

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF  
JAINTIA HIGHWAY PRIVATE LIMITED.**

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

**Qualified Opinion**

We have audited the financial statements of **JAINTIA HIGHWAY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, and the statement of Profit and Loss, (including other Comprehensive Income), 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, *except for the effects of the matter as described in the Basis for Qualified Opinion Paragraph*, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its Statement of Profit and Loss (including other comprehensive income), its cash flows and the statement of changes in equity for the year ended on that date.

**Basis for Qualified Opinion**

*Note no.11 to the Financial Statement, the company which was a special purpose vehicle (SPV) formed for executing a road project awarded by NHAI, who have terminated the contract, and the company has exhausted all legal remedies, as such the operations of the company has come to a standstill.*

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

**Material Uncertainty related to Going Concern**

*We draw your attention to the Financial Statements which indicate that the company has incurred substantial losses and its net worth has eroded by more than 90%. The company has incurred net loss during the year, Further the only project in hand has been cancelled. These conditions may indicate existence of a material uncertainty that may cast doubt about the company's ability to continue as a going concern. However since the company has sufficient current assets to meet its current liabilities, the financial statements of the company have been prepared on a going concern.*

**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.

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the 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 standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

**Management's Responsibility for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and the statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 Ind AS Financial Statements**

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure A**, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - (a) We have sought & obtained all the information & explanation which to best of our knowledge and belief were necessary for purpose of our audit.
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as 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 change in equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rule issued thereunder.





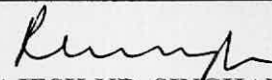
- (e) On the basis of written representations received from the directors as on 31<sup>st</sup> March 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, is not applicable as the company has not paid any remuneration to its directors during the current year.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The pending litigation, as mentioned in note No. 11 of the annexed Accounts, may have an adverse impact on the financial position of the company.
- ii) The company has no long-term contracts including derivative contracts.
- iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund.
- iv) The management has represented that:
- (a) No funds have been advanced or loaned or invested by the Company to or in any other persons(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.
- (b) No funds have been received by the Company from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such 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 guarantee, security or the like on behalf of the Ultimate beneficiaries.
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations given under sub-clause (a) and (b) by the management contain any material misstatement.
- (i) The company has not declared nor proposed any dividend.

19A, Jawaharlal Nehru Road,  
Kolkata - 700 087.

Dated: May 24<sup>th</sup> 2022



For S. K. SINGHANIA & CO.  
CHARTERED ACCOUNTANTS,  
(Firm Registration No. 302206E)

  
(RAJESH KR. SINGHANIA  
M. NO. 052722)

PARTNER

UDIN 22052722AJMYGX3123

**Annexure A to the Independent Auditor's report**

Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date to the Ind AS financial statements of the company for the year ended 31<sup>st</sup> March, 2022, we report that:

1. The company does not have any tangible fixed assets, hence reporting under clauses (a) to (e) of section (i) of the Order is not applicable.
2. The company does not hold any inventory, hence reporting under clause (a) and (b) of section (ii) of the Order is not applicable.
3. The company has not made any investments in, provided guarantees or securities and granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, hence reporting under clauses (a) to (f) of section (iii) of the Order is not applicable.
4. The company does not have any loan, as such provisions of section 185 and 186 of the Act are not applicable.
5. The company has not accepted any deposits, hence reporting under section (v) of the Order is not applicable.
6. Maintenance of cost records has not been specified by the Central Government under sub section (1) of the section 148 of the Act, hence reporting under section (vi) of the Order is not applicable.
7. (a) The company is regularly depositing statutory dues applicable to the company with appropriate authorities & there are no any outstanding statutory dues as at last date of financial year concerned for period of six months from date they became payable.  
  
(b) Since there are no such dues of income tax, provident fund, sales tax, goods & service tax or excise duty which have not been deposited on account of any dispute, clause (b) of section (vii) of the Order is not applicable.
8. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
9. The company has not taken any loan from Bank or Financial Institutions, hence reporting under section (ix) of the Order is not applicable.
10. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year, hence reporting under section (x) (a) of the Order is not applicable.  
  
(b) The Company did not make any preferential allotment or private placement of shares or convertible debentures during the year, hence reporting under section (x) (b) of the Order is not applicable.
11. According to the information and explanations give to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.



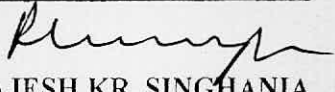
12. The Company is not a nidhi company, hence reporting under section (xii) of the Order is not applicable.
13. According to the information and explanations give to us all transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us, the company does not have any internal audit system hence reporting under section (xiv) of the Order is not applicable.
15. According to the information and explanations give to us, the Company has not entered into non-cash transactions with directors or persons connected with them, hence reporting under section (xv) of the Order is not applicable.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934.
17. *The company has incurred cash losses during the year and in the immediately preceding financial year.*
18. There has been no resignation of the statutory auditors of the company during the year.
19. *Material uncertainty exists as on the date of the audit report in view of the cancellation of the project awarded by NHAI and no other business activity, also referred under the heading "Material Uncertainty relating to Going Concern" of our report of even date to the Ind AS financial statements, we are unable to express our opinion whether the company is capable of meeting its liabilities existing as at the date of balance sheet and as and when the fall due within a period of one year from the balance sheet date.*
20. The company does not have any liability towards Corporate Social Responsibility, hence reporting under section (xx) of the Order is not applicable.
21. Reporting under section (xxi) of the Order is not applicable.

19A, Jawaharlal Nehru Road,  
Kolkata – 700 087.

Dated: May 24<sup>th</sup> 2022



For S. K. SINGHANIA & CO.  
CHARTERED ACCOUNTANTS,  
(Firm Registration No. 302206E)

  
(RAJESH KR. SINGHANIA  
M. NO. 052722)

PARTNER

UDIN 22052722AJMYGx3123

**Annexure B to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of **Jaintia Highway Private Limited** ('the Company') as of 31<sup>st</sup> March **2022** in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

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

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

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

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

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





principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the Ind AS financial statements.

**Inherent Limitation of Internal Financial Controls over Financial Reporting**

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

**Opinion**

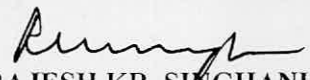
In our opinion, the Company has, in all material respects, and adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2022, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

19A, Jawaharlal Nehru Road,  
Kolkata – 700 087.

Dated: May 24<sup>th</sup> 2022



(For S. K. SINGHANIA & CO.  
CHARTERED ACCOUNTANTS,  
(Firm Registration No. 302206E)

  
(RAJESH KR. SINGHANIA  
M. NO. 052722)

PARTNER  
UDIN 22052722 AJMY6x3123



JAINTIA HIGHWAY PRIVATE LIMITED  
BALANCE SHEET AS AT 31ST MARCH, 2022

(All amounts in ₹ hundreds, unless otherwise stated)

Particulars	Notes	As at 31st March, 2022	As at 31st March, 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		-	-
Intangible assets under development	2	-	-
Financial assets			
i. Investments		-	-
ii. Loans		-	-
iii. Other financial assets		-	-
Other non-current assets		-	-
<b>Total non-current assets</b>		-	-
<b>Current assets</b>			
Inventories		-	-
Financial assets			
i. Investments		-	-
ii. Trade receivables		-	-
iii. Cash and cash equivalents	3	19,992.49	20,288.32
iv. Bank balances other than (iii) above		-	-
v. Loans		-	-
vi. Other financial assets		-	-
Current tax assets (net)		-	-
Other current assets		-	-
<b>Total current assets</b>		19,992.49	20,288.32
<b>Total assets</b>		19,992.49	20,288.32
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	4	351,000.00	351,000.00
<b>Other equity</b>			
Reserves and Surplus	5	(334,053.80)	(333,741.97)
Other reserves		-	-
<b>Total equity</b>		16,946.20	17,258.03
<b>LIABILITIES</b>			
<b>Non-current Liabilities</b>			
Financial Liabilities			
i. Borrowings		-	-
ii. Other financial liabilities		-	-
Provisions		-	-
Deferred Tax Liabilities (Net)		-	-
Other non-current liabilities		-	-
<b>Total non-current liabilities</b>		-	-
<b>Current Liabilities</b>			
Financial liabilities			
i. Borrowings		-	-
ii. Trade Payables	6 (a)	267.00	299.00
iii. Other financial liabilities	6 (b)	2,779.29	2,731.29
Provisions		-	-
Current tax liabilities		-	-
Other current liabilities		-	-
<b>Total current liabilities</b>		3,046.29	3,030.29
<b>Total liabilities</b>		3,046.29	3,030.29
<b>Total equity and liabilities</b>		19,992.49	20,288.32

This is the Balance Sheet referred to in our report of even date.

For S.K.Singhania & Co  
Firm Registration No. 302206E  
Chartered Accountants

Rajesh Kumar Singhania  
Partner  
M.No. : 052722  
Kolkata : 24 May, 2022



The accompanying Notes are an integral part of these financial statements.

J K Bagaria  
Director

B.L.Bajoria  
Director

## JAINTIA HIGHWAY PRIVATE LIMITED

(All amounts in ₹ hundreds, unless otherwise stated)

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	Notes	Year ended 31st March, 2022	Year ended 31st March, 2021
Continuing operations			
Revenue from Operations		-	-
Other Income	7	-	2,081.06
<b>Total Revenue /Income</b>		-	<b>2,081.06</b>
<b>Expenses</b>			
Construction Materials Consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in Inventories of Work-in-progress and Stock-in-Trade		-	-
Employee benefits expense		-	-
Finance Costs		-	-
Depreciation and amortisation expense		-	-
Other expenses	8	311.83	2,316.49
<b>Total Expenses</b>		<b>311.83</b>	<b>2,316.49</b>
<b>Profit before Exceptional Items and Tax</b>		<b>(311.83)</b>	<b>(235.43)</b>
Exceptional Items		-	-
<b>Profit before Tax</b>		<b>(311.83)</b>	<b>(235.43)</b>
Income tax expense			
-Current Tax		-	-
-Deferred Tax		-	-
<b>Total Tax Expense</b>		<b>-</b>	<b>-</b>
<b>Profit for the year</b>		<b>(311.83)</b>	<b>(235.43)</b>
<b>Other comprehensive income</b>			
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income for the year</b>		<b>(311.83)</b>	<b>(235.43)</b>
<b>Earnings per equity share for profit from continuing operation</b>		<b>INR</b>	<b>INR</b>
<b>Basic earnings per share</b>		<b>(0.009)</b>	<b>(0.007)</b>
<b>Diluted earnings per share</b>		<b>(0.009)</b>	<b>(0.007)</b>

This is the Statement of Profit and Loss referred to in our report of even date.

The accompanying Notes are an integral part of these financial statements.

For S.K.Singhania &amp; Co

Firm Registration No. 302206E

Chartered Accountants

Rajesh Kumar Singhania

Partner

M.No. : 052722

Kolkata: 24<sup>th</sup> May, 2022J K Bagaria  
DirectorB.L.Bajoria  
Director

JAINTIA HIGHWAY PRIVATE LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(All amounts in ₹ hundreds, unless otherwise stated)

Year ended 31st March, 2022      Year ended 31st March, 2021

**A. CASH FLOW FROM OPERATING ACTIVITIES:**

Profit before Income Tax from Continuing Operations	(311.83)	(235.43)
Discontinued operations	-	-
<b>Profit before income tax including discontinued operations</b>	<b>(311.83)</b>	<b>(235.43)</b>

Adjustments for:  
Dividend Income

**Operating Profit before Working Capital Changes**

Change in operating assets and liabilities  
Trade and Other Current Liabilities

Cash generated from operations

Income Taxes (Paid) / Refund

**Net Cash inflow from Operating Activities**

**B. CASH FLOW FROM INVESTING ACTIVITIES:**

Net Cash outflow from Investing Activities

**C. CASH FLOW FROM FINANCING ACTIVITIES**

Net Cash outflow from Financing Activities

Net Increase (decrease) in cash and cash equivalents

D. Effects of Exchange rate changes on  
Cash and Cash Equivalents

Cash and Cash Equivalents as at the beginning of the year

Cash and Cash Equivalents as at the end of the year

Cash and cash equivalents comprise:

Cash on hand

Balances with banks on current accounts

	-	-
	-	-
	16.00	2,280.56
	16.00	2,280.56
	(295.83)	2,045.13
	-	-
	(295.83)	2,045.13
	-	-
	-	-
	(295.83)	2,045.13
	-	-
	(295.83)	2,045.13
	20,288.32	18,243.19
	19,992.49	20,288.32
	(295.83)	2,045.13
	31.03.2022	31.03.2021
	-	-
	19,992.49	20,288.32
	18,243.19	-
	<u>19,992.49</u>	<u>20,288.32</u>
	<u>18,243.19</u>	<u>18,243.19</u>

This is the Cash Flow Statement referred to in our report of even date.

For S.K. Singhanian & Co

Firm Registration No. 302206E

Chartered Accountants

Rajesh Kumar Singhanian

Partner

M.No. : 052722

Kolkata : 24<sup>th</sup> May, 2022



*J K Bagaria*

J K Bagaria

Director

*B.L. Bajoria*

B.L. Bajoria

Director

## JAINTIA HIGHWAY PRIVATE LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2022

(All amounts in ₹ hundreds, unless otherwise stated)

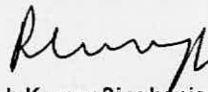
## A. Equity share capital

	Notes	Amount
As at 1st April, 2021		351,000.00
Change in equity share capital		-
As at 31st March, 2022	4	351,000.00

## B. Other Equity

	Notes	Reserves and surplus [Refer Note 6]	Total other equity
		Retained Earnings	
Balance at 1st April, 2020	5	(333,506.54)	(333,506.54)
Profit for the year		(235.43)	(235.43)
Other Comprehensive Income for the year		-	-
Total Comprehensive Income for the year		(235.43)	(235.43)
Balance at 31st March, 2021		(333,741.97)	(333,741.97)
Balance at 1st April, 2021	5	(333,741.97)	(333,741.97)
Profit for the year		(311.83)	(311.83)
Other Comprehensive Income for the year		-	-
Total Comprehensive Income for the year		(311.83)	(311.83)
Balance at 31st March, 2022		(334,053.80)	(334,053.80)

For S.K.Singhania & Co  
Firm Registration No. 302206E  
Chartered Accountants

  
Rajesh Kumar Singhania  
Partner  
M.No. : 052722  
Kolkata : 24<sup>th</sup> May, 2022



  
J K Bagaria  
Director

  
B.L. Bajoria  
Director



**JAINTIA HIGHWAY PRIVATE LIMITED**

**Notes to the Financial Statements**

**1. Significant Accounting Policies**

**1.1 COMPANY OVERVIEW AND SIGNIFICANT ACCOUNTING POLICIES**

Jaintia Highway Private Limited (hereinafter referred as 'the Company') is a Private Company having its Registered Office at 27, Shakespeare Sarani, Kolkata - 700017 was set up to execute the project of two laning of road from km. 69.200 to km 173.200 (on the Jowai- Meghalaya / Assam Border section of National Highway No.44 in the State of Meghalaya as BOT (Toll) Project on Design, Build, Finance, Operate and Transfer (DBFOT) Basis

**1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS.**

**i) Compliance with IND-AS.**

These financial statements have been prepared to comply in all material aspects with Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 (the Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other relevant provisions of the Act.

The financial statements have been prepared on accrual basis and the accounting policies are applied consistently to all the periods presented in the financial statements. All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria as set out in the Companies Act.

**ii) Historical cost convention**

The financial statements are prepared under the historical cost convention method unless otherwise indicated.

**1.3 FINANCIAL INSTRUMENTS**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Initial recognition and measurement**

The Company recognizes a financial Instrument in its Balance Sheet when it becomes party to the contractual provisions of the instrument. All financial assets and liabilities are recognized initially at fair value, except that do not contain a significant financing component are measured at transaction price.

**Subsequent measurement**

For subsequent measurement, the Company classifies a financial asset and liabilities in accordance with the below criteria:

- i. The Company's business model for managing the financial asset and
  - ii. The contractual cash flow characteristics of the financial asset and Liabilities.
- Based on the above criteria, the Company measures its financial assets and liabilities into the following categories:
- i. At amortized cost
  - ii. At fair value through other comprehensive income (FVOCI)
  - iii. At fair value through profit or loss (FVPL)

**Derecognition of financial asset:**

The Company derecognises a financial asset when the contractual rights to cash flows from the financial asset expires or the Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset.

**Derecognition of financial liability**

The Company derecognises a financial liability when the obligation under the liability is discharged or cancelled or expires.

**1.4 PROPERTY, PLANT AND EQUIPMENT**

**Intangible assets** are recognized as per the criteria specified in Ind As 38 "Intangible Assets" and are amortized as follows:

Project Highways representing Toll Collection Rights are obtained in consideration for rendering designing, construction, operation and maintenance services in relation to building and maintenance of the project on Design, Build, Finance, Operate and Transfer (DBFOT) basis. The cost of such Project Highways comprises construction cost including finance costs incurred during the implementation phase.

Such Project Highways on completion are capitalised as Intangible Assets and are amortised over the period of rights given under the Concession Agreement as they represent right to collect Toll revenue during the concession period.

Pre-operative expenses including administrative and other general overhead expenses, incurred up to the date of commencement of commercial operations and which are specifically attributable to construction of the carriageway are capitalized as a part of the cost of the asset. Other expenses have been written in the year of incurrence of such expenditure.

**1.5 CASH AND CASH EQUIVALENTS**

Cash and Cash equivalents comprise cash and cheques in hand, bank balances, demand deposits with banks where the original maturity is three months or less and other short term highly liquid investments.

**1.6 PROVISION AND CONTINGENT LIABILITIES**

The Company recognises a provision when there is a present obligation as a result of a past event that probably required an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources or there is present obligation, reliable estimate of the amount of which cannot be made. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.



**1.7 CURRENT TAX**

Current tax is the amount of income taxes payable in respect of taxable profit for a period. Current tax is measured using tax rates that have been enacted by the end of reporting period for the amounts expected to be recovered from or paid to the taxation authorities.

**1.8 OTHER INCOME**

Dividend income on investment is accounted for when the right to receive the payment is established.  
Interest income is recognised using the Effective Interest Rate ( EIR ) method.

**1.9 CLAIMS AND COUNTER CLAIMS**

Claims and Counter claims (related to customers), including those under arbitration are accounted for on their final disposal. Other contract related claims are recognised when there is reasonable certainty as to their recoverability.

**1.10 EARNING PER SHARE**

Basic earnings per share is calculated by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit or loss for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, if any, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

**1.11 SEGMENT REPORTING**

There is no reportable segment available since the enterprise is engaged in construction business only and is geographically located in a single place.

**1.12 EMPLOYEE BENEFITS**

Ind AS 19 is not applicable to the enterprise.



## JAINTIA HIGHWAY PRIVATE LIMITED

## Notes to the Financial Statements

## Note 3: Cash and cash equivalents

(All amounts in ₹ hundreds, unless otherwise stated)

	As at 31st March, 2022	As at 31st March, 2021
<b>Cash and Cash Equivalents</b>		
Balances with Banks		
-in current accounts	19,992.49	20,288.32
<b>Total Cash and cash equivalents</b>	<b>19,992.49</b>	<b>20,288.32</b>



JAINTIA HIGHWAY PRIVATE LIMITED  
Notes to the Financial Statements

Note 4: Share capital and other equity  
Authorised share capital

(All amounts in ₹ hundreds, unless otherwise stated)

	Number of Share	Amount
Equity share capital (Equity Shares of Rs 10 /- each)		
As at 1 April 2021	32,000,000	3,200,000.00
Increase during the year	-	-
As at 31 March 2022	32,000,000	3,200,000

(i) Movements in equity share capital

	Number of Share	Amount
Issued,Subscribed and Paid-up:		
As at 1 April 2021	3,510,000	351,000.00
Increase during the year	-	-
As at 31 March 2022	3,510,000	351,000.00

(ii) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares of Rs.10/- each. Each shareholder is eligible for one vote per share held.

(iii) Details of Equity Shares held by shareholders holding more than 5% of the aggregate shares in the Company

Details of shareholder	As at 31st March, 2022	As at 31st March, 2021
(1) Simplex Infra Development Private Limited	3,500,000	3,500,000
(Formerly Simplex Infra Development Limited)	99.72%	99.72%





JAINTIA HIGHWAY PRIVATE LIMITED

Notes to the Financial Statements

(All amounts in ₹ hundreds, unless otherwise stated)

Note 5: Reserves and Surplus

	As at 31st March, 2022	As at 31st March, 2021
Retained Earnings		
Balance at the beginning of the year	(333,741.97)	(333,506.54)
Net profit for the year	(311.83)	(235.43)
Balance at the end of the year	(334,053.80)	(333,741.97)



## JAINTIA HIGHWAY PRIVATE LIMITED

## Notes to the Financial Statements

(All amounts in ₹ hundreds, unless otherwise stated)

## Note 6(a) : Trade Payables

	As at 31st March, 2022	As at 31st March, 2021
Outstanding dues to others	267.00	299.00
<b>Total</b>	<b>267.00</b>	<b>299.00</b>

## Trade payable ageing Schedule

As at 31st March, 2022

	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
Total Outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
Total Outstanding dues of creditors other than micro enterprises and small enterprises	186.00	-	-	81.00	267.00
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>186.00</b>	<b>-</b>	<b>-</b>	<b>81.00</b>	<b>267.00</b>

## Trade payable ageing Schedule

As at 31st March, 2021

	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
Total Outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
Total Outstanding dues of creditors other than micro enterprises and small enterprises	218.00	-	16.00	65.00	299.00
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>218.00</b>	<b>-</b>	<b>16.00</b>	<b>65.00</b>	<b>299.00</b>



JAINTIA HIGHWAY PRIVATE LIMITED

Notes to the Financial Statements

Note 6 (b): Other current financial liabilities

(All amounts in ₹ hundreds, unless otherwise stated)

	As at 31st March, 2022	As at 31st March, 2021
<b>Due to related party</b>		
Simplex Infrastructures Limited	2,779.29	2,731.29
<b>Total</b>	<b>2,779.29</b>	<b>2,731.29</b>



**JAINTIA HIGHWAY PRIVATE LIMITED**

**Notes to the Financial Statements**

**Note 7 : Other Income**

(All amounts in ₹ hundreds, unless otherwise stated)

	Year ended 31st March, 2022	Year ended 31st March, 2021
Miscellaneous Receipt	-	2,081.06
<b>Total</b>	-	<b>2,081.06</b>





## JAINTIA HIGHWAY PRIVATE LIMITED

## Notes to the Financial Statements

## Note 8: Other Expenses

(All amounts in ₹ hundreds, unless otherwise stated)

	Year ended 31st March, 2022	Year ended 31st March, 2021
Filing Fees	6.00	24.00
Rates and taxes	48.00	47.50
Bank Charges	16.23	15.93
Miscellaneous Expenses	80.00	2,081.06
Audit Fees [refer note 8 (a) below]	161.60	148.00
<b>Total</b>	<b>311.83</b>	<b>2,316.49</b>

## Note 8(a): Details of Payment to Auditors

	Year ended 31st March, 2022	Year ended 31st March, 2021
Payment to auditors		
As auditor:		
Audit fee	161.60	148.00
<b>Total payment to auditors</b>	<b>161.60</b>	<b>148.00</b>



## JAINTIA HIGHWAY PRIVATE LIMITED

## Notes to the Financial Statements

## Note 9: Financial instruments by category

(All amounts in ₹ hundreds, unless otherwise stated)

Particulars	As at 31st March, 2022			As at 31st March, 2021		
	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost
<b>Financial assets</b>						
Cash and Cash equivalents	-	-	19,992.49	-	-	20,288.32
<b>Total Financial Assets</b>	-	-	<b>19,992.49</b>	-	-	<b>20,288.32</b>
<b>Financial liabilities</b>						
Trade payables	-	-	267.00	-	-	299.00
Others	-	-	2,779.29	-	-	2,731.29
<b>Total Financial Liabilities</b>	-	-	<b>3,046.29</b>	-	-	<b>3,030.29</b>



# 10 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

## a) Credit risk

Credit risk refers to risk that a counterparty will default on its contractual obligation resulting in financial loss to the company. Credit risk arises primarily from financial assets such as Trade Receivables, Bank Balances and Other Financial Assets.

At each reporting date, the Company measures loss allowance for certain class of financial assets based on historical trend, industry practices and the business environment in which the Company operates.

Credit risk arising from Bank Balances and Other Financial Assets is limited because the counterparties are banks and recognised companies with high credit worthiness.

## b) Liquidity risk

Liquidity risk is the risk that the Company will face in meeting its obligations associated with financial liabilities and are settled by delivering cash and other financial assets. The Company manages its liquidity risk by ensuring that the cash and banks balances and other sources are adequate to meet its working capital requirements.

The table below provides details regarding the contractual maturities of significant financial liabilities as of 31 March 2022

Contractual maturities of financial liabilities	Less Than 1 year	1-2 year	2-4 years	4 years & above	Total
<b>Non-derivatives</b>					
Trade payables	267.00	-	-	-	267.00
Others	2,779.29	-	-	-	2,779.29
<b>Total non-derivative liabilities</b>	<b>3,046.29</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,046.29</b>

The table below provides details regarding the contractual maturities of significant financial liabilities as of 31 March 2021

Contractual maturities of financial liabilities	Less Than 1 year	1-2 year	2-4 years	4 years & above	Total
<b>Non-derivatives</b>					
Trade payables	299.00	-	-	-	299.00
Others	2,731.29	-	-	-	2,731.29
<b>Total non-derivative liabilities</b>	<b>3,030.29</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,030.29</b>

## c) Market risk

Market risk is the risk that the fair value of future cash flows of financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk : Interest rate risk, currency risk and other price risk.

### i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Company is not exposed to foreign currency risk as all of its transactions are in Indian Rupee.

### ii) Interest rate risk

Interest rate risk arises when the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As the Company has no variable interest-bearing assets or liabilities, the Company's income, expenses and cash flows are independent of changes in market interest rates.

### iii) Other price risk

The Company's exposure to securities price risk arises from investments in mutual funds held by the Company and classified in the balance sheet as FVPL



JAINTIA HIGHWAY PRIVATE LIMITED

Notes to the Financial Statements

11. Financial Ratios

Sr. No.	Particulars	Year ended	
		As at 31st March, 2022	As at 31st March, 2021
a	<b>Current Ratio</b> (Current assets divided by current liabilities)	6.56	6.70
b	<b>Debt-Equity Ratio</b> (Total borrowings divided by Equity)	NA	NA
c	<b>Debt service coverage ratio (DSCR)</b> (Profit before interest and tax / (Interest expense + Principal repayment of long term debts during the period))	NA	NA
d	<b>Return on equity ratio</b> (Net Profit after taxes / Average Shareholder's Equity)	(0.018)	(0.014)
e	<b>Inventory turnover ratio</b> (Revenue / average Inventory)	NA	NA
f	<b>Trade Receivables turnover ratio</b> (Revenue / average Trade receivable)	NA	NA
g	<b>Trade Payables turnover ratio</b> (Net Credit Purchases / Average Trade Payables)	NA	NA
h	<b>Net Capital Turnover ratio</b> (Net Sales / Working Capital)	NA	NA
i	<b>Net Profit Ratio</b> (Net Profit / Net Sales)	NA	NA
j	<b>Return on Capital Employed</b> (Earning before interest and taxes / Capital Employed)	(0.018)	(0.014)
k	<b>Return on investment</b>	NA	NA

