

# Price Waterhouse & Co Chartered Accountants LLP

## Independent auditor's report

To the Members of TCC Construction Private Limited

## Report on the audit of the financial statements

### Opinion

1. We have audited the accompanying financial statements of TCC Construction Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("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, 2021, and total comprehensive income (comprising of loss and other comprehensive income), changes in equity and its cash flows for the year then ended.

### Basis for opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter

4. We draw your attention to Note 21 to the financial statements, which describes the management's assessment of the impact of the outbreak of Coronavirus (COVID-19) on the business operations of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.



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Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

# Price Waterhouse & Co Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Members of TCC Construction Private Limited  
Report on audit of the Financial Statements

### Other Information

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's 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 financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### Responsibilities of management and those charged with governance for the financial statements

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

### Auditor's responsibilities for the audit of the financial statements

8. 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.



# Price Waterhouse & Co Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Members of TCC Construction Private Limited  
Report on audit of the Financial Statements

9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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.
10. 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.



# Price Waterhouse & Co Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Members of TCC Construction Private Limited  
Report on audit of the Financial Statements

### Report on other legal and regulatory requirements

11. 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 B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company has long-term contracts as at March 31, 2021 for which there were no material foreseeable losses. The Company did not have any derivative contracts as at March 31, 2021.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2021.
    - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2021.



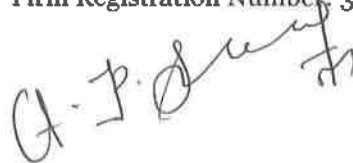
# Price Waterhouse & Co Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To the Members of TCC Construction Private Limited  
Report on audit of the Financial Statements

13. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009



Srikanth Pola  
Partner

Membership Number: 220916  
UDIN: 21220916AAAABA6752

Place : Hyderabad  
Date : April 28, 2021

# Price Waterhouse & Co Chartered Accountants LLP

## Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of TCC Construction Private Limited on the financial statements as of and for the year ended March 31, 2021

### Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of TCC Construction Private Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

2. 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

### Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.



# Price Waterhouse & Co Chartered Accountants LLP

## Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of TCC Construction Private Limited on the financial statements as of and for the year ended March 31, 2021

### Meaning of Internal Financial Controls with reference to financial statements

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

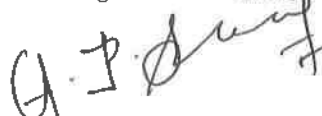
### Inherent Limitations of Internal Financial Controls with reference to financial statements

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

### Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, 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.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/ E-300009



Srikanth Pola  
Partner

Membership Number: 220916  
UDIN: 21220916AAAABA6752

Place: Hyderabad  
Date: April 28, 2021

# Price Waterhouse & Co Chartered Accountants LLP

## Annexure B to Independent Auditors' Report

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of TCC Construction Private Limited on the financial statements as of and for the year ended March 31, 2021.

- i. The Company does not own any fixed assets. Therefore, the provisions of Clause 3(i)(a), 3(i)(b) and 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax and other material statutory dues, as applicable, with the appropriate authorities.  
(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, duty of customs, and duty of excise or value added tax or goods and service tax which have not been deposited on account of any dispute.
- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company. Also refer paragraph 13 of our main audit report.



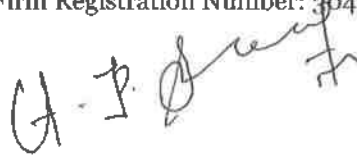
# Price Waterhouse & Co Chartered Accountants LLP

## Annexure B to Independent Auditors' Report

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of TCC Construction Private Limited on the financial statements as of and for the year ended March 31, 2021.

- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/ E-300009



Srikanth Pola  
Partner  
Membership Number: 220916  
UDIN: 21220916AAAABA6752

Place: Hyderabad  
Date: April 28, 2021


**TCC Construction Private Limited**  
**Balance Sheet as at March 31, 2021**  
**All amounts are in ₹ Lakhs unless otherwise stated**

	Note No.	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
(A) Deferred tax assets (Net)	3	16.08	8.96
(B) Non-current tax assets (net)	4	142.07	249.88
<b>Total non-current assets</b>		<b>158.15</b>	<b>258.84</b>
<b>Current assets</b>			
<b>(A) Financial assets</b>			
(i) Cash and cash equivalents	5	209.74	2,097.49
(ii) Other financial assets	6	12,713.02	7,641.08
<b>(B) Other current assets</b>	7	<b>4,619.73</b>	<b>2,754.70</b>
<b>Total current assets</b>		<b>17,542.49</b>	<b>12,493.27</b>
<b>Total assets</b>		<b>17,700.64</b>	<b>12,752.11</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(A) Equity Share Capital	8	100.00	100.00
(B) Other equity	9	(56.84)	(38.23)
<b>Total equity</b>		<b>43.16</b>	<b>61.77</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
<b>(A) Financial liabilities</b>			
<b>(i) Trade payables</b>			
(a) Total outstanding dues of micro and small enterprises	10	-	-
(b) Total outstanding dues of other than (i)(a) above		4,009.95	3.03
<b>(ii) Other financial liabilities</b>	11	<b>1,882.58</b>	<b>943.04</b>
<b>(B) Other current liabilities</b>	12	<b>11,764.95</b>	<b>11,744.27</b>
<b>Total current liabilities</b>		<b>17,657.48</b>	<b>12,690.34</b>
<b>Total liabilities</b>		<b>17,657.48</b>	<b>12,690.34</b>
<b>Total Equity and Liabilities</b>		<b>17,700.64</b>	<b>12,752.11</b>

See accompanying notes forming part of the Ind AS financial statements 1-26

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

For Price Waterhouse & Co Chartered Accountants LLP  
 Firm Registration Number : 304026E/E-300009



**Srikanth Pola**  
 Partner  
 Membership Number : 220916

For and on behalf of the Board of Directors




**Rahul Shah**  
 Director  
 DIN : 03392443



**Rahul Ranmath Katyal**  
 Director  
 DIN : 00253046



**Kishor Kumar Jha**  
 Director  
 DIN : 08512283

Place : Hyderabad  
 Date : April 28, 2021

Place : Mumbai  
 Date : April 28, 2021

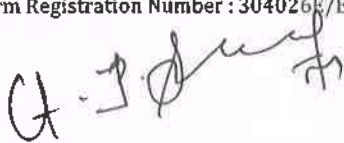


**TCC Construction Private Limited**  
**Statement of Profit and Loss for the year ended March 31, 2021**  
All amounts are in ₹ Lakhs unless otherwise stated

	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020
I Revenue from operations	13	5,111.94	2,063.02
II Other Income	14	53.82	157.98
<b>III Total Income (I+II)</b>		<b>5,165.76</b>	<b>2,221.00</b>
<b>IV Expenses</b>			
(a) Contract execution expenses	15	4,218.28	1,144.67
(b) Finance costs	16	939.80	943.77
(c) Other expenses	17	33.41	148.66
<b>Total expenses (IV)</b>		<b>5,191.49</b>	<b>2,237.10</b>
<b>V Loss before tax (III - IV)</b>		<b>(25.73)</b>	<b>(16.10)</b>
<b>VI Tax expense</b>			
(a) Deferred tax credit	18	(7.12)	(8.96)
<b>Total tax expense (VI)</b>		<b>(7.12)</b>	<b>(8.96)</b>
<b>VII Loss for the year (V-VI)</b>		<b>(18.61)</b>	<b>(7.14)</b>
<b>VIII Other comprehensive income</b>			
<b>IX Total comprehensive income / (loss) for the year (VII + VIII)</b>		<b>(18.61)</b>	<b>(7.14)</b>
<b>Earnings / (loss) per equity share (of ₹ 1 each)</b>			
Basic (₹)	19	(0.19)	(0.13)
Diluted (₹)		(0.19)	(0.13)
See accompanying notes forming part of the Ind AS financial statements	1-26		

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

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number : 304026E/E-300009



**Srikanth Pola**  
Partner  
Membership Number : 220916

For and on behalf of the Board of Directors




**Rahul Shah**  
Director  
DIN : 03392443



**Rahul Ramnath Katyal**  
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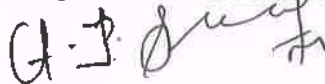


TCC Construction Private Limited  
Statement of Cash Flows for the year ended March 31, 2021  
All amounts are in ₹ Lakhs unless otherwise stated

	Year ended March 31, 2021	Year ended March 31, 2020
<b>A. Cash flow from operating activities</b>		
Loss before tax	(25.73)	(16.10)
<b>Adjustments for:</b>		
Interest income recognised in profit or loss	(53.82)	(155.69)
Provision for doubtful unbilled revenue (net of reversals)	25.48	10.32
Finance costs recognised in profit or loss	939.80	943.77
	<b>885.73</b>	<b>782.30</b>
<b>Movements in working capital:</b>		
Increase in other current assets	(1,865.03)	(963.20)
Increase in other financial assets	(5,096.33)	(2,063.20)
Increase / (decrease) in other current liabilities	20.68	(1,342.48)
Increase / (decrease) in trade payables	4,006.92	(6,060.23)
<b>Cash used in operations</b>	<b>(2,048.03)</b>	<b>(9,646.81)</b>
Income taxes refund/(paid)	112.86	(14.99)
<b>Net cash used in operating activities</b>	<b>(1,935.17)</b>	<b>(9,661.80)</b>
<b>Cash flows from investing activities</b>		
Interest received	47.68	155.69
<b>Net cash generated from investing activities</b>	<b>47.68</b>	<b>155.69</b>
<b>Cash flows from financing activities</b>		
Interest paid	(0.26)	(5.78)
Proceeds from issue of share capital	-	100.00
<b>Net cash (used in)/ generated from financing activities</b>	<b>(0.26)</b>	<b>94.22</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,887.75)</b>	<b>(9,411.89)</b>
<b>Cash and cash equivalents at the beginning of the year (refer note 5)</b>	<b>2,097.49</b>	<b>11,509.38</b>
<b>Cash and cash equivalents at the end of the year (refer note 5)</b>	<b>209.74</b>	<b>2,097.49</b>

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

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E/300009

  
Srikanth Pola  
Partner  
Membership Number: 220916



For and on behalf of the Board of Directors

  
Rahul Shah  
Director  
DIN: 03392443

  
Rahul Ramnath Katyal  
Director  
DIN: 00253046

  
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Place: Hyderabad  
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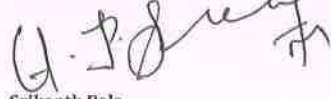
**TCC Construction Private Limited**  
**Statement of Changes in Equity for the period ended March 31, 2021**  
 All amounts are in ₹ Lakhs unless otherwise stated

A. Equity share capital	Amount
Balance as at March 31, 2019	-
Changes in equity share capital during the year	100.00
Balance as at March 31, 2020	100.00
Changes in equity share capital during the year	-
Balance as at March 31, 2021	100.00

B. Other equity	Reserves and Surplus		Total
	Particulars	Retained earnings	
Balance as at March 31, 2019		(31.09)	(31.09)
Loss for the year		(7.14)	(7.14)
Balance as at March 31, 2020		(38.23)	(38.23)
Loss for the year		(18.61)	(18.61)
Balance as at March 31, 2021		(56.84)	(56.84)

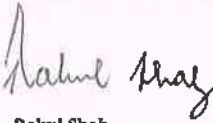
This is the Statement of Changes in Equity referred to in our report of even date.

**For Price Waterhouse & Co Chartered Accountants LLP**  
 Firm Registration Number : 304026/E-300009

  
 Srikanth Pola  
 Partner  
 Membership Number : 220916



**For and on behalf of the Board of Directors**

  
 Rahul Shah  
 Director  
 DIN : 03392443

  
 Rahul Rajmuth Katyal  
 Director  
 DIN : 00253046

  
 Vishor Kumar Jha  
 Director  
 DIN : 08512283

Place: Hyderabad  
 Date : April 28, 2021

Place: Mumbai  
 Date : April 28, 2021



**TCC Construction Private Limited**  
**Notes forming part of the financial statements for the year ended March 31, 2021**  
**All amounts are in ₹ Lakhs unless otherwise stated**

	As at March 31, 2021	As at March 31, 2020
<b>3. Deferred tax assets (Net)</b>		
Deferred tax assets	16.08	8.96
<b>Total</b>	<b>16.08</b>	<b>8.96</b>

**Movement in deferred tax assets (net)**

2020-21	Opening balance	Recognised in the statement of profit and loss	Closing balance
<b>Deferred tax assets in relation to</b>			
Allowance for doubtful debts	8.96	7.12	16.08
<b>Total</b>	<b>8.96</b>	<b>7.12</b>	<b>16.08</b>

2019-20	Opening balance	Recognised in the statement of profit and loss	Closing balance
<b>Deferred tax assets in relation to</b>			
Allowance for doubtful debts	-	8.96	8.96
	-	<b>8.96</b>	<b>8.96</b>

**4. Non-current tax assets (net)**

**Non-current tax assets**

TDS receivable	142.07	249.88
<b>Total</b>	<b>142.07</b>	<b>249.88</b>

**Current tax liabilities**

Income-tax payable	-	-
	-	-

**Non-current tax assets (net)**

<b>142.07</b>	<b>249.88</b>
---------------	---------------

**5. Cash and cash equivalents**

**Balance with banks**

- in current accounts	9.74	2,097.49
- fixed deposits with maturity less than 3 months	200.00	-
<b>Total</b>	<b>209.74</b>	<b>2,097.49</b>



**TCC Construction Private Limited**

**Notes forming part of the financial statements for the year ended March 31, 2021**

**All amounts are in ₹ Lakhs unless otherwise stated**

**6. Other financial assets**

**Current**

Security Deposits	0.17	0.18
Interest accruals	1.09	-
Unbilled Revenue	12,775.64	7,679.30
Less: Allowance for expected credit loss (Refer notes 6.1 and 6.2 below)	(63.88)	(38.40)
<b>Total</b>	<b>12,713.02</b>	<b>7,641.08</b>

**6.1 Expected credit loss allowance on other financial assets**

Expected credit loss allowance is determined on the closing balance of all applicable financial assets as at each reporting date at a rate of 0.50%.

No expected credit loss provision, other than specific provisions, has been created for cash and cash equivalents and other financial assets (other than unbilled revenue), since the company considers the lifetime credit risk of these financial assets to be very low.

**6.2 Movement in the expected credit loss allowance**

Balance at the beginning of the year	38.40	28.08
Movement in expected credit loss allowance (Refer note 17)	25.48	10.32
<b>Balance at the end of the year</b>	<b>63.88</b>	<b>38.40</b>

**7. Other current assets**

Balances with government authorities		
GST credit receivable	58.77	26.87
TDS receivable	-	11.58
Project related advances to subcontractors	4,560.96	2,716.25
<b>Total</b>	<b>4,619.73</b>	<b>2,754.70</b>



**TCC Construction Private Limited**

Notes forming part of the financial statements for the year ended March 31, 2021

All amounts are in ₹ Lakhs unless otherwise stated

**8. Equity share capital**

**Authorised share capital**

Equity shares of ₹ 1 each with voting rights

	As at March 31, 2021		As at March 31, 2020	
	Number of shares	Amount ₹ Lakhs	Number of shares	Amount ₹ Lakhs
Equity shares of ₹ 1 each with voting rights	10,000,000	100.00	10,000,000	100.00
<b>Issued, subscribed and fully paid-up</b>				
Equity shares of ₹ 1 each with voting rights	10,000,000	100.00	10,000,000	100.00
<b>Total</b>	<b>10,000,000</b>	<b>100.00</b>	<b>10,000,000</b>	<b>100.00</b>

**Issued, subscribed and fully paid-up**

Equity shares of ₹ 1 each with voting rights

**Total**

**Notes:**

**(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year**

**Equity shares with voting rights**

	Number of shares	Equity share capital Amount (₹ Lakhs)
Balance as at March 31, 2019	-	-
Shares issued during the year	10,000,000	100.00
<b>Balance as at March 31, 2020</b>	<b>10,000,000</b>	<b>100.00</b>
Shares issued during the year	-	-
<b>Balance as at March 31, 2021</b>	<b>10,000,000</b>	<b>100.00</b>

**(ii) Terms and rights attached to the equity shares**

The Company has only one class of equity shares having a par value of ₹ 1 each per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. 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. The distribution will be in proportion to the number of equity shares held by the shareholders.

**(iii) There are no shares issued and allotted as fully paid up pursuant to contracts without payment being received in cash during five years immediately preceding March 31, 2021.**

**(iv) Details of shareholders holding more than 5% shares in the company**

	As at March 31, 2021		As at March 31, 2020	
	Number of Shares	% age of holding	Number of Shares	% age of holding
<b>Equity shares of ₹ 1 each</b>				
Tata Projects Limited	3,690,000	36.90%	3,690,000	36.90%
CAPACITE Infraprojects Limited	3,710,000	37.10%	3,710,000	37.10%
CITIC Construction Co. Ltd	2,600,000	26.00%	2,600,000	26.00%

**(v) There are no shares reserved for issue under options.**



**TCC Construction Private Limited**  
**Notes forming part of the financial statements for the year ended March 31, 2021**  
**All amounts are in ₹ Lakhs unless otherwise stated**

	As at March 31, 2021	As at March 31, 2020
<b>9. Other equity</b>		
Reserves and Surplus	(56.84)	(38.23)
<b>Total</b>	<b>(56.84)</b>	<b>(38.23)</b>
<b>9.1 Movement of Reserves and surplus</b>		
<b>Retained Earnings</b>		
Balance at the beginning of the year	(38.23)	(31.09)
Loss for the year	(18.61)	(7.14)
<b>Balance at the end of the year</b>	<b>(56.84)</b>	<b>(38.23)</b>
<b>10. Trade payables</b>		
(a) Total outstanding dues of micro and small enterprises	-	-
(b) Total outstanding dues other than (a) above	4,009.95	3.03
<b>Total</b>	<b>4,009.95</b>	<b>3.03</b>
<p>The average credit period ranges from 30 days to 90 days, depending on the nature of the item or work. The work orders include element of retention, which would be payable on completion of a milestone, completion of the contract or after a specified period from completion of the work. The terms also would include back to back arrangement wherein certain amounts are payable on realisation of corresponding amounts by the entity from the customer. No interest is payable for delay in payments, unless otherwise specifically agreed in the order or as required by a legislation, like Micro, Small and Medium Enterprises Development Act ("MSMED Act"). The company has a well defined process for ensuring regular payments to the vendors. For the year ended March 31, 2021 and March 31, 2020, there are no micro and small enterprises to which the Company owes dues based on the information available with the entity.</p>		
<b>11. Other financial liabilities</b>		
<b>Current</b>		
Interest accrued on mobilisation advance received	1,882.58	943.04
<b>Total</b>	<b>1,882.58</b>	<b>943.04</b>
<b>12. Other current liabilities</b>		
Advances from customer including mobilisation advances	11,744.27	11,744.27
Other payables		
Statutory remittances	20.68	-
<b>Total</b>	<b>11,764.95</b>	<b>11,744.27</b>



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**TCC Construction Private Limited**

Notes forming part of the financial statements for the year ended March 31, 2021

All amounts are in ₹ Lakhs unless otherwise stated

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>13. Revenue from operations</b>		
Income from contracts - Civil and erection works	5,111.94	2,063.02
<b>Total</b>	<b>5,111.94</b>	<b>2,063.02</b>
 <b>Unsatisfied performance obligation :</b> The entity expects that the transaction price allocated to partially unsatisfied performance obligation of ₹1,161,635.18 lakhs (March 31, 2020 : ₹1,166,747.12 lakhs) will be recognised as revenue over the project life cycle.		
<b>14. Other income</b>		
<b>Interest income from financial assets carried at amortised cost</b>		
Bank deposits	48.77	155.69
<b>Other non-operating income (net of expenses directly attributable to such Income)</b>		
Interest Income from Statutory Authorities	5.05	-
<b>Other gains and losses</b>		
Net foreign exchange gains	-	2.29
<b>Total</b>	<b>53.82</b>	<b>157.98</b>
<b>15. Contract execution expenses</b>		
Cost of supplies/erection and civil works	4,207.22	1,126.80
Insurance premium	11.06	17.87
<b>Total</b>	<b>4,218.28</b>	<b>1,144.67</b>
<b>16. Finance costs</b>		
<b>Interest expense on :</b>		
Mobilisation advance received	939.53	937.99
Delayed payment of indirect taxes	0.26	2.39
Delayed payment of income taxes	0.01	3.39
<b>Total</b>	<b>939.80</b>	<b>943.77</b>
<b>17. Other expenses</b>		
Repairs & Maintenance	-	0.24
Power and fuel	1.36	0.30
Professional charges	2.92	134.71
Rates and taxes	0.03	-
Payment to auditors (Refer note below)	3.62	3.09
Provision for doubtful unbilled revenue	25.48	10.32
<b>Total</b>	<b>33.41</b>	<b>148.66</b>
<b>Note:</b>		
Payment to auditors comprises :		
<b>To statutory auditors</b>		
Statutory audit fees	3.00	2.75
Tax audit fees	0.50	0.25
Reimbursement of expenses	0.12	0.09
<b>Total</b>	<b>3.62</b>	<b>3.09</b>



**TCC Construction Private Limited**  
**Notes forming part of the financial statements for the year ended March 31, 2021**  
**All amounts are in ₹ Lakhs unless otherwise stated**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>18. Tax expense</b>		
<b>18.1 Income taxes recognised in the statement of profit and loss</b>		
<b>Current tax</b>		
Current tax on loss for the year	-	-
<b>Deferred tax</b>		
Increase in deferred tax assets	(7.12)	(8.96)
	(7.12)	(8.96)
<b>Total Income tax expense recognised in the statement of profit and loss</b>	<b>(7.12)</b>	<b>(8.96)</b>

**18.2 The income tax expense for the year can be reconciled to the accounting profit as follows:**

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Loss before tax</b>	<b>(25.73)</b>	<b>(16.10)</b>
<b>Income tax expense calculated*</b>	(6.48)	(4.05)
Effect of expenses that are not deductible in determining taxable profit	-	0.85
Others	(0.64)	(5.76)
<b>Income tax expense recognised in the statement of profit and loss</b>	<b>(7.12)</b>	<b>(8.96)</b>

\*The tax rate used for the years 2020-2021 and 2019-2020 reconciliations above is the corporate tax rate of 25.168% (including surcharge and education cess) payable by corporate entities in India on taxable profits under the Indian tax law.



**TCC Construction Private Limited**

• **Notes forming part of the financial statements for the year ended March 31, 2021**

**All amounts are in ₹ Lakhs unless otherwise stated**

**19. Earnings / (loss) per share**

		<b>For the year ended March 31, 2021</b>	<b>For the year ended March 31, 2020</b>
Loss for the year	A	(18.61)	(7.14)
<b>Basic and Diluted</b>			
Weighted average number of equity shares of ₹ 1/- each outstanding during the year	B	100.00	53.55
<b>Earnings / (loss) per share (face value of ₹ 1/- each)</b>			
<b>Earnings / (loss) per share - Basic and Diluted</b>	A/B	<b>(0.19)</b>	<b>(0.13)</b>



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## 1. General Information

TCC Construction Private Limited ("Company") is a Special Purpose Vehicle ("SPV") between Tata Projects Limited (TPL), CAPACITE Infraprojects Ltd (CIL) and CITIC Construction Co Ltd (CCL). The SPV is to undertake and implement the project awarded by the Mumbai Housing & Area Development Board (MHADA) for Technical Designing, Coordination & construction of rehabilitation/ sale/ commercial/ amenities/ any other structure along with construction of habitable temporary transit camps, work of onsite/offsite Infrastructure & landscape & performing various co-ordination activities of the project & obtaining all relevant permission & approval from all concerned authorities on lump-sum basis for redevelopment project on BDD chawls. In terms of the agreement, the participating interest of each member is TPL-36.9%, CIL-37.1% and CCL - 26 %.

### 1.1. New and amended standards:

Below are the amendments which are effective for the period commencing from April 01, 2020:

- Definition of Material – amendments to Ind AS 1 and Ind AS 8
- Definition of a Business – amendments to Ind AS 103
- COVID-19 related concessions – amendments to Ind AS 116
- Interest Rate Benchmark Reform – amendments to Ind AS 109 and Ind AS 107

Based on the company's assessment, these amendments do not have any significant impact on the financial statements of the company.

## 2. Significant Accounting Policies

### 2.1 Statement of compliance

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act as amended from time to time.

### 2.2 Basis of preparation and presentation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below :

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 116 and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

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

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

### 2.3 Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed. Significant estimates like contract estimate are made by way of project budget in respect of the project to compute project profitability with various assumptions and judgements. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements. Further, management has evaluated the considerations specified in Ind AS 115 (paragraphs B34-B38) and concluded that the Company is acting as Principal in undertaking and implementing the project awarded by the Mumbai Housing & Area Development Board (MHADA).

### 2.4 Revenue Recognition

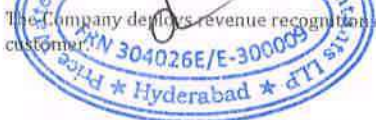
The Company recognises revenue on satisfaction of performance obligation to its customer. Revenue is measured based on the consideration specified in a contract with a customer and excludes taxes collected on behalf of the government authorities.

#### Determination of transaction price and its subsequent assessment:

The Company assesses the transaction price considering the contract price as agreed with the customer in the contract document, that includes Letter of Acceptance/Intent or any document evidencing the contractual arrangement. Where consideration is not specified within the contract and is variable, the Company estimates the amount of consideration to be received from its customer. The consideration recognised is the amount which the Company assesses to be highly probable not to result in a significant reversal in future years.

Modification(s) to an existing contract, if any, are assessed to be either a separate performance obligation or an extension of existing scope and transaction price is determined accordingly. The Company considers the retention moneys held by customer to be protection money in the hands of the entity and hence are not subjected to discounting pursuant to para 61 and 62(c) of Ind AS 115. The mobilisation advances received, free of interest, from customer, also are not subjected to discounting, as the entity considers the objective behind the transaction to be that of ensuring and protecting the execution of the project and not deriving financial benefit in the nature of interest.

The Company defers revenue recognition over a period of time as considered appropriate to the nature of product/service delivered to the customer.



**Revenue from operations:**

(i) Revenue from construction and services activities is recognised over a period of time and the entity uses the input method to measure progress of delivery.

**Performance obligations in a contract with customer:**

The Company determines the performance obligations, considering the nature and scope of the contract.

**Measuring Progress of a construction contract**

When the outcome of contract can be estimated reliably, contract revenue and contract costs are recognised as revenue and expenses respectively by reference to the stage of completion as at the reporting date.

No profit is recognized till a minimum of 10% progress is achieved on the contract. Revenue is recognised to the extent of recoverable costs incurred with reference to the percentage of completion.

Costs are recognised as incurred and revenue is recognised on the basis of the proportion of total actual costs as at the reporting date, to the estimated total costs of the contract.

Provision is made for all known or expected losses on individual contracts once such losses are foreseen. Revenue in respect of variations to contracts and incentive payments is recognised when it is probable it will be agreed by the customer.

**2.5 Earnings Per Share**

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

**2.6 Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

**2.6.1 Current tax**

Current tax expense comprises taxes on income from operations in India. Tax expense related to India is determined on the basis of the Income Tax Act, 1961 and quantified at the amount expected to be paid to the taxation authorities using the applicable tax rates.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the country where the company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The Company measures its tax balances either based on the most likely amount or the expected value, depending on which method provides a better prediction of the resolution of the uncertainty.

**2.6.2 Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

**Current and deferred tax for the year:**

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

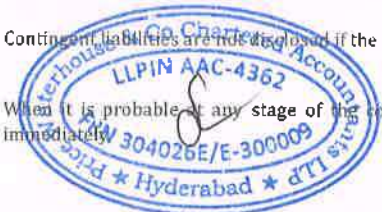
**2.7 Provisions, contingent liabilities and contingent assets**

Provisions are recognised only when there is a present obligation as a result of past events and when a reasonable estimate of the amount of obligation can be made. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

Contingent liabilities are disclosed for (i) possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are not recognised in the financial statements.

Contingent liabilities are not disclosed if the possibility of an outflow of resources embodying economic benefits is remote.

When it is probable at any stage of the contract, that the total cost will exceed the total contract revenue, the expected loss is recognised immediately.



## **2.0 Financial Instruments**

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

**(i) Financial assets carried at amortised cost :-** A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(ii) Financial assets at fair value through other comprehensive income :-** Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets.

**(iii) Financial assets at fair value through profit or loss :-** Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

**(iv) Financial liabilities :-** Financial liabilities are measured at amortized cost using the effective interest method.

### **Impairment of Financial Assets**

The company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivables, other contractual rights to receive cash or other financial asset.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115, the company always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for financial assets, the company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

## **2.9 Foreign Currencies**

### **Functional and presentation currency:**

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates. The functional currency of the Company is Indian Rupee.

Transactions in foreign currency are recorded at the exchange rates prevailing on the date of transaction. Foreign currency monetary items outstanding at the balance sheet date are restated at the prevailing year end rates. The resultant gain / loss upon such restatement along with gain / loss on account of foreign currency transactions are accounted in the Statement of Profit and Loss.

## **2.10 Cash and Cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.



**2.11 Offsetting Financial Instruments**

Financial Assets and Liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**2.12 Trade and Other Payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

**2.13 Segment Reporting**

The Company operates in only one business segment. Therefore, segment wise reporting under IND AS 108 is not applicable.

**2.14 Operating cycle**

The Company has selected the duration of the project as its operating cycle wherever appropriate, for classification of its assets and liabilities as current and non-current.

**2.15 Rounding off amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.



## 20. Financial Instruments

### 20.1 Capital Management

The company's business model is working capital centric. The company manages its working capital needs and long term capital expenditure, through capital. The capital structure of the Company comprises of equity.

The company is not subject to any externally imposed capital requirements.

The company reviews its capital requirements on an annual basis, in the form of Annual Operating Plan (AOP). The AOP of the company aggregates the capital required for execution of project and the financing mechanism of such requirements is determined as part of AOP.

### 20.2 Categories of Financial Instruments

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Financial assets</b>		
<b>Current</b>		
Cash and cash equivalents	209.74	2,097.49
Other financial assets	12,713.02	7,641.08
<b>Total</b>	<b>12,922.76</b>	<b>9,738.57</b>

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Financial liabilities</b>		
<b>Current</b>		
Trade payables	4,009.95	3.03
Other financial liabilities	1,882.58	943.04
<b>Total</b>	<b>5,892.53</b>	<b>946.07</b>

### 20.3 Financial Risk Management Objectives

The Company manages its financial risk by regular monitoring of its financial instruments. The financial liabilities are negotiated, generally on a back to back basis, whereby the financial liabilities are discharged on realisation of financial assets. The company monitors the project progress on regular basis to ensure regular rotation of working capital within acceptable timelines.

### 20.4 Market risk

The company's activities are exposed to market risks in the form of escalation in material and other direct costs. This risk is mitigated by the price variation clause in the contract where the company is allowed to claim the price variations in certain identified materials.

### 20.5 Credit Risk Management

The credit risk to the company arises from two sources:

- Customer, who default on their contractual obligations, thus resulting in financial loss to the company.
- Non certification by the customer, either in part or in full, the works billed as per the contract, being non claimable cost as per the terms of the contract with the customer.

#### a) Customer:

The company has been formed to execute the project awarded by Mumbai Housing & Area Development Board (MHADA), the sole customer of the company. The customer evaluation is carried out by the company partners during the bidding stage, wherein, the following criterion were evaluated,

- Customer's financial health by examining the audited financial statements.
- Whether the Customer has achieved the financial closure for the work for which the company is bidding.
- Brand and market reputation of the customer.
- Details of other contractors working with the customer.
- Where the customer is Public Sector Undertaking, sanction and availability of adequate financial resources for the proposed work.

Company makes provision on its financial assets, on every reporting period, as per Expected Credit Loss Method. The provision is made separately for each financial asset. The percentage at which the provision is made, is determined on the basis of historical experience of such provisions, modified to the current and prospective business and customer profile.

#### b) Non certification of works:

In the event of non certification of work, the Company may have contract claims from the customer including costs on account of delays/changes in scope/design by them etc. The realisability of those claims will be based on contractual terms, historical experience of Tata Projects Limited (Holding Company) with similar claims as well as legal opinions from internal and external experts, wherever necessary. Changes in facts of those case or the legal framework may impact realisability of those claims.

### 20.6 Liquidity Risk Management

The company being an EPC contractor, has a constant liquidity pressure to meet the project requirements. These requirements are met by project cash flows. Cash flow forecast is made for project on monthly basis and the same is tracked for actual performance on daily basis. Shortfall in cash flows will be matched through short term borrowings and other strategic financing means. The daily project requirements are met by allocating the daily aggregated cash flows for the project. The Company has an established practice of prioritising the site level payments and regulatory payments above other requirements.

### 20.7 Fair Value Measurement

Fair value of financial assets and liabilities measured at amortised cost.

Cash and cash equivalents and other financial assets are at carrying values that approximate fair value. Trade payables and other financial liabilities are at carrying values that approximate fair value. If measured at fair value in the financial statements, these financial instruments would be classified as Level 3 in the fair value hierarchy.

## 21 Impact assessment of the global health pandemic- COVID-19 and related estimation uncertainty

The Company has taken into account all the possible impacts of COVID-19 in preparation of these financial statements, including but not limited to its assessment of, liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on revenue recognition owing to changes in cost budgets of fixed price contracts. The Company has carried out this assessment based on available internal and external sources of information upto the date of approval of these financial statements and believes that the impact of COVID-19 is not material to these financial statements and expects to recover the carrying amount of its assets. However, the impact of COVID-19 on the financial statements may differ from that estimated by the management as at the date of approval of these financial statements owing to the nature and duration of COVID-19.



**22. Segment Information**

The SPV has been formed to execute and perform the project awarded by the Mumbai Housing & Area Development Board (MHADA) for Technical Designing, Coordination & construction of rehabilitation/sale/commercial/amenities/any other structure along with construction of habitable temporary transit camps, work of onsite/offsite infrastructure & landscape & performing various co-ordination activities of the project & obtaining all relevant permission & approval from all concerned authorities on lump-sum basis for redevelopment project on BDD chawls. Hence, there are no reportable segments under Indian Accounting Standard - 108 "Segment Reporting".

**23. Details on derivative instruments and unhedged foreign currency exposures**

- (i) There are no outstanding forward exchange contracts as at March 31, 2021 and March 31, 2020.  
(ii) There is no foreign currency exposure as at March 31, 2021 and March 31, 2020.  
(iii) The net foreign exchange gain / (loss) to the statement of profit and loss is Nil (March 31, 2020 : ₹ 2.29 lakhs).

**24. Related party transactions :**

**24.1 Details of related parties:**

Description of relationship	Names of related parties
(i) Member (Holding company)	Tata Projects Limited
(ii) Member	CITIC Construction Co. Ltd
(iii) Member	CAPACIT'E Infraprojects Limited
(iv) Entity in which the holding company exercises control	TPL-CIL Construction LLP
(v) Key Managerial Personnel	Rahul Shah (Director) Rohit Ramnath Katyal (Director upto March 25, 2020) Rahul Ramnath Katyal (Director)(w.e.f March 25, 2020) Srilatha Cherukuri (Director upto July 17, 2019) Gautam Balakrishnan (Director upto July 17, 2019) Himanshu Chaturvedi (Director upto July 17, 2019) Arvind Chokhany (Director upto March 31, 2021) Kishor Kumar Jha (Director) (w.e.f July 17, 2019)

**24.2 Details of related party transactions**

Particulars	Transactions during the year		Balances outstanding at the end of the year	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
<b>TPL-CIL Construction LLP</b>				
Contract execution expenses	4,041.08	1,126.60	-	-
Project related advances given	-	-	3,865.00	2,274.09
<b>Tata Projects Limited</b>				
Issue of Shares	-	36.90	-	-
Guarantees given on behalf of the Company*	-	-	31,298.46	46,566.01
<b>CAPACIT'E Infraprojects Limited</b>				
Issue of Shares	-	37.10	-	-
Guarantees given on behalf of the Company*	-	-	16,853.02	25,074.00
<b>CITIC Construction Co. Ltd</b>				
Issue of Shares	-	26.00	-	-

\* The amount relates to guarantee given by Tata Projects Limited and CAPACIT'E Infraprojects Limited against the mobilisation advance received from the customer based on the requirement of the project. The balance of mobilisation advance received from customer as at March 31, 2021 is ₹ 11,744.27 lakhs (March 31, 2020 : ₹ 11,744.27 lakhs). Additionally performance guarantees were given by Tata Projects Limited and CAPACIT'E Infraprojects Limited to the customer.

**25. Contingent liabilities and commitments (to the extent not provided for)**

- (i) There are no outstanding contingent liabilities as at March 31, 2021 (March 31, 2020 : Nil).  
(ii) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance) is Nil (March 31, 2020 : Nil)

**26. The financial statements were approved for issue by the Board of Directors on April 28, 2021.**

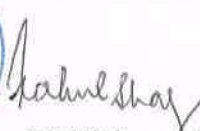
For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number : 304026/E-300009



**Srikanth Pola**  
Partner  
Membership Number : 220916



For and on behalf of the Board of Directors



**Rahul Shah**      **Rahul Ramnath Katyal**  
Director              Director  
DIN : 03392443      DIN : 00253046



**Kishor Kumar Jha**  
Director  
DIN : 08512283



Place : Hyderabad  
Date : April 28, 2021

Place : Mumbai  
Date : April 28, 2021