS

(In Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Term Loan from SBI	12,224.79	13,194.45
Term Loan from Corporation Bank	-	-
	12,224.79	13,194.45

2.3.1 Term Loan is availed on hypothecation of the assets of the company.

2.3.2 Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date except the following Loans advanced to the following Companies from FY 2019-2020 onwards;

- a) Inkel Limited - Rs. 21,48,60,000/-
- b) EKK-Infrastructure Limited - Rs. 17,51,00,000/-

NOTE - 2.4 OTHER LONG - TERM LIABILITIES

(In Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Security Deposit	34.38	34.38
Retention Money payable	28.26	28.26
Recovery against Future Expenditure	-	38.59
Performance Guarantee Deposit	2.26	2.26
Provision for Gratuity	0.28	0.03
Provision for Leave Encashment	0.22	0.98
	65.40	104.50

NOTE - 2.5 SHORT - TERM BORROWINGS

(In Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Current Maturities of Long Term Borrowings		
(i) Term Loan from SBI	640.00	1,465.00
(ii) Term Loan from Corporation Bank	-	-
(iii) Term Loan from Corporation Bank		
	640.00	1,465.00

2.5.1 Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date except the following Loans advanced to the following Companies from FY 2019-2020 onwards;

- a) Inkel Limited - Rs. 21,48,60,000/-
- b) EKK-Infrastructure Limited - Rs. 17,51,00,000/-



NOTE - 2.6 TRADE PAYABLES

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
For Capital Purchases	-	-
For Others	-	-
Other Payables	76.46	117.74
	76.46	117.74

Refer Note 2.6.1 for Trade Payables ageing schedule

NOTE - 2.7 OTHER CURRENT LIABILITIES

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Other Payables		
(a) Statutory Dues	5.80	4.95
(b) Others:		
Audit Fee payable	1.49	1.89
Provision for MAT		
Remuneration to IE Payable		45.62
Professional and Legal Charges Payable	0.20	0.02
Prepayment Charges payable	53.09	53.09
	60.58	105.57

NOTE - 2.8 Short Term Provision

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Provision for MAT	-	27.50
Provision for Income Tax	207.63	-
	207.63	27.50

NOTE - 2.10 Deferred Tax Assets

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Opening balance	-	-
Current period deferred tax (liability)/asset	1.43	
Closing balance	-	-
	1.43	-

NOTE - 2.11 LONG - TERM LOANS AND ADVANCES

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
(a) MAT Credit Entitlement	60.08	147.46
(b) Other loans and advances		
EKK Infrastructure Limited	1,751.00	1,751.00
INKEL Limited	2,148.60	1,748.60
	3,959.68	3,647.06



NOTE - 2.12 OTHER NON - CURRENT ASSETS

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Provision for Gratuity	-	-
Income Receivable	7,435.10	8,860.74
	7,435.10	8,860.74

NOTE - 2.13 TRADE RECEIVABLES

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Secured, considered good		
- Over 6 months		
- Others		
Unsecured, considered good		
- Over 6 months	71.23	62.21
- Others	177.21	1,870.00
Doubtful		
- Over 6 months	-	-
- Others		
	248.44	1,932.21

Refer Note 2.13.1 for Trade Receivables ageing schedule

NOTE - 2.14 CASH AND CASH EQUIVALENTS

(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Cash on Hand	0.00	0.02
	-	-
Balance with Banks:		
In Current Accounts	2.14	1.85
In Term Deposit Accounts	5,898.17	4,334.02
	5,900.31	4,335.89

2.14.1 Term Deposit Lien marked for Rs.8,34,58,603/-**NOTE - 2.15 OTHER CURRENT ASSETS**

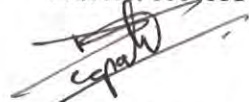
(In Lakhs)

Particulars	As at 31-03-2022	As at 31-03-2021
Interest Receivable	256.81	89.55
Others	372.95	212.13
	629.76	301.68

As per our Report of even date attached

For Korah & Korah
Chartered Accountants

FRN No. 006138S



Deepak George Korah, ACA
Partner
M.No: 255036
UDIN: 22255036ALBBGF9462



On behalf of the Board
For INKEL-EKK Roads Private Limited


Dr. Elangovan K
Director
DIN: 05272476


Sanju Muhammed
Director
DIN:02817591

Place: Cochin

INKEL-EKK ROADS PRIVATE LIMITED

NOTE - 2.6.1 Trade Payables ageing schedule

As at March 31, 2022

Particulars	Outstanding for the following periods from the due date of payment					(In Lakhs)
	Unbilled	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(a) MSME						
(b) Others						
(c) Disputed Dues- MSME		76.46				76.46
(d) Disputed Dues- Others						

As at March 31, 2021

Particulars	Outstanding for the following periods from the due date of payment					(In Lakhs)
	Unbilled	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(a) MSME						
(b) Others						
(c) Disputed Dues- MSME		117.74				117.74
(d) Disputed Dues- others						

NOTE 2.13.1 Trade Receivables Ageing Schedule

As at March 31, 2022

Particulars	Outstanding for the following periods from the due date of payment						(In Lakhs)
	Unbilled	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 Years	
(a) Undisputed Trade Receivables - Considered good		94.64	82.57	9.02	62.21		248.44
(b) Undisputed Trade Receivables - Considered doubtful							
(c) Disputed Trade Receivables - Considered good							
(d) Disputed Trade Receivables - Considered doubtful							

As at March 31, 2021

Particulars	Outstanding for the following periods from the due date of payment					(In Lakhs)
	Unbilled	Less than 6 months	6 months to 1 year	1 - 2 years	More than 3 Years	
(a) Undisputed Trade Receivables - Considered good		1,870.00		62.21		1,932.21
(b) Undisputed Trade Receivables - Considered doubtful						
(c) Disputed Trade Receivables - Considered good						
(d) Disputed Trade Receivables - Considered doubtful						



Note - 2.9 Property, Plant & Equipment and Intangible assets

(In Lakhs)

Description	GROSS BLOCK			DEPRECIATION				NET BLOCK-WDV	
	Cost/ Value as at 01.04.2021	Addition during the period	Deletion during the period	Cost/ Value As on 31.03.2022	Cost/ Value as at 01.04.2021	During the year	Accumulated Depreciation Reversed / Adjusted	Cost/ Value As on 31.03.2022	As on 31.03.2021
Vehicles	21.05	14.91	..	35.96	0.02	9.76	-	9.77	21.03
Total	21.05	14.91	..	35.96	0.02	9.76	-	9.77	21.03

*Additions Vehicle Purchased on 28-06-2021



INKEL-EKK ROADS PRIVATE LIMITED

Notes Forming Part Of Statement of Profit And Loss as on 31.03.2022

NOTE - 2.16 REVENUE FROM OPERATIONS

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Revenue from operations	2,314.35	1,797.62
	2,314.35	1,797.62

2.16.1 The Company recognises revenue from construction contracts based on the percentage of completion method as specified in Accounting Standard [AS 7 (Revised)] "Construction Contracts". Revenue has been recognised in the previous year to the extent of 41.30% of the Total Contract Revenue, as the percentage of completion of work as on 31st March 2021 was 41.30%. Since the percentage of completion of work as on 31st March 2022 is **46.06%** based on the estimate of the project cost, revenue is recognised in the current year at **4.76%** so that the cumulative revenue recognised as on 31st March 2022 is **46.06%**.

NOTE - 2.17 Other Income

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Interest from Bank	263.48	218.67
Income From Utility Shifting Works	-	-
Interest on Mobilisation Advance	-	-
Interest on Intercompany Advance - EKK & INKEL	410.77	212.36
Other Income	11.27	-
	685.52	431.03

NOTE - 2.18 PROJECT COST AND CHARGES

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Project Cost and Charges:		
EPC Contract Expense	-	-
Project Management Unit Cost	3.40	-
Loan Processing Fee	-	-
Bank Charges (BG)	-	-
Guarantee Commission	78.02	99.20
Professional & Legal charges	11.53	13.80
Rehabilitation Expense	-	-
Remuneration - Independent Engineer RICK	35.67	32.73
Others	15.00	14.80
Operation and Maintenance Charges	283.75	224.00
Grant from Rick	-	-
	427.37	384.53

NOTE - 2.19 EMPLOYEE BENEFIT EXPENSES

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Salaries and Allowances	4.36	5.45
Employer Contribution to Gratuity Fund	0.25	0.26
	4.61	5.71



NOTE - 2.20 FINANCE COST

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Interest on Term Loan	1,294.68	1,368.52
	1,294.68	1,368.52

NOTE - 2.21 OTHER EXPENSE

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Audit Fee & Expense:		
Statutory Audit	1.00	1.00
Tax Audit Fee (Section 44 AB)	0.40	0.40
Tax Audit Fee (Section 80 IA)	-	-
Others	0.15	0.25
Bank Charges	33.62	33.71
Meeting Expenses	-	-
Sitting Fee to Directors	0.89	0.89
Office General Expense	0.04	0.50
Guarantee Commission - Other	20.66	20.66
MCA Filing Fee	0.05	0.13
Payroll Processing Fee	0.05	0.06
Rates & Taxes	17.54	0.04
Accommodation Charges	-	-
Interest on Income Tax	-	-
Income Tax	-	-
Income Tax - (Surcharge)	-	-
Interest on Intercompany Advance	-	-
Expense written off	-	0.01
Prior Period Expenses	0.69	-
	75.09	57.65

NOTE - 2.22 EARNINGS PER SHARE

(In Lakhs)

Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
Basic:		
Profit / (loss) for the Period	842.20	286.71
Number of Equity Shares	280.00	280.00
Earnings per Share	3.01	1.02
Diluted:		
Profit / (loss) for the Period	842.20	286.71
Number of Equity Shares	280.00	280.00
Earnings per Share	3.01	1.02

As per our Audit Report of even date attached.

For Korah & Korah
Chartered Accountants
FRN No. 006138S

Deepak George Korah, ACA
Partner
M.No: 255036
UDIN: 22255036ALBBGF9462



On behalf of the Board
For INKEL-EKK Roads Private Limited

Dr. Ellangovan K
Director
DIN: 05272476

Sanju Muhammed
Director
DIN: 02817591

Place: Cochin
Date: 16-06-2022

NOTES ON ACCOUNTS (continued...)**Note - 2.23**

The Company did not have any pending litigation as on the date of the Balance Sheet, which would adversely impact its financial position.

Note - 2.24

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

Note - 2.25

There are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

Note - 2.26

The Company has no borrowings from banks or financial institutions on the basis of security of current assets.

Note - 2.27

There was no amount overdue to Small & Medium Enterprises (SME) as on 31st March, 2022. SMEs have been identified based on information available with the Company.

Note - 2.28

The company has not been declared as a Wilful Defaulter by any bank or financial Institution or other lender.

Note - 2.29

The Company operates in a single segment. Hence, no additional disclosure under Accounting Standard - 17, "Segment Reporting" is required.

Note - 2.30

The Company had no transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

Note - 2.31

The Company, being engaged in the business of developing, operating and maintaining an infrastructure facility, is eligible to claim a deduction of an amount equal to hundred per cent of the profits and gains derived from such business for ten consecutive assessment years under Section 80IA of the Income Tax Act, 1961. The company has claimed the said deduction for the Assessment Years 2018-19.

Note - 2.32

Disclosure of transactions with Related Parties as required by Accounting Standard - 18 on Related Party Disclosures as prescribed by Companies (Accounting Standards) Rules, 2006.

A. Related parties and Nature of Relationship

i.	Holding Company	INKEL Limited
ii.	Associate Company	EKK Infrastructure Limited
iii.	Key Managerial Personnel	NIL
iv.	Directors	1) Mr. Sanju Muhammed 2) Mr. Sachin Muhammad 3) Mr. Mucheth Muhamed Abdul Basheer 4) Mr. Ranjan Kuttan Vaidyan 5) Mr. Ubendiran Manoharan 6) Dr. Mohammed Sagheer 7) Mr. Ratheesh K A 8) Mr. K Venugopal 9) Mr. M.P. Dinesh 10) Mr. Mohanlal A 11) Mr. N Sasidharan Nair



B. Transactions/balances outstanding with Related Parties

(In Lakhs)

Particulars	INKEL Limited	EKK Infrastructure Limited	Directors
Remuneration to Directors (Sitting Fees)	Nil (Nil)	Nil (Nil)	0.88 (0.88)
EPC Contract Expense	Nil (Nil)	Nil (Nil)	Nil (Nil)
Project Management Fee	Nil (Nil)	Nil (Nil)	Nil (Nil)
Operations and Maintenance Charges	283.75 (224)	Nil (Nil)	Nil (Nil)
Guarantee Commission	98.68 (119.86)	Nil (Nil)	Nil (Nil)
Interest on Inter-Corporate Advance paid during the year	Nil (Nil)	Nil (Nil)	Nil (Nil)
Loan received during the year	Nil (Nil)	Nil (Nil)	Nil (Nil)
Loans repaid during the year	Nil (Nil)	Nil (Nil)	Nil (Nil)
Outstanding Balance payable	75.61 (116.04)	Nil (Nil)	Nil (Nil)
Investment in Equity Shares	201.6 (201.6)	784.00 (784.00)	Nil (Nil)
Inter-Corporate Loan given during the year	400.00 (1748.6)	Nil (Nil)	Nil (Nil)
Interest on Inter-Corporate Loan (Income)	209.41 (19.34)	201.36 (193.02)	Nil (Nil)

Figures in brackets represent amounts for previous year.

Note - 2.33

Information pursuant to the provisions of Part II of Schedule III of the Companies Act, 2013.

(In Lakhs)

Sl.No	Particulars	For the period 01.04.2021 to 31.03.2022	For the period 01.04.2020 to 31.03.2021
1	Auditors' Remuneration:		
a.	For Statutory Audit	1.00	1.00
b.	For Tax Audit- 44AB	0.40	0.40
c.	For Tax Audit- 80IA	0.00	0.00
d.	For Other services	0.25	0.25
2	Remuneration to Directors:		
a.	Managerial Remuneration (Sitting Fees)	0.88	0.88
b.	Rent	Nil	Nil
3	Employee Benefit (Disclosure under AS - 15)		
a.	Expense recognized in the Statement of Profit and Loss on account of defined contribution plans:		
i.	Employer's Contribution to ESI	Nil	Nil
ii.	Employer's Contribution to PF	Nil	Nil



Note - 2.34

As per Circular No. 150/06/2021-GST dated 17th June 2021, GST is leviable on annuity (deferred payments) paid for the construction of roads. GST is exempt on services, falling under heading 9967 (service code), by way of access to a road or a bridge on payment of annuity [entry 23A of notification No. 12/2017-Central Tax]. . Heading 9967 covers "supporting services in transport" under which code 996742 covers "operation services of National Highways, State Highways, Expressways, Roads & streets; bridges and tunnel operation services". Services by way of construction of road fall under heading 9954. Said entry 23A does not apply to services falling under heading 9954 (it specifically covers heading 9967 only). The service code applicable to the Company is 9967 and hence no GST is applicable on the annuity payments from RICK Limited.

Note - 2.35 Loans & Advances to Related Parties, Repayable on demand

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
(i) Promoters		
a) Inkel Limited	2,148.60	55%
b) EKK Infrastructure Limited	1,751.00	45%
(ii) Directors	-	-
(iii) Key Management Personnel	-	-
(iv) Related Parties	-	-

Note - 2.36

A show cause notice u/s 274, with respect to Section 270A of The Income Tax Act had been received as on 07/04/2021 [Document Reference ID - ITBA/PNL/S/270A/2020-21/1031741357(1)]. The IT Portal was under maintenance and hence we were unable to provide any response to this notice. Subsequently Income Tax Refund for the AY 2020-21 was adjusted against the outstanding demand incurred due to this non-response. A request letter had been submitted to The Additional / Joint / Deputy / Assistant Commissioner of Income Tax, National e-Assessment Centre, Delhi, seeking some additional time to furnish a reply to show cause as to why penalty u/s.270A should not be imposed in the instant case for which the final order has not yet been passed. Hence the adjustment of Income Tax Refund against the aforementioned Outstanding Demand has not been provided in our books.

Note - 2.37 Financial Ratios as on 31st March 2022

	Numerator	Denominator	Current Period	Previous Period	% of variance*
Liquidity Ratio					
Current Ratio (times)	6778.52 Current Investments+Inventories+Trade Receivables+Cash & Cash Equivalents+Short Term Loans & Advances+Other Current Assets	984.66 Short Term Borrowings+Trade Payables+Other Current Liabilities+Short Term Provisions	6.88	3.83	80%
Solvency Ratio					
Debt-Equity Ratio (times)	13274.86 Current Liabilities+Long Term Borrowings+Deferred Tax Liabilities (Net)+Other Long Term Liabilities+Long Term Provisions	4926.05 Share Capital+Reserves & Surplus+Money received against Share Warrants	2.69	3.68	-27%
Debt Service Coverage Ratio (times)	13274.86 Current Liabilities+Long Term Borrowings+Deferred Tax Liabilities (Net)+Other Long Term Liabilities+Long Term Provisions	2492.81 Net Profit Before Tax+Depreciation and Amortization Expense+Interest	5.33	8.43	-37%
Profitability ratio					
Net Profit Ratio (%)	1188.37 Net Profit Before Tax	2314.35 Revenue from Operations	0.51	0.23	124%
Return on Equity Ratio (%)	842.20 Net Profit After Tax-Preference Dividend	2800.00 Average Shareholder's Equity	0.30	0.10	194%
Return on Capital employed (%)	2483.05 Net Profit Before Tax+Finance Cost	17216.25 Current Assets+Non Current Assets-Current Liabilities	0.14	0.10	-86%
Utilization Ratio					
Trade Receivables turnover ratio (times)	2314.35 Net Credit Sales	1090.32 Average Accounts Receivables	2.12	0.93	129%
Net capital turnover ratio (times)	2314.35 Revenue from Operation	5323.92 Average Working Capital	0.43	0.34	29%

	Reason for Variance
Liquidity Ratio	
Current Ratio (times)	Current liabilities(Denominator) has decreased by 43% as there was a significant decrease in short term borrowings and current assets(Numerator) has increased by 3%, as compared to PY
Solvency Ratio	
Debt-Equity Ratio (times)	Shareholders equity(Denominator) has increased by 21% as Reserve & Surplus has increased by 65.58% and Total Liabilities(Numerator) has decreased by 12% as compared to PY
Debt Service Coverage Ratio (times)	Total Liabilities(Numerator) has decreased by 12% and EBIT(denominator) has increased by 39.47% as compared to PY
Profitability ratio	
Net Profit Ratio (%)	Net Profit before Tax(Numerator)has increased by 188% and revenue from operations(Denominator) has increased by 28.9% as compared to PY
Return on Equity Ratio (%)	EBIT(numerator) has increased by 39.47% and shareholders equity(denominator) has increased by 21% as compared to PY
Return on Capital employed (%)	EBIT(numerator) has increased by 39.47% and capital employed has decreased by 0.96% as compared to PY
Return on Investment (%)	
Utilization Ratio	
Trade Receivables turnover ratio (times)	Revenue from operations(Numerator) has increased by 28.9%



Note - 2.38

These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act, 2013.

Note - 2.39

There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

Note - 2.40

The Company has registered charges or satisfaction with the Registrar of Companies within the statutory period, whenever the same was required.

Note - 2.41

The Company do not fall under the criterias prescribed u/s 135 of The Companies Act, 2013 regarding the applicability of CSR(Corporate Social Responsibility), hence the same is not applicable to the Company.

Note - 2.42

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

Note - 2.43

Since the Company does not have any Subsidiaries, clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable.

Note - 2.44

The Company has no Capital Work-in-progress as on 31.03.2022, whose completion is overdue or has exceeded its cost compared to its original plan.

Note - 2.45

The Company has no Intangible Assets under Development as on 31.03.2022, whose completion is overdue or has exceeded its cost compared to its original plan.

Note - 2.46

The Company has no Immovable property as on 31.03.2022

Note - 2.47

The Company has not made any arrangements as per Sec 230 of The Companies Act, 2013.

Note - 2.48

a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding specified in clause (xiv) of additional regulatory requirement of Schedule III

b) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding specified in clause (xiv) of additional regulatory requirement of Schedule III

Note - 2.49

No dividends were distributed or proposed to be distributed to equity and preference shareholders for the period.

Note - 2.50

As the requirements of Accounting Standards and Schedule III are followed, there may not be any need for making additional disclosures regarding the assets (other than PPE, Intangible assets and Non-current investments) which do not have a value of realisation in the ordinary course of business at least equal to the amount at which they are stated by Board of Directors.

Note - 2.51

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

As per our Audit Report of even date attached.

For Korah & Korah
Chartered Accountants

FRN No. 006138S



Deepak George Korah, ACA
Partner
M.No: 255036
UDIN: 22255036ALBBGF9462

On behalf of the Board

For INKEL-EKK Roads Private Limited

Dr. Ellangovan K
Director
DIN: 05272476

Sanju Muhammed
Director
DIN:02817591

Place: Cochin
Date: 16-06-2022