

SEW Krishnagar Baharampore Highways Limited
CIN:U45400TG2011PLC073116
BALANCE SHEET AS AT MARCH 31, 2023
(All figures are in Rs. Lakhs unless otherwise stated)

Rs.Lakhs

Particulars	Notes	As at March 31, 2023	As at March 31, 2022
ASSETS			
Non-current Assets			
Property, plant and equipment	3	41.65	51.96
Investment Property	4	23.65	23.65
Financial assets			
Other Financial assets	5	63,388.88	36,514.58
Other Non Current Assets	6	2,472.58	2,586.75
Total Non-current Assets		65,926.76	39,176.94
Current Assets			
Financial assets			
(i) Cash and cash equivalents	7	1,181.17	868.68
(ii) Other financial assets	8	14,110.76	37,195.73
Current tax assets (Net)	9	200.29	384.46
Other current assets	10	2,595.87	1,951.98
Total Current Assets		18,088.10	40,400.85
Total Assets		84,014.86	79,577.79
EQUITY AND LIABILITIES			
Equity			
Equity share capital	11	2,690.60	2,690.60
Instruments entirely equity in nature	12	7,913.00	7,913.00
Other Equity	13	-72,248.02	-62,114.16
Total Equity		-61,644.42	-51,510.56
LIABILITIES			
Non-current Liabilities			
Financial Liabilities			
(i) Long-term borrowings	14	27,384.20	33,406.37
Provisions	15	1.28	1.04
Total Non-current Liabilities		27,385.48	33,407.41
Current liabilities			
Financial liabilities			
Short Term Borrowings	16	5,889.14	9,142.08
Other financial liabilities	17	1,11,840.45	87,977.99
Provisions	18	7.29	8.21
Other current liabilities	19	536.91	552.68
Total Current Liabilities		1,18,273.79	97,680.94
Total Liabilities		1,45,659.27	1,31,088.36
Total Equity and Liabilities		84,014.86	79,577.79

The accompanying notes form an integral part of financial statements.

As per our report of even date attached

For and on behalf of the Board of Directors

For MKPS & Associates
Chartered Accountants
(Firm's Registration No. 302014E)

Vikash Modi
(Partner)
(M No. 216468)

Venkata Ramudu.M
Director
DIN:09239182

Hima Bindu Myneni
Director
DIN: 07120807

Place: Hyderabad
Date: 04.09.2023

SEW Krishnagar Baharampore Highways Limited
CIN:U45400TG2011PLC073116
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023
(All figures are in Rs. Lakhs unless otherwise stated)

Rs.Lakhs

Particulars	Notes	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Revenue from Operations	20	9,407.64	25,324.56
Other Income	21	201.99	-
Total Income		9,609.63	25,324.56
Expenses			
Contract Expenses	22	6,793.80	22,341.74
Employee Benefit Expenses	23	50.29	50.16
Finance Cost	24	12,628.67	12,312.44
Depreciation & Amortization	3	10.30	11.05
Other expenses	25	262.11	21,207.01
Total expenses		19,745.17	55,922.42
Profit before exceptional items and tax		-10,135.54	-30,597.85
Add: Exceptional items			
Profit before tax		-10,135.54	-30,597.85
Less: Tax expense			
(1) Current tax			
(2) MAT credit entitlement			
Profit for the period		-10,135.54	-30,597.85
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Measurements of the defined benefit plans		1.68	0.45
Total other comprehensive income		1.68	0.45
Total comprehensive income for the period		-10,133.86	-30,597.40
Earnings per share (Face Value ` 10/- per share)			
Annualised :			
(1) Basic (in Rs.)	37	(37.66)	(113.72)
(2) Diluted (in Rs.)	37	(37.66)	(113.72)

The accompanying notes form an integral part of financial statements.

As per our report of even date attached
For MKPS & Associates
Chartered Accountants
(Firm's Registration No. 302014E)

For and on behalf of the Board of Directors

Vikash Modi
(Partner)
(M No. 216468)

Venkata Ramudu.M
Director
DIN:09239182

Hima Bindu Myneni
Director
DIN: 07120807

Place: Hyderabad
Date: 04.09.2023

SEW Krishnagar Baharampore Highways Limited
CIN:U45400TG2011PLC073116
Statement of cash flows for the period ended March 2023
(All figures are in Rs. Lakhs unless otherwise stated)

Rs.Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Cash flows from operating activities		
Profit for the period	-10,133.86	-30,597.40
Adjustments for:		
Finance costs recognised in profit or loss	12,628.67	12,312.44
Depreciation and amortisation	10.30	11.05
Movements in Assets and Liabilities		
(Increase)/decrease in Service concession receivable	1,608.57	6,918.95
(Increase)/decrease in Current financial asset	-5,397.89	103.64
(Increase)/decrease in other current asset	-643.89	-108.76
(Increase)/decrease in Other Non Current Assets	114.18	1,769.43
Increase/(Decrease) in provisions	-0.68	1.24
Increase/(Decrease) in financial liabilities	5,639.82	17,691.24
Increase/(Decrease) in current liabilities	-15.76	417.11
Cash generated from operations	3,809.45	8,518.95
Income taxes (paid) / refund received	184.17	-101.87
Net cash generated by operating activities	3,993.63	8,417.08
Cash flows from investing activities		
Net cash (used in)/generated by investing activities		
Cash flows from financing activities		
Proceeds/ Repayments from borrowings	-9,275.10	-8,021.99
Finance costs	-274.08	-1,113.83
Net (used in)/ generated in financing activities	-9,549.18	-9,135.82
Net increase/ (decrease) in cash and cash equivalents	-5,555.55	-718.75
Cash and cash equivalents at the beginning of the period	868.68	1,587.43
Cash and cash equivalents at the end of the period	-4,686.87	868.68
Cash Component in Financial		
Balances with Banks		
In Current Account	1,181.15	868.50
Cash in hand	0.02	0.18
Total	1,181.17	868.68

The accompanying notes form an integral part of financial statements.

As per our report of even date attached
For MKPS & Associates
Chartered Accountants
(Firm's Registration No. 302014E)

For and on behalf of the Board of Directors

Vikash Modi
(Partner)
(M No. 216468)

Venkata Ramudu.M
Director
DIN:09239182

Hima Bindu Myneni
Director
DIN: 07120807

Place: Hyderabad
Date: 04.09.2023

SEW Krishnagar Baharampore Highways Limited CIN:U45400TG2011PLC073116 Statement of Changes in Equity (All figures are in Rs. Lakhs unless otherwise stated)				
A. Share Capital:				
a. Equity share capital				Rs.Lakhs
Movement during the period	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
Particulars	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)
Shares having face value of Rs 10/-				
Balance at beginning of the period	269.06	2,690.60	269.06	2,690.60
Changes in equity share capital due to prior period errors				
Restated balance at the beginning of the reporting period	269.06	2,690.60	269.06	2,690.60
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the period	269.06	2,690.60	269.06	2,690.60
B.Instruments entirely equity in nature				
			Rs.Lakhs	
Particulars	As at March 31, 2023		As at March 31, 2022	
Unsecured loan from promoters	7913.00		7913.00	
Total	7,913.00		7,913.00	
C. Other Equity				
			Rs.Lakhs	
Particulars	Equity component of compound financial instruments	Reserves and Surplus		Total
		Securities Premium Reserve	Retained Earnings	
Balance at the beginning of the reporting period i.e. 01.04.2022	-	4,813.40	-66,927.56	-62,114.16
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance at the beginning of the reporting period	-	4,813.40	-66,927.56	-62,114.16
Securities Premium received during the year	-	-	-	-
Total Comprehensive Income for the year	-	-	-10,133.86	-10,133.86
Transfer to retained earnings	-	-	-	-
Balance at the end of the reporting period i.e. 31.03.2023	-	4,813.40	-77,061.42	-72,248.02
Previous Year				
			Rs.Lakhs	
Particulars	Equity component of compound financial instruments	Reserves and Surplus		Total
		Securities Premium Reserve	Retained Earnings	
Balance at the beginning of the reporting period i.e. 01.04.2021	-	4,813.40	-36,330.16	-31,516.76
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance at the beginning of the reporting period	-	4,813.40	-36,330.16	-31,516.76
Securities Premium received during the year	-	-	-	-
Total Comprehensive Income for the year	-	-	-30,597.40	-30,597.40
Transfer to retained earnings	-	-	-	-
Balance at the end of the reporting period i.e. 31.03.2022	-	4,813.40	-66,927.56	-62,114.16
The accompanying notes form an integral part of financial statements.				
As per our report of even date attached		For and on behalf of the Board of Directors		
For MKPS & Associates				
Chartered Accountants				
(Firm's Registration No. 302014E)				
Vikash Modi	Venkata Ramudu.M	Hima Bindu Myneni		
(Partner)	Director	Director		
(M No. 216468)	DIN:09239182	DIN: 07120807		
Place: Hyderabad				
Date: 04.09.2023				

SEW Krishnagar Baharampore Highways Limited

CIN:U45400TG2011PLC073116

Notes to the financial statements as at and for the year ended 31st March, 2023

(All figures are in Rs. Lakhs unless otherwise stated)

3 Property, plant and equipment

Rs.Lakhs

Particulars	Cost or Deemed cost				Accumulated depreciation and impairment				Carrying Amount	Carrying Amount
	Balance at March 31, 2022	Additions	Disposals	Balance at March 31, 2023	Balance at April 1, 2022	Depreciation expense	Disposals	Balance at March 31, 2023	As at March 31, 2023	As at March 31, 2022
Office Equipment	3.38	-	-	3.38	2.73	0.34	-	3.07	0.31	0.65
Computers	0.06	-	-	0.06	0.04	-	-	0.04	0.02	0.02
Furniture & Fixture	0.47	-	-	0.47	0.44	-	-	0.44	0.03	0.03
Vehicles	92.86	-	-	92.86	41.61	9.96	-	51.57	41.29	51.25
Total	96.77	-	-	96.77	44.81	10.30	-	55.11	41.65	51.96

Previous Year

Rs.Lakhs

Particulars	Cost or Deemed cost				Accumulated depreciation and impairment				Carrying Amount	Carrying Amount
	Balance at March 31, 2021	Additions	Disposals	Balance at March 31, 2022	Balance at April 1, 2021	Depreciation expense	Disposals	Balance at March 31, 2022	As at March 31, 2022	As at March 31, 2021
Office Equipment	3.38	-	-	3.38	2.39	0.34	-	2.73	0.65	0.99
Computers	0.06	-	-	0.06	0.04	-	-	0.04	0.02	0.02
Furniture & Fixture	0.47	-	-	0.47	0.41	0.03	-	0.44	0.03	0.06
Vehicles	92.86	-	-	92.86	30.92	10.68	-	41.61	51.25	61.94
Total	96.77	-	-	96.77	33.76	11.05	-	44.81	51.96	63.01

SEW Krishnagar Baharampore Highways Limited

CIN:U45400TG2011PLC073116

Notes to the financial statements as at and for the year ended 31st March, 2023

(All figures are in Rs. Lakhs unless otherwise stated)

4 Investment Property		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Immovable Property-Land	23.65	23.65
Total	23.65	23.65

As per the management estimate ,fair value of investment is Rs.24 lakhs

The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from a variety of sources including:

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences.
- discounted cash flow projections based on reliable estimates of future cash flows.
- capitalised income projections based upon a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence.

The fair values of investment properties have been determined by management. The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data. All resulting fair value estimates for investment properties are included in level 3.

5 Other Non-Current Financial Assets		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Receivable from NHAI under Service Concession Arrangement	63,388.88	36,514.59
Total	63,388.88	36,514.59

6 Other Non Current Assets		Rs.Lakhs
Particular	As at Mar 31, 2023	As at Mar 31, 2022
To Related Parties		
-Mobilation advance	475.20	574.56
-Material advance	-	14.52
-Other Advances*	1,996.65	1,996.63
To Others		
-Other .	-	0.32
-Security Deposit	0.73	0.73
Total	2,472.58	2,586.75

7 Cash and Cash Equivalents		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Balances with Banks		
In Current Account	1,181.15	868.50
Cash in hand	0.02	0.18
Total	1,181.17	868.68

8 Other Current Financial Assets		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Retention Money held by NHAI	160.56	160.56
Receivable from related parties	0.15	0.10
Receivable from NHAI	5,441.48	43.64
Receivable from NHAI under Service Concession Arrangement	8,508.57	36,991.43
Total	14,110.76	37,195.73

9 Current Tax Assets (Net)		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
TDS Receivables	200.29	384.46
Total	200.29	384.46

10 Other Current Assets		Rs.Lakhs
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
GST- Receivable from NHAI Due to Change in Law	1,809.52	1,809.52
Security Deposit-short term	0.30	0.30
Other Deposits	5.00	5.00
Pre-Paid Expenses	85.56	82.35
Staff Advances	0.50	0.50
Balances with Govt. Authorities		
-GST Receivables	504.18	11.10
-WCT Receivables	19.14	19.14
-Amount Deposited under Protest	-	-
-VAT	171.66	9.54
-Income Tax	-	14.53
Total	2,595.87	1,951.98

SEW Krishnagar Baharampore Highways Limited

CIN:U45400TG2011PLC073116

Notes to the financial statements as at and for the year ended 31st March, 2023

(All figures are in Rs. Lakhs unless otherwise stated)

11 Equity Share Capital

Rs.Lakhs

Particulars	As at March 31,	As at March 31,
Note: 1 SHARE CAPITAL		
AUTHORISED:		
Equity Shares of Rs.10/- each	2,700.00	2,700.00
	2,700.00	2,700.00
ISSUED, SUBSCRIBED & PAID UP:		
Equity Shares of Rs.10/- each fully paid up.	2,690.60	2,690.60
Total	2,690.60	2,690.60

Foot Notes:

i. Reconciliation of the number of shares outstanding at the beginning and as on 31st March' 2023

Rs.Lakhs

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number	In Rs.Lakhs	Number in lakhs	In Rs.Lakhs
Number of equity shares at the beginning of the Year	269.06	2,690.60	269.06	2,690.60
Equity shares issued during the year	-	-	-	-
Less : Shares bought back during the year	-	-	-	-
Number of equity shares at the end of the Year	269.06	2,690.60	269.06	2,690.60

ii. Terms and rights attached to equity shares

The company has only one class of shares referred to as equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting. During the year ended 31st March 2023, no dividend is declared by Board of Directors. (Previous year - Nil). In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in the proportion to the number of equity shares held by the shareholders.

iii. Details of shareholders holding more than 5% shares in the company

Rs.Lakhs

Name of the Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of	% of Holding	No. of shares held	% of Holding
Equity shares of 10/- each fully paid				
SEW Transportation Networks Limited and its nominees	269.06	100%	269.06	100%
Total	269.06	100%	269.06	100%

iv. Details of shares held by holding company

Rs.Lakhs

Name of the Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of	% of Holding	No. of shares held	% of Holding
Equity shares of 10/- each fully paid				
SEW Transportation Networks Limited and its nominees	269.06	100%	269.06	100%
Total	269.06	100%	269.06	100%

v. Details of shares held by promoters at year end

Rs.Lakhs

Name of the Promoter	As at March 31, 2023		
	No. of shares	% of Holding	% Change during the year
Equity shares of 10/- each fully paid			
SEW Transportation Networks Limited and its nominees	269.06	100%	Nil
Total	269.06	100%	Nil

Rs.Lakhs

Name of the Promoter	As at March 31, 2022		
	No. of shares held	% of Holding	% Change during the year
Equity shares of 10/- each fully paid			
3	269.06	100%	Nil
Total	269.06	100%	Nil

12 Instruments entirely equity in nature

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Unsecured loan from promoters - From STNL	7,913.00	7,913.00
Total	7,913.00	7,913.00

Note :Unsecured loan carries Zero percent interest rate and can not be prepaid or will be repaid only after the repayment of Term Loans from Project Lenders only at the option of the company or may be entirely converted into equity share at the option of company.

13 Other Equity

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Profit & Loss	-77,061.42	-66,927.56
Securities Premium	4,813.40	4,813.40
Total	-72,248.02	-62,114.16

Movement in other equity:

Rs.Lakhs

Particulars	Equity component of compound financial instruments	Reserves and Surplus		Total
		Securities Premium Reserve	Retained Earnings	
Balance at the beginning of the reporting period i.e. 01.04.2022	-	4,813.40	-66,927.56	-62,114.16
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance at the beginning of the reporting period	-	4,813.40	-66,927.56	-62,114.16
Securities Premium received during the year	-	-	-	-
Total Comprehensive Income for the year	-	-	-10,133.86	-10,133.86
Transfer to retained earnings	-	-	-	-
Balance at the end of the reporting period i.e. 31.03.2023	-	4,813.40	-77,061.42	-72,248.02

14 Long-term borrowings

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Secured Loans		
-From Banks	22,966.65	28,017.33
-From Financial Institutions	4,417.55	5,389.03
-From NHAI-OTFIS	-	-
Total	27,384.20	33,406.37

i) **Terms of loans from Banks & Financial institutes :**

Except project assets, the term loans are secured by paripassu first charge on all movable assets and immovable properties, machineries, spares, tools and accessories, furniture and fixtures, vehicles, all other movable assets present & future, book debts, receivables of the company, all accounts of the company including escrow and sub escrow accounts, both present and future, first charge on all intangibles assets including but not limited to goodwill, rights, undertaking and uncalled capital present and future and pledge of 51% of the equity shares issued or to be issued by the company to the promoters.

ii) **Repayment Terms of Bank & FI :**

Rate of Interest per annum (%) :	Base rate of SBI plus 2.25%
Terms of repayment :	77.06% Term Loan to be paid in 18 half yearly installments commencing from 31st March 2018 and balance 22.94% in bullet installment. Repayment ranging is from 5.92% to 22.94%.

iii) **Default in Payment of Principle and Interest on Term Loans**

The lender have classified lending to the company as "Non- Performing Asset", therefore period wise details of default in payment of interest and principal could not be given. The company is in default of payment of its dues from May 2017.

iv) **Loan From NHAI**

Under NHAI One Time Fund Infusion Scheme ("OTFIS") , NHAI agreed to infuse Rs. 40,410.00 Lacs which shall be utilized towards the physical completion of balance work of construction of the project highway. The NHAI OTFIS facility will be released by the authority proportionate to the funds disbursed by the senior lenders under the 'Undisbursed amount' and commensurate to the progress and requirement of the Project determined on the basis of the report of various monitoring agencies appointed by the authority.

It shall carry an interest rate equal to 2% above the bank rate of RBI. Interest will be compounded annually and calculated on daily outstanding balance of the NHAI OTFIS Facility and interest thereon that shall have become due but remained to have been paid.

Outstanding principal amount of NHAI OTFIS Facility along with interest which has accrued thereon till date of PCOD/COD in terms thereof shall be repaid /serviced by the Concessionaire from payment of restored annuities of Rs.23,990.40 lakhs subject to waterfall as defined in clause 6(h) of Tripartite Agreement dt. 21st October,2016 .The balance outstanding of principal amount of NHAI OTFIS facility along with interest thereon shall be repaid /serviced from Sub-Escrow Account under OTFIS pursuant to the release of each Annuity payment in terms of waterfall mechanism stipulated under Clause 6(h) of Tripartite agreement.

In the event of Termination the outstanding amount out of the NHAI OTFIS facility including interest thereon, shall be recovered on first charge basis by NHAI in full over other recoveries prescribed in the Article 31.4 of the concession Agreement.

Security with respect to loan from NHAI is yet to be created.

v) The Company has not received any recall notice from the lenders during the year.

15 **Long Term Provisions**

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for Employee Benefits:		
-Provision for Gratuity'	1.28	1.04
Total	1.28	1.04

16 **Short Term Borrowings**

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Current maturity of long term debt	5,889.14	9,142.08
Total	5,889.14	9,142.08

17 **Other Current Financial Liabilities**

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Interest accrued and due on borrowing	53,486.03	40,877.33
Loan Overdue (principal)	26,317.29	20,449.24
Interest on OTFIS from NHAI	19.96	274.06
Expenses Payables	5,486.36	319.66
Retention Money	44.65	42.66
Related Party		
-Retention Money	1,528.22	1,538.53
-Payable to EPC contractor	24,690.41	24,214.24
-Expenses Payables	228.70	228.70
-Payable to Related Parties	38.83	33.56
Total	1,11,840.45	87,977.99

18 **Short Term Provisions**

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for Employee Benefits:		
-Provision for Gratuity	5.28	6.19
-Provision for Leave Encashment	2.01	2.01
Total	7.29	8.21

19 **Other Current liabilities**

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Advance from NHAI	4.28	4.28
Statutory Dues		
-TDS payables	529.19	539.18
-PF Payables	0.27	0.27
-Professional tax payables	0.09	0.08
-WCT Payables	0.49	0.49
-GST payables	2.59	8.37
Total	536.91	552.68

SEW Krishnagar Baharampore Highways Limited

CIN:U45400TG2011PLC073116

Notes to the financial statements as at and for the year ended 31st March, 2023

(All figures are in Rs. Lakhs unless otherwise stated)

20 Revenue from Operations

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Project income	5,312.23	21,174.54
Utility shifting receipts		73.66
O&M Income	1,555.65	1,148.22
Finance income	2,539.76	2,928.15
Total	9,407.64	25,324.56

21 Other Income

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Interest on Income Tax Refund	9.23	-
Write back of liability	192.76	
Total	201.99	-

22 Contract Cost

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Project Expenses	5,312.23	21,174.54
Utility shifting expenses	-	73.66
O&M Expenses	1,481.57	1,093.54
Total	6,793.80	22,341.74

23 Employee Benefit Expenses

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Salaries and Wages	50.29	50.16
Total	50.29	50.16

24 Finance Cost

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Interest on borrowing	12,608.70	11,198.61
Interest on OTFIS	19.96	1,113.66
Other borrowing cost	-	0.18
Total	12,628.67	12,312.44

25 Other Expenses

Rs.Lakhs

Particulars	For the year ended Mar 31, 2023	For the year ended Mar 31, 2022
Audit fees	3.00	3.10
Legal and Professional Expenses	140.24	45.18
Interest & Penalty	0.30	0.58
ROC Fee & Charges	0.64	0.44
Others	117.93	3.86
Modification Loss *	-	21,153.86
Total	262.11	21,207.01

* Modification loss recognised due to change/modification in the estimated cash flows of the financial asset.

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Notes to the financial statements as at and for the year ended 31st March, 2023

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26 Financial Instruments

A Disclosure of Financial Instruments by Category

Rs.Lakhs

Financial instruments by categories	Note no.	As at March 31, 2023			As at March 31, 2022		
		FVTPL	FVTOCI	Amortized cost	FVTPL	FVTOCI	Amortized cost
Financial asset							
Other Non-Current Financial Asset	5	-	-	63,388.88	-	-	36,514.58
Cash and cash equivalents	7	-	-	1,181.17	-	-	868.68
Other current financial assets	8	-	-	14,110.76	-	-	37,195.73
Total Financial Asset				78,680.81			74,578.99
Financial liability							
Long term Borrowings	14	-	-	27,384.20	-	-	33,406.37
Short Term Borrowings	16	-	-	5,889.14	-	-	9,142.08
Other current financial liabilities	17	-	-	1,11,840.45	-	-	87,977.99
Total Financial Liabilities		-	-	1,45,113.79	-	-	1,30,526.43

Rs.Lakhs

B Fair value of Financial asset and liabilities at amortized cost

Rs.Lakhs

Particular	Note no.	As at March 31, 2023			As at March 31, 2022		
		Carrying amount	Fair value	Level	Carrying amount	Fair value	Level
Financial Assets							
Other Non-Current Financial Asset	5	63,388.88	63,388.88	3	36,514.58	36,514.58	3
Cash and cash equivalents	7	1,181.17	1,181.17	3	868.68	868.68	3
Other current financial assets	8	14,110.76	14,110.76	3	37,195.73	37,195.73	3
Total Financial Assets		78,680.81	78,680.81		74,578.99	74,578.99	
Financial liability							
Long term borrowings	14	27,384.20	27,384.20	3	33,406.37	33,406.37	3
Short Term Borrowings	16	5,889.14	5,889.14	3	9,142.08	9,142.08	3
Other current financial liabilities	17	1,11,840.45	1,11,840.45	3	87,977.99	87,977.99	3
Total Financial Liabilities		1,45,113.79	1,45,113.79		1,30,526.43	1,30,526.43	

The carrying amount of current financial assets and other current financial liabilities measured at amortised cost are considered to be the same as their fair values, due to their short term nature.

The carrying value of Rupee Term Loan is approximately in fair value as the instruments are at prevailing market rate.

27 Financial Risk Management

The company's activities expose it to variety of financial risks : market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework.

A) Market risk

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

i Foreign Currency Risk

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate.

The company is not exposed to foreign currency risk as it has no borrowing or no material payables in foreign currency.

ii Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The interest risk arises to the company mainly from Long term borrowings with variable rates. The company measures risk through sensitivity analysis. Currently, Lending by Commercial Banks is at variable rate, which is an inherent business risk.

The company's exposure to interest rate risk due to variable interest rate borrowings is as follows:

Rs.Lakhs

Particulars	Notes	As at March 31, 2023	As at March 31, 2022
Senior Debt from Banks & FI - Variable rate borrowings	14	27,384.20	33,406.36
Loan from NHA	14		
Current maturities of long term borrowing	16	32,206.42	29,591.32
Total		59,590.63	62,997.67

Sensitivity analysis based on average outstanding Senior Debt

Interest Rate Risk Analysis	Impact on profit/ loss after tax	
	FY 2022-23	FY 2021-22
Increase or decrease in interest rate by 25 basis points	1,532.35	1,675.22

iii Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The company measures risk through sensitivity analysis.

The company is not exposed to price risk due during the year.

B) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets.

The company is exposed to liquidity risk due to bank borrowings and trade and other payables.

The company measures risk by forecasting cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The following are the contractual maturities of financial liabilities

Current Year

Rs.Lakhs

As at March 31, 2023	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
Non Derivative Financial Liability					
Long term borrowings with current maturity	59,590.63	32,206.42	5,124.57	16,326.87	5,932.76
Other current financial liabilities excluding current maturity of long term borrowings	85,523.16	85,523.16			
Derivative Financial Liability	NIL	NIL	NIL	NIL	NIL

Previous Year

Rs.Lakhs

As at March 31, 2022	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
Non Derivative Financial Liability					
Long term borrowings with current maturity	62,997.68	29,591.32	5,417.57	17,260.35	10,728.45
Other current financial liabilities excluding current maturity of long term borrowings	67,528.74	67,528.74	-	-	-
Derivative Financial Liability	NIL	NIL	NIL	NIL	NIL

C) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company generally does not have trade receivables as collection of toll income coincide as and when the traffic passes through toll - plazas. Hence, the management believes that the company is not exposed to any credit risk.

28 Capital Management

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

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

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Long term borrowings(Excluding current maturity)	27,384.20	33,406.37
Other financial liabilities-Current	85,523.16	67,528.74
Other Current Liabilities	536.91	552.68
Total Liabilities (A)	1,13,444.28	1,01,487.79
Less:		
Cash and Cash Equivalent	1,181.17	868.68
Other Bank Balances	-	
Total Assets (B)	1,181.17	868.68
Net debt (A-B)	1,12,263.10	1,00,619.11
Equity including Other Equity	-61,644.42	-51,510.56
Capital and Net debt (C)	50,618.68	49,108.54
Gearing ratio (Net Debt/ Capital & Net Debt)	222%	205%

SEW Krishnagar Baharampore Highways Limited**CIN:U45400TG2011PLC073116****Notes to the financial statements as at and for the year ended 31st March, 2023****(All figures are in Rs. Lakhs unless otherwise stated)****29 Disclosure pursuant to Appendix of IND AS 115 " Revenue from Contracts with Customer****Description and classification of the arrangement**

The Company has entered into Concession Agreement ('CA') with National Highway Authority of India (NHAI) dated June 16, 2011 for the purpose of Four- laning of Krishnagar –Baharampore section of NH – 34 from Km 115.00 to Km 193.00 in the State of West Bengal under NHDP Phase III on DBFOT (Annuity) Pattern basis (Package NoNHDP – III/BOT/WB/02) . The Concession Period is of 15 years including construction period of 30 Months. The Company has recived PCOD on 10-02-2020.

Significant Terms of the arrangements**Annuity Payment:**

The company is, performing and discharging its obligations in accordance with the terms and conditions and covenants set forth in CA, eligible for the receipt of fixed amount of annuity on each annuity payment date.

Annuity payment date means each period for which the annuity is payable under the terms of the CA and as described under schedule M of the CA.

Bonus or reduction in annuity:

In terms of the CA the company shall receive bonus for early completion of the project or incur reduction in annuity for delay completion of the project. Delay in project due to non availability of Land ,Project is facing Time and cost overrun ,NHAI as intimated so far 2.08 lost annuities.

Levy and collection of fee from the users:

In terms of the CA, NHAI shall have the authority to levy toll or fee on the vehicles using the project facilities and to demand, collect, retain and appropriate the fee in accordance with the applicable laws.

Details of Termination

CA can be terminated on account of default of the company or NHAI in the circumstances as specified under article 37 of the CA.

There has been no change in the concession arrangement during the year.

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Notes to the financial statements as at and for the year ended 31st March, 2023

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30 Ratio

The ratios for the years ended March 31,2023 and March 31,2022 are as follows :

Ratio	Numerator	Denominator	For the year ended and as on 31 March 2023	For the year ended and as on 31 March 2022	Variance %	Reason of Variance [If change is more than 25%]
i) Current Ratio (times)	Current Assets	Current Liabilities	0.15	0.41	-63.02%	Due to increase in current liabilities
ii) Debt Service coverage Ratio (times)	Earnings available for debt service	Debt Service	-0.26	2.00	-113.12%	Due to increase in losses and non repayment of borrowing from bank
iii) Return on Equity Ratio (%)	Profit for the year after tax	Average shareholders equity	0.18	1.50	-88.03%	NA
iv) Inventory Turnover Ratio	Cost of goods sold	Average Inventory	NA	NA	NA	NA
v) Trade Receivables turnover Ratio	Revenue from operations	Average Receivables	NA	NA	NA	NA
vi) Trade Payables turnover Ratio	Purchases	Average trade payables	NA	NA	NA	NA
vii) Net Capital turnover Ratio	Revenue from operations	Average Working Capital	-0.03	-0.80	-96.3%	Due to increase in current liabilities and increase in revenue
viii) Net Profit Ratio (%)	Profit for the year after tax	Revenue from operations	-1.08	-1.21	-10.8%	NA
ix) Return on Capital Employed (%)	Earning before interest and taxes and Finance cost	Capital employed	-0.04	0.35	-111.4%	Due to increase in losses
x) Debt - Equity Ratio (times)	Total debt	Shareholder's equity	-0.97	-1.22	-21.0%	Due to repayment of debt
xi) Return on Investments	Income from Investments	Average Invested Fund	NA	NA	NA	

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31 The Company does not have any transaction to which the provision of **Ind AS-2** relating to Valuation of Inventories applies.

32 Disclosures pursuant to Indian Accounting standard (Ind AS) 115, Revenue from Contracts with Customers

a) Method used to recognise the contract revenue - Work executed during the year and remaining to be executed

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Revenue recognised during the year	5,312.23	21,248.20
Contract cost incurred during the reporting period	5,312.23	21,248.20

b) Disclosures pursuant to Indian Accounting standard (Ind AS) 115, Revenue from Contracts with Customers

The Company believes that the information provided under Note 19, Revenue from Operations, is sufficient to meet the disclosure objectives with respect to disaggregation of revenue under Ind AS 115, Revenue from Contracts with Customers.

c) Reconciliation of revenue as per Ind AS 115

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Construction revenue	5,312.23	21,248.20
Adjustments	-	-
Total	5,312.23	21,248.20

c) Disaggregate revenue information

Revenue based on Geography

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Domestic	5,312.23	21,248.20
Export	-	-
Total	5,312.23	21,248.20

33 Disclosure pursuant to Ind AS 12 - "Income taxes"

The Company does not have taxable income and hence provision for current tax has not been made. The company is eligible for deduction under section 80IA of Income Tax Act and the tax holiday period of the company's project falls within the concession period of the company as defined in Section 80IA. Since tax on Timing difference between Accounting Income and Taxable Income that arises during the year is reversing during such tax holiday period. No deferred tax asset/ liability arises and accordingly no provision is made in the accounts.

34 Disclosure pursuant to Ind AS 19 - Employee Benefits

Defined-Benefits Plans: The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount) and leave encashment. Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (immediately before retirement). The gratuity scheme covers substantially all regular employees. Commitments are actuarially determined at year-end. The actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to Statement of Profit and loss.

Reconciliation of Benefit Obligation:

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the beginning of the period / year	7.24	6.66
Acquisition adjustment	0.00	0.00
Interest Cost	0.49	0.44
Past Service Cost	0.00	0.00
Current Services Cost	0.51	0.59
Benefits paid	0.00	0.00
Actuarial (gain)/ loss	-1.68	-0.45
Liability at the end of the period / year	6.56	7.24

Amount to be recognised in the Balance Sheet

Rs.Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the end of the period / year	6.56	7.24
Fair value of plan assets at the end of the period / year	-	-
Amount to be recognised in Balance Sheet	6.56	7.24

Expenses recognised in the Statement of Profit and Loss under the head employee benefits expense

Rs.Lakhs

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Current service cost	0.51	0.59
Past service cost	-	-
Interest cost	0.49	0.44
Acquisition adjustment	-	-
Premium Expenses	-	-
Expected return on plan assets	-	-
Net actuarial (gain)/loss recognized	-1.68	-0.45
Expenses recognized in Statement of Profit and Loss	-0.68	0.58

Remeasurement for the period

Rs.Lakhs

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Experience (gain)/Loss on plan liabilities	0.00	0.00
Demographic (gain)/loss on plan liabilities	0.00	0.00
Financial (gain)/loss on plan liabilities	-1.68	-0.45
Experience (gain)/loss on plan assets	0.00	0.00
Financial (gain)/loss on plan assets	0.00	0.00

Principal actuarial assumption:

Rs.Lakhs

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Discount rate	7.35% Per annum	6.81% Per annum
Salary Growth Rate	4%	4%
Mortality	IALM (2012-14-Ult)	IALM (2012-14-Ult)
Expected rate of return	0	0
Withdrawal rate (Per Annum)	3%	3%
Normal Retirement Age	60 Years	60 Years
Salary	Last Drawn Salary	Last Drawn Salary
Vesting Period	5 Years of service	5 Years of service
Benefits on Normal Retirement	Same as per the provision of the Payment of Gratuity Act, 1972 (as amended from time to time)	Same as per the provision of the Payment of Gratuity Act, 1972 (as amended from time to time)
Benefit on early exit due to death and disability	Same as normal retirement benefit based on service upto the date of exit.	Same as normal retirement benefit based on service upto the date of exit.
Limit (in Rs. Lakhs)	20.00	20.00

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<u>Sensitivity Analysis</u>	As at March 31, 2023	As at March 31, 2022
	INCREASE	INCREASE
A Effect of 1% Change in the Assumed Discount Rate		
1. Effect on DBO	6.42	7.12
A Effect of 1% Change in the Assumed Salary Rate		
2. Effect on DBO	6.79	7.38
A Effect of 50% Change in the Assumed Attrition Rate		
3. Effect on DBO	6.59	7.30
A Effect of 10% Change in the Assumed Mortality Rate		
4. Effect on DBO	6.57	7.24
	DECREASE	DECREASE
A Effect of 1% Change in the Assumed Discount Rate		
1. Effect on DBO	6.73	7.37
A Effect of 1% Change in the Assumed Salary Rate		
2. Effect on DBO	6.36	7.11
A Effect of 50% Change in the Assumed Attrition Rate		
3. Effect on DBO	6.55	7.12
A Effect of 10% Change in the Assumed Mortality Rate		
4. Effect on DBO	6.56	7.23
Current & Non Current liability:		Rs.Lakhs
Period	As at March 31, 2023	As at March 31, 2022
Current Liability	5.28	6.19
Non Current Liability	1.28	1.04
Total Liability	6.56	7.24

35 Disclosure of related parties / related party transactions pursuant to Ind AS 24 "Related Party Disclosures"

A. Following is the list of related parties and relationships:

Name	Relationship
SEW Infrastructure Limited	Ultimate Holding Company
SEW Transportation Networks Limited	Holding Company
SEW LSY Highways Limited	Fellow Subsidiaries
SEW Nafra Power Corporation Limited	Fellow Subsidiaries
SEW Vizag Coal Terminal Private Limited	Fellow Subsidiaries
SEW Bellary Highways Limited	Fellow Subsidiaries
HIMA BINDU MYNENI	Independent Director
VENKATA RAMUDU MUTHULURU	Director
SIVARAMA KRISHNAPRASAD VINTI	Director

B. Related Party 'transactions' during the period & balances ended March 31, 2023 are as follows:

Transaction:		Rs.Lakhs
Transaction	For the year ended March 31, 2023	For the year ended March 31, 2022
EPC & Utility Expenses		
SEW Infrastructure Ltd.	5,312.23	21,248.20
Capital Advance		
SEW Infrastructure Ltd.	-	-
Sell of Bitmen		
SEW Infrastructure Ltd.		0.00
O&M Expenses		
SEW Infrastructure Ltd.	1,481.57	1093.54
Director Sitting Fees		
Hima Bindu Myneni	1.00	1.00
Vilasitha Dandamudi	0.60	0.60

Advances & Outstanding Balances (figures in brackets represent payable)

Sr. No	Particulars	As at March 31, 2023	As at March 31, 2022
1	Zero percent Interest Loan		
	a. SEW Transportation Networks Ltd.	-7,913.00	-7,913.00
2	EPC and Utility Payables		
	SEW Infrastructure Ltd	-24,690.41	-24,214.24
3	Capital Advances		
	Mobilization - SEW Infrastructure Ltd	475.20	574.56
	Material - SEW Infrastructure Ltd	-1.68	14.52
	Other Advances - SEW Infrastructure Ltd	1,996.65	1,996.63
4	Retention Money		
	SEW Infrastructure Ltd-Payable	-1,528.22	-1,538.53
5	Running Accounts		
	a) SEW Infrastructure Ltd	-228.55	-228.60
	b) SEW Vizag Coal Terminal Private Ltd	-7.38	-7.38
	c) SEW LSY Highways Limited	-6.44	-6.44
	d) SEW Bellary Highways Limited	-23.33	-19.74
	e) SEW Nafra Power Corporation Limited	-	-

There is no provision for bad and doubtful debts to related parties with regard to outstanding expenses and there is no expense recognized in respect of bad and doubtful debts due from related parties.

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36	Disclosure pursuant to Ind AS 23 "Borrowing Costs"	Rs.Lakhs	
	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
	Borrowing Cost incurred during the year	12,628.67	12,312.44
	Less: Capitalized during the year		-
	Borrowing Cost Charged to Statement of Profit & Loss	12,628.67	12,312.44

37	Disclosure pursuant to Ind AS 23 "Earnings per share"	Rs.Lakhs	
	Basic and Diluted Earnings per share (EPS) computed in accordance with Ind AS 33 "Earnings per share".	As at March 31, 2023	As at March 31, 2022
	Particulars	Unit	
	Earnings Per Equity Share:		
	Net Profit after tax	INR	-10,133.86
	Equity Shares outstanding	Nos. (In Lakhs)	269.06
	Weighted Avg. Equity Share outstanding	Nos. (In Lakhs)	269.06
	Nominal Value of Equity Share	INR	10.00
	Basic Earnings per Share	INR	(37.66)
	Diluted Earnings per Share	INR	(37.66)

38 Contingent Liabilities, Contingent Assets and Capital Commitment

a) Contingent Liabilities :

i) Income Tax demand raised by the Income Tax Department amounting to Rs. 14.52 lakhs for the AY 2017-18 u/s 143(3) of the Income Tax Act, 1961. The Company has filed an appeals before CIT (A) against this said demand.

ii) Default amounting to Rs. 8.13/- Lakh reflected by Traces – IT Department TDS Portal, with respect to default in compliance of TDS Provisions.

iii) Default amount to Rs. 415.31/- Lakh reflected by VAT Department Portal, with respect to default in compliance of the VAT Provision.

Yearwise Default of VAT	Rs.Lakhs	
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
For FY 2014-15	335.53	335.53
For FY 2016-17	79.78	79.78
Total	415.31	415.31

iv) Claims raised by the EPC contractor not acknowledge as debt by the Company :

Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Claims towards additional maintenance	122.00	122.00
Claims towards additional overheads	6,093.00	6,093.00
Claims towards positive change of scope	3,498.60	3,498.60
Claims towards additional financial implication towards implementation of GST	1,753.00	1,753.00
Claims towards increase in capital cost from Oct 2017 to Mar 2020	1,277.00	1,277.00
Claims towards loss of profit	25,758.00	25,758.00
Claims for Additional Expenses during the extended Period	6,356.00	6,356.00
Total claims	44,857.60	44,857.60
Less : Claims booked against all the aforesaid claims in the book of accounts	-28,900.00	-28,900.00
Total	15,957.60	15,957.60

EPC Contractor has been continuously seeking reimbursement of additional cost incurred on account of prolongation of contract period due lack of possession of land. It was also brought to the Notice of the Board that the EPC Contractor may resort to invocation of dispute resolution clauses of the EPC Agreement. In this regard the Company has informed the EPC contractor that company would get the independent valuation of additional cost incurred as per the terms of the EPC Agreement and would consider to settle the additional cost issues. After due deliberations, it was decided by the Board that, in order to avoid the precipitation of the issue, the company do hereby admits a claim of Rs. 67.00 Crore of EPC Contractor, on the condition that the contractor would refrain from invoking dispute resolution clause of the EPC agreement, till the works on available fronts are completed.

After declaration of PCOD by NHAI, the EPC contractor submitted claims for expenses incurred of Rs. 448.56 Crore. On being disputed, the same was referred to the Arbitration Panel for settlement of the issues in accordance with the provisions of the EPC Agreement. The Arbitration Tribunal ordered for the payment of Rs. 289.31 crore to the EPC Contractor and the same has been accounted in the book of accounts.

v) M/s Galore filed a claim of Rs 15.69 cr whereas the Company filed counter claim of Rs 15.13 cr. The matter could not move further as the claimant did not agree on appointment of Arbitrator in terms of the material supply agreement. They approached HC of Hyderabad which dismissed on 09.06.2020, their appeal for appointment of arbitrators u/s 11 of the Arbitration Act. Further, M/s Galore has filed on 26-10-2020, an SLP before Hon'ble SC which is yet to be heard.

vi) Claims raised by the NHAI not acknowledge as debt by the Company :	Rs.Lakhs	
Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Maintenance cost recovered by NHAI in 12th Annuity dues but the same has been disputed & not accepted by the Company as it relates to the period for which Company was not obliged for it.	3,555.86	3,555.86

b) Contingent Assets :

The Concessionaire had submitted various claims under the provisions of the Concession Agreement (CA) raised during Construction as well as Maintenance Periods. The Authority invited the Concessionaire for amicable resolution of the Disputes through conciliation by Conciliation Committee of Individual Experts (CCIE) in accordance with NHAI/Policy Guidelines.

In terms of the NHAI policy, the company approached NHAI in Dec 2020, for resolving the dispute thru conciliation. SKBHL filed claims for Rs 1481.12 cr. The summary of all the claims submitted by the Concessionaire is tabulated below.

Due to pandemic, only virtual meetings have taken place so far and the conciliation process is still in progress.

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i) Claims raised by the Company to NHAI :

Rs.Lakhs

Particulars	As at Mar 31, 2023	As at Mar 31, 2022
Missed Annuities	34,394.00	34,394.00
Increase in interest on debt during construction period	38,321.00	38,321.00
Increase in overheads	6,093.00	6,093.00
Increase in capital cost on account of inflation	12,739.00	12,739.00
Maintenance of existing road during extended period	122.00	122.00
Additional expenditure for IE supervision charges during extended period	207.00	207.00
Loss of profit	25,984.00	25,984.00
Change in law-GST	1,753.00	1,753.00
Change of Scope	3,498.60	3,498.60
Deductions from 1st annuity	17,761.00	17,761.00
Interest on Claims	4,147.00	4,147.00
Additional Cost of Balance Works	3,092.00	3,092.00
Total	1,48,111.60	1,48,111.60

Except above 38 (a) & (b), there were no litigation pending against the company which could be materially impact its financial position as at the end of the year.

c) Capital commitments (Net of Advances)

Rs.Lakhs

	As at March 31, 2023	As at March 31, 2022
EPC & Preoperative*	81,367.68	81,367.68
Less: Mobilization and Material Advance	475.20	589.08
Less: Work done (Excluding EPC Claim)	69,911.38	69,911.38
Less: Work descope adjusted in first annuity letter	977.22	977.22
Balance**	10,003.88	9,890.00

*The project cost has been revised with effect from 20th October 2016 as per tripartite agreement.

**NHAI could not give obstruction free ROW FOR 9.5 kms and decided to descope the same for which the amount is being determined by the Authority.

- 39 The Company got the provisional completion certificate w.e.f. 10th Feb, 2020 for 65.018 KM out of 76.36 KM of carriageway. Till January 2020, total 11 annuities were due, out of which 2.08 annuities were forfeited by NHAI & 3.92 annuities were received by the Company as per tripartite agreement and 5 annuities amounting to Rs. 30,600 lakhs have not been released by the NHAI. Further, IE vide letter dated 20th July 2020, has recommended in terms of clause 27.1.2 of CA, that 90% of annuities is payable until the completion certificate is issued. Relying on IE recommendations, NHAI deducted 10% of all the annuities which has been released by the NHAI till date. The Company has filed claims for the recovery of 5 unpaid annuities amounting to Rs. 30,600 lakhs not released by NHAI and also for recovery of 10% amount of annuities deducted by NHAI so far. Since all underlying obligations are duly completed, the Company is fully confident of recovery of above claimed amounts and accordingly, the same has considered in the financial model for arriving at the carrying value of 'Receivable from NHAI under service concession arrangement'

40 Going Concern

The Company has incurred loss of Rs. 10,135.54 lakhs during the year and continues to incur losses with negative net worth of Rs. 61,644.42 Lakhs. Moreover, Current liabilities significantly exceed the current assets as at the year end and the Company borrowings have been classified as non-performing assets by the lenders due to defaults in payment of related dues. These events or conditions, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

However, The Company got the provisional Commercial Operations Date (PCOD) on 10th Feb, 2020 and annuity has started from the date of achievement of PCOD. Further, in the view of the management's expectation of the realization of claims as mentioned in note 38 (b) of the financial statements and withheld annuity, the management believes that the Company will be able to meet its financial obligations and therefore, going concern assumption is appropriate and financial statements has been drawn accordingly.

41 Payment to Auditor

Rs.Lakhs

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
(a) Audit Fee	3.00	3.00
b) other services	0.10	0.10
Total	3.10	3.10

- 42 There have been no claimed transactions during the year with Micro, Small and Medium Enterprises covered under the Micro, Small and Medium Enterprises Development (MSMED) Act 2006.

43 Reconciliation between the Opening and Closing balances in the financial statement for Liabilities and Financial Assets arising from Financial Activities (Ind AS-7)

For the Year Ended on 31 March 2023

Rs.Lakhs

Particulars	Long Term Borrowings	Interest	Total
Opening Balance	62,997.69	41,151.39	1,04,149.07
Interest Accrued during the year		12,628.67	12,628.67
Cash Flows			
Received			-
Repayment	-9,275.10		-9,275.10
Interest Paid		-274.08	-274.08
Non Cash Items			
Closing Balance	53,722.58	53,505.97	1,07,228.56

For the Year Ended on 31st March 2022

Rs.Lakhs

Particulars	Long Term Borrowings	Interest	Total
Opening Balance	71,019.67	29,952.78	1,00,972.45
Interest Accrued during the year		12,312.44	12,312.44
Cash Flows			
Received			-
Repayment	-8,021.98		-8,021.98
Interest Paid		-1,113.83	-1,113.83
Non Cash Items			
Closing Balance	62,997.69	41,151.39	1,04,149.07

SEW Krishnagar Baharampore Highways Limited
CIN:U45400TG2011PLC073116
Notes to the financial statements as at and for the year ended 31st March, 2023
(All figures are in Rs. Lakhs unless otherwise stated)

44 Foreign Currency Transactions

Particulars	2022-23	2021-22
(i) Expenditure in Foreign Currency	Nil	Nil
(ii) CIF value of Import	Nil	Nil
(iii) Earnings in Foreign Exchange	Nil	Nil
(iv) Remittance in Foreign Exchange	Nil	Nil

45 Disclosure of segment information pursuant to Ind AS 108 "Operating Segments"

The Company is engaged in the business of construction, operation and maintenance of Toll road projects on a Build Operate Transfer basis in a single business segment. Hence reporting of operating segments does not arise. The Company does not have operations outside India. Hence, disclosure of geographical segment information does not arise.

46 Disclosure pursuant to Ind AS 36 "Impairment of Assets"

Based on a review of the future discounted cash flows of the project facility, the recoverable amount is higher than the carrying amount and hence no provision for impairment is made for the year.

47 Other Matters : Information with regards to the other matters specified in schedule III to the Act, ie either NIL or Not Applicable to the Company for the current and previous year, and therefore has not been presented in the Financial Statements.

48 In the opinion of the Board, the current assets, loans & advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

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

As per our report of even date attached

For MKPS & Associates
Chartered Accountants
(Firm's Registration No. 302014E)

For and on behalf of the Board of Directors

Vikash Modi
(Partner)
(M No. 216468)

Venkata Ramudu.M
Director
DIN:09239182

Hima Bindu Myneni
Director
DIN: 07120807

Place: Hyderabad
Date: 04.09.2023