

L&T Sambalpur-Rourkela Tollway Ltd



ANNUAL REPORT 2020-21

Board of Directors

P.S Kapoor

R.G Ramachandran

Prof A. Veeraragavan

Samyuktha Surendran

Statutory Auditor

M/s M.K Dandeker & Co.

Secretarial Auditor

M. Balaji Rajan & Associates

Cost Auditor

M/s Srinivasan Damodaram & Associates

Company Secretary

Shambhavi Nagarajan



L&T Sambalpur - Rourkela Tollway Limited

(A Subsidiary of L&T IDPL)

Biju Expressway

Toll Plaza Complex at KM - 72+850,

AT - Masnikani, Po. - Bhedabahal,

Dist. - Sundargarh - 770073, Odisha.

Notice to Members

NOTICE is hereby given for the 8th ANNUAL GENERAL MEETING of the Members of L&T SAMBALPUR - ROURKELA TOLLWAY LIMITED to be held on Thursday, September 30, 2021 at 12.45 P.M at the Registered office of the Company located at, Mount Poonamallee Road, Manapakkam, Chennai – 600089 to transact the following business:

Ordinary business:

1. To consider and adopt the audited Financial Statements of the Company for the year ended March 31, 2021 together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. RG Ramachandran (DIN: 02671982), who retires by rotation and is eligible for reappointment.
3. To fix the remuneration of Statutory Auditor of the Company and for that purpose to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION**:

"RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions of the Companies Act, 2013 read with Companies (Audit & Auditors) Rule, 2014 and pursuant to the resolution passed by the members at the 7th Annual General Meeting held on September 30, 2020 in respect of the appointment of M/s M. K. Dandeker & Co., Chartered Accountants, (Firm Registration No.000679S) consent of the members be and is hereby accorded to authorize the Board of Directors, or Audit Committee thereof, to decide and finalize the remuneration/fees payable for the remaining term of their appointment as statutory auditor."

Special business

4. To ratify the remuneration payable to Cost Auditor for the financial year 2021 – 22 and for that purpose to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION**:

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 read with rule 14 of the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost records and Audit) Rules, 2014, the members hereby ratify the remuneration of Rs.50,000/- per annum plus applicable taxes and out of

pocket expenses to M/s. Srinivasan Damodaram & Associates, Cost Accountant (Membership No.000825), who are appointed as Cost Auditor to audit the cost records of the Company for the financial year 2021 – 22.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper expedient to give effect to this resolution."

**By Order of the Board
For L&T Sambalpur - Rourkela Tollway Limited**



**Pradeepta Kumar Puhan
Authorized Signatory**

**Date: 03.09.2021
Place: Chennai**

Notes:

1. The relative explanatory statement pursuant to section 102 of the companies act, 2013 in respect of the business under item no.4 as set out above is annexed hereto.
2. **A member entitled to attend and vote is entitled to appoint a proxy to attend and to vote instead of himself and proxy need not be a member.** Proxy forms should be submitted to the company 48 hours before the commencement of the meeting.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the company a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. All documents referred to in the accompanying notice shall be open for inspection at the registered office of the company during business hours except on holidays, up to and including the date of the annual general meeting of the company.
5. Details of Directors seeking appointment/re-appointment at the Annual General Meeting of the company are provided in "Annexure A" of this notice.

Explanatory Statement

As required by Section 102 of the Companies Act, 2013 ("Act"), the following Explanatory Statement sets out all material facts relating to the special businesses under Item No.4 accompanying the Notice:

Item no.4

To ratify the remuneration of the Cost Auditor for the financial year 2021 – 22 as considered and approved by the Board of Directors of the Company

Pursuant to the provisions of section 148 of the Act, Companies (Audit and Auditors) Rules, 2014 and Companies (Cost records and audit) Rules, 2014, your company is required to appoint a Cost Auditor for the purpose of complying with the Cost Audit compliances under the Act.

Consequently, the Board of Directors at their meeting held on April 17,2021 had appointed M/s. Srinivasan Damodaram & Associates, Cost Accountant (Membership No.000825), as the Cost Auditor of the Company for the financial year 2021 – 22 at a remuneration of Rs.50,000/- per annum plus tax.

Further, as per rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration of the Cost Auditor is required to be ratified by the members of the Company at a General meeting.

The remuneration of the Cost Auditor referred above will in no way be detrimental to the interest of any Member or Public or Employees or any other person whatsoever associated with the Company in any manner whatsoever.

There are no further documents which needs to be kept open for inspection in this regard and all the information connected to this item has been provided in this explanatory statement.

Hence, the Directors recommend the resolution as an Ordinary Resolution for the approval of the members.

None of the Directors or the Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in the said resolutions.

**By Order of the Board
For L&T Sambalpur - Rourkela Tollway Limited**


**Pradeepta Kumar Puhan
Authorized Signatory**

**Date: 03.09.2021
Place: Chennai**

Annexure A

Details of the Director seeking re-appointment in the forthcoming Annual General Meeting.

Name of Director/ Manager	Mr. R.G. Ramachandran
Date of Birth	May 24, 1964
Date of Appointment on the Board	July 12, 2016
Qualification	B. Com ,M. Com, PG Dip in Marketing, BGL, CA, CWA, CS
Experience	34 years
Directorships in other companies	L&T Transportation Infrastructure Limited L&T Deccan Tollways Limited International Seaports (Haldia) Private Limited L&T Interstate Road Corridor Limited
Number of Board Meetings attended during the financial year 2018-19	Four (4)
Memberships / Chairmanship of committees across all companies	L&T Transportation Infrastructure Limited (NRC, CSR*** & AC) L&T Deccan Tollways Limited (NRC)** L&T Interstate Road Corridor Limited (AC)*
Shareholding in the Company	1 equity share holding jointly with L&T Infrastructure Development Projects Limited
Relationship with other Directors / KMPs	-

*AC – Audit Committee

**NRC – Nomination & Remuneration Committee

*** CSR – Corporate Social Responsibility Committee

BOARD'S REPORT

Dear Members,

Your directors have pleasure in presenting their report and Audited Accounts for the year ended March 31, 2021.

Financial Results / Financial Highlights

(Rs. in crore)

Particulars	2020-21	2019-20
Profit / (Loss) Before Depreciation, exceptional items & Tax	14.24	15.81
Less: Depreciation, amortization, impairment and obsolescence	63.56	62.93
Profit / (Loss) before exceptional items and tax	(49.32)	(47.12)
Add: Exceptional Items	-	-
(Loss) before tax	(49.32)	(47.12)
Less: Provision for tax	-	0.07
(Loss) for the period carried to the Balance Sheet	(49.32)	(47.19)
Add: Other comprehensive Income	-	0.24
Total Comprehensive income of the year	(49.32)	(46.95)
Add: Balance brought forward from previous year	(113.32)	(66.37)
Balance to be carried forward	(162.65)	(113.32)

State of Company Affairs:

The gross revenue and other income for the financial year under review were Rs.151.50 crore as against Rs.165.12 crore of the previous financial year (including financial asset income of Rs.6.06 crore as against Rs.9.30 crore for the previous year and construction contract income including COS income of Rs. NIL crore as against

Rs. 1.25 crore for the previous year) resulting in a decrease of 8.25%. The loss before tax was Rs. 49.32 crore and loss after tax was Rs. 49.32 crore for the financial year under review as against Rs. 47.20 crore and Rs. 46.95 crore respectively for the previous financial year, registering an increase in loss by 4.82%.

COVID-19 update

A major part of the period under review was impacted due to the COVID-19 pandemic causing disruption in supply chain, capacity underutilization, logistics related issues, additional costs involved in ensuring the safety of all employees across the project sites of the Company.

The Company focused on supporting the public health system in dealing with the COVID-19 pandemic and the most vulnerable sections of the society.

It was ensured that employees were safe while also ensuring business continuity. The Company implemented safety and hygiene protocols like wearing face masks, social distancing norms, workplace sanitation, employee awareness programs across the Organisation and project sites. The protocols are regularly reviewed and updated based on revision in guidelines received from concerned authorities from time to time.

Capital & Finance

The Company has not issued and allotted share capital during the year.

Capital Expenditure

As at March 31, 2021 the gross fixed and intangible assets including leased assets, stood at Rs.1130.38 crore and the net fixed and intangible assets, including leased assets, at Rs. 936.07 crore Capital Expenditure during the year amounted to Rs. 0.15 crore however the Company has not incurred any capital expenditure towards Intangible assets.

Deposits

The Company has not accepted deposits from the public falling within the ambit of Section 73 of the Companies Act, 2013 (the "Act") and the Rules framed thereunder.

Depository System

As on March 31, 2021 100% of the Company's equity paid up capital representing 29,00,30,000 equity shares @ Rs.10/- each are held in dematerialized form.

Subsidiary Companies

The company has no Subsidiary / Associate / Joint Venture Company.

Particulars of loans given, investments made, guarantees given or security provided by the Company

The provisions of Section 186 except sub-section (1) of the Act are not applicable to the Company.

Details of loans given, investments made or guarantees given or security is provided in the financial statement.

Particulars of Contracts or Arrangements with related parties

All related party transactions during the year have been approved in terms of the Act. The entire related party transactions were at arms'- length basis and in the ordinary course of business. The details of material Related Party Transactions are provided in **Annexure I (AOC-2)**.

Amount to be carried to reserve

Since the Company has incurred loss before tax for the year ended March 31, 2021 no amount is required to be transferred to the statutory reserve.

Dividend

The Company has no distributable profits and hence no dividend is payable for the year.

Material changes and commitments affecting the financial position of the company, between the end of the financial year and the date of the report

No material changes and commitments have occurred affecting the financial position of the Company between the end of the financial year and the date of this report.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Conservation of Energy and Technology absorption

In view of the nature of activities which are being carried on by the Company, Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014 conservation of energy and technology absorption does not apply to the Company.

Foreign exchange earnings and outgo

During the year, the Company had incurred expenditure in foreign currency for an amount equivalent to Rs. 23,40,277/-.

Risk Management Policy

The Company follows the risk management policy of its Holding Company and has in place a mechanism to inform the Board Members about risk assessment and minimization procedures and periodical review to ensure that executive management controls risk by means of a properly designed framework.

Corporate Social Responsibility

Since your Company does not exceed any of the threshold limits specified under section 135 of the Act, the provisions of Corporate Social Responsibility are not applicable.

Details of Directors and Key Managerial Personnel appointed / resigned during the year.

Mr. Pramod Sushila Kapoor, Director retired by rotation at the Annual General Meeting held on September 30, 2020 and was reappointed at the said meeting.

The Independent Directors of the Company have registered themselves on the Independent Director's Databank.

Composition of Board of Directors of the Company as on March 31, 2021 stood as below:

S. No.	Name of the Director	Designation	DIN
1	Mr. Pramod Sushila Kapoor	Director	02914307
2	Mr. R. G. Ramachandran	Director	02671982
3	Dr. A. Veeraragavan	Independent Director	07138615
4	Ms. Samyuktha Surendran	Independent Director	07138327

Mr. S.D Mahaveer resigned with effect from July 06, 2020 as Manager of the Company and in his place Mr. Debendra Kumar Barik appointed as a Manager of the Company with effect from July 07, 2020.

Mr. K.C Raman resigned as CFO of the Company with effect from July 01, 2020 and in his place Mr. Gobinda Chandra Das appointed as CFO of the Company with effect from October 09, 2020.

The Key Managerial Personnel (KMP) of the Company as on March 31, 2021 are:

S. No.	Name	Designation	Date of Appointment
1	Mr. Debendra Kumar Barik	Manager	July 07, 2020
2	Mr. Gobinda Chandra Das	Chief Financial Officer	October 09, 2020
3	Ms. N. Shambhavi	Company Secretary	March 15, 2019

Number of Meetings of the Board of Directors

The Meetings of the Board are held at regular intervals with a time gap of not more than 120 days between two consecutive Meetings.

During the year 4 (four) Board Meetings were held as detailed hereunder:

Date	Strength	No. of Directors Present
April 30, 2020	4	4
July 07, 2020	4	4
October 9, 2020	4	2
January 09, 2021	4	4

Information to the Board

The Board of Directors has complete access to the information within the Company which inter alia includes:

- Annual revenue budgets and capital expenditure plans
- Quarterly financials and results of operations
- Financing plans of the Company
- Minutes of the meeting of the Board of Directors, Audit Committee (AC), Nomination and Remuneration Committee (NRC)
- Report on fatal or serious accidents
- Any materially relevant default, if any, in financial obligations to and by the Company
- Any issue which involves possible public or product liability claims of substantial nature, including any Judgement or Order, if any, which may have strictures on the conduct of the Company
- Development in respect of human resources
- Compliance or non-compliance of any regulatory, statutory nature or listing requirements and investor service

The Independent Directors have the freedom to interact with the Company's management. Interactions happen during the Board / Committee Meetings, when senior company personnel are asked to make presentations about performance of the Company. Presentations are made regularly to the Board/NRC/AC (minutes of Board, AC and NRC are circulated to the Board), Presentations, inter alia cover business strategies, management structure, management development and planning, half-yearly and annual results, budgets, treasury, review of Internal Audit reports, risk management, etc.

Audit Committee

As on March 31, 2021 the Audit Committee comprised of Dr. A. Veeraragavan, Ms. Samyuktha Surendran and Mr. Pramod Sushila Kapoor.

During the year four audit committee meetings were held as detailed hereunder:

Date	Strength	No. of Members Present
April 30, 2020	3	3
July 07, 2020	3	3
October 9, 2020	3	2
January 09, 2021	3	3

Vigil Mechanism / Whistle Blower Policy

As per the provisions of Section 177(9) of the Act, the Company is required to establish an effective Vigil Mechanism for Directors and employees to report genuine concerns. The Head Internal Auditor of the Holding Company was the coordinator for the Vigil Mechanism and responsible for receiving, validating, investigating and reporting to the Audit Committee during the year.

The Company follows the whistle blower policy of the Holding Company to report concerns about unethical activities, actual/suspected frauds and violation of Company's Code of Conduct. The policy provides for adequate safeguards against victimization of persons who avail the same and provides for direct access to the Chairman of the Audit Committee.

Member can view the details of the whistle blower policy under the said framework of the Holding Company on its website www.lntidpl.com.

Company Policy on Director Appointment and Remuneration

The Company has constituted a Nomination and Remuneration Committee in terms of Companies Act, 2013 comprising of Dr. A. Veeraragavan, Ms. Samyuktha Surendran and Mr. R. G. Ramachandran as members.

During the year, three Meetings of the Nomination and Remuneration Committee were held as detailed hereunder:

Date	Strength	No. of Members Present
April 30, 2020	3	3
July 07, 2020	3	3
October 09, 2020	3	2

The Committee had formulated a policy on Director's appointment and remuneration including recommendation of remuneration of the KMP and the criteria for determining qualifications, positive attributes and independence of a Director and also for KMP.

Declaration of independence

The Company has received declaration of independence as stipulated under Section 149(7) of the Act from the Independent Directors confirming that he/she is not disqualified from continuing as an Independent Director.

Adequacy of Internal Financial Controls

The Company has designed and implemented a process driven framework for Internal Financial Controls ('IFC') within the meaning of the explanation to Section 134(5)(e) of the Companies Act, 2013. For the year ended March 31, 2021, the Audit Committee and the Board are of the opinion that the Company has sound IFC commensurate with the nature and size of its business operations and operating effectively and no material weaknesses exist. The Company has a process in place to continuously monitor the same and identify gaps, if any, and implement new and / or improved controls wherever the effect of such gaps would have a material effect on the Company's operations.

Directors Responsibility Statement

The Board of Directors of the Company confirms that:

- a) In the preparation of Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any.

- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the Annual Accounts on a going concern basis.
- e) The Directors have laid down an adequate system of internal financial control with respect to reporting on financial statements and the said system is operating effectively.
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and were operating effectively.

Performance Evaluation of the Board, its Committees and Directors

The Nomination & Remuneration Committee and the Board have laid down the manner in which formal annual evaluation of the performance of the Board, committees and individual directors has to be made.

It includes circulation of questionnaires to all Directors for evaluation of the Board and its Committees, Board composition and its structure, its culture, Board effectiveness, Board functioning, information availability, etc. These questionnaires also cover specific criteria and the grounds on which all directors in their individual capacity will be evaluated.

Further, the Independent Directors at their Meeting held on 27.03.2021 reviewed the performance of Board, Committees, and Non-Executive Directors. The performance evaluation of the Board, Committees and Directors was also reviewed by the Nomination and Remuneration Committee and the Board of Directors.

Compliance with Secretarial Standards on Board and Annual General Meetings

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board Meetings and Annual General Meetings.

Protection of Women at Workplace

The Company has adopted a policy on Protection of Women's Rights at workplace in line with the policy formulated by the Holding company. This has been widely disseminated. There were no complaints of sexual harassment received by the Company during the year.

Auditors Report

The Auditors' Reports on the financial statements for the financial year 2020-21 are unqualified. The Notes to the accounts referred to in the Auditors' Reports are self-explanatory and do not call for any further clarifications under section 134(3)(f) of the Act.

Auditor

The Company at the 7th Annual General Meeting (AGM) held on September 30, 2020 had appointed M/s M. K. Dandeker & Co, Chartered Accountants, (ICAI Registration no: 000679S), Chennai as Statutory Auditors of the Company to hold office until the conclusion of the 10th AGM to be held in the year 2023.

Secretarial Auditor

M/s. Balaji Rajan & Associates, Company Secretary in practice (C.O.P.No.6965) was appointed to conduct the secretarial audit of the Company for the financial year 2020 – 21, as required under Section 204 of the Act and Rules thereunder. The secretarial auditor Report dated 17.04.2021 for the financial year 2020-21 is attached to this report as '**Annexure 2**'.

Cost auditor

M/s. Srinivasan Damodaram & Associates, Cost Accountant (Membership No.000825), was appointed as Cost Auditor of the Company for audit of cost accounting records for the financial year 2020-21, pursuant to the provisions of Section 148 of the Act and Rule 3 and 4 of the Companies (Cost Records and Audit) Amendment Rules, 2014. The Report of the Cost Auditors for the financial year 2020 – 21 would be filed with the Ministry of Corporate Affairs once the same is finalized.

The Cost audit report for the year 2019 – 20 was filed with Ministry of Corporate Affairs.

Copy of Annual Return:

As per the provisions of Section 92(3) of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014 a copy of the Annual Return is available at website <https://www.intidpl.com/businesses/roads/operational-projects/sambalpur-rourkela-odisha/>.

Acknowledgement

The Board of Directors wish to express their appreciation to all the employees for their outstanding contribution to the operations of the Company during the year. Your Directors take this opportunity to thank financial institutions, banks, Central and State Government authorities, regulatory authorities, stock exchanges and all the stakeholders for their continued co-operation and support to the Company.

For and on behalf of the Board

Sd/-

Sd/-

Pramod Sushila Kapoor

R.G.Ramachandran

Director

Director

DIN: 02914307

DIN: 02671982

Date:17.04.2021

Place: Chennai

ANNEXURE 1

FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arms-length transactions under the third proviso thereto

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis

The Company has not entered into such transactions during the year.

2. Details of material contracts or arrangement or transactions at arm's length basis

- a. There were no contracts or arrangements entered into by the Company with related party(s) during the FY 2020 – 21 which required shareholders' approval as per Sec. 188(1) of the Companies Act, 2013
- b. The details of related party transactions during the FY 2020 – 21 form part of the financial statements as per Ind AS 24 and the same is given in Notes to accounts

For and on behalf of the Board

Sd/-

Sd/-

Pramod Sushila Kapoor

R.G.Ramachandran

Director

Director

DIN: 02914307

DIN: 02671982

Date: 17.04.2021

Place: Chennai

FORM NO.MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year 2020 - 21

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED,
Chennai.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED (CIN:U45206TN2013PLC093395)** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of **M/s. L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED** books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit , I hereby report that in my opinion , the company has , during the audit period covering the financial year ended 31st March 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, paper, minute books, forms and returns filed other records maintained by **M/s L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED (“the Company”)** for the Financial Year ended on 31st March 2021 according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made there under;
- ii) The National Highways Authority of India Act, 1988.

M/s. L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED is an unlisted public limited company and hence compliance under the Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz:

- i. The Securities and Exchange Board of India (substantial Acquisition of shares and Takeovers) Regulations, 2011;
- ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- iii. The Securities and Exchange Board of India (Issue of capital and Disclosure Requirements) Regulations, 2009;
- iv. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines , 1999;
- v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008,
- vi. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client,
- vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and
- viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018

- are not applicable to this Company.

I have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India and during the period under review, the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc as mentioned above.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc as mentioned above.

Further that the management of the Company as informed that all the Related Party Transactions entered by the Company during the period under review have been entered at arm's length basis and in the ordinary course of business and therefore, compliance of provisions of Companies Act, 2013 in respect of any of these transactions do not arise.

I further report that the Board of Directors of the Company is constituted with Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the periods under reviews were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

In respect of resolution passed in circulation the company followed a healthy system of circulating the detailed agenda to all the Directors in a single file system, followed by placing the concerned agenda in the subsequent meeting.

A review of the minutes of the Board meetings held during the year indicate that wherever required detailed deliberations were carried out in respect of all the agenda items that were required to be so carried out and there were no dissenting views in respect of any of the items.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the period under review, the Board of Directors of the Company has approved the appointment of Mr. Gobinda Chandra Das as Chief Financial Officer (CFO) of the Company w.e.f. 09/10/2020 and resignation of Mr. K C Raman w.e.f. 01/07/2020.

I further report that during the audit period the company has obtained the approval of its members for the appointment of Mr. Debendra Kumar Barik as Manager of the Company w.e.f. 07/07/2020 on resignation of Mr. Mahaveer Shantappa Dasharathna w.e.f. 06/07/2020.

I further report that my audit was subjected only to verifying adequacy of systems and procedures that are in place for ensuring proper compliances by the Company and I am not responsible for any lapses in those compliances on the part of the Company.

Note: This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Place: Chennai

Date: 17/04/2021

UDIN: F006470C000181832

Note: This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Annexure A

To
The Members,

L&T SAMBALPUR-ROURKELA TOLLWAY LIMITED,

Chennai.

Our report of even date, it is to be read along with this supplementary testimony:

- a) Maintenance of secretarial record is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these Secretarial Record based on our audit
- b) We have followed the audit practices and processes that were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on a test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
- c) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- d) Wherever required, we have obtained Management representation about the compliance of laws, rules and regulation and happenings of events etc.
- e) The Compliance of the provisions of corporate and other applicable laws, rules and regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- f) The Secretarial Audit is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management conducted the affairs of the Company.

Place: Chennai

Date: 17/04/2021

UDIN: F006470C000181832

M.K. DANDEKER & CO.

Chartered Accountants

Phone : +91-44-43514233
E-mail : admin@mkdandeker.com
Web : www.mkdandeker.com

No.185 (Old No.100) 2nd Floor,
Poonamallee High Road,
Kilpauk, CHENNAI - 600 010.

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s. L&T Sambalpur Rourkela Tollway Limited

Report on the Ind AS Financial Statements

Opinion

We have audited the Ind AS financial statements of **L&T Sambalpur Rourkela Tollway Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information for the year ended on that date.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and loss, changes in equity and its cash flows for the year ended on that date.

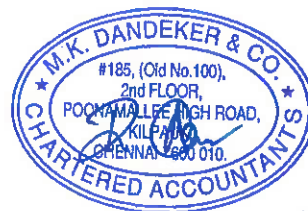
Basis for Opinion

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether other information is materially inconsistent with the Ind AS financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

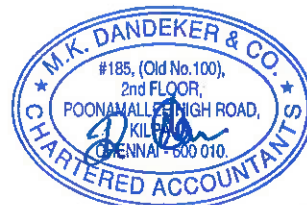
The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS financial statements.

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

- Identify and assess the risks of material misstatement of the Ind AS 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 financial controls 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

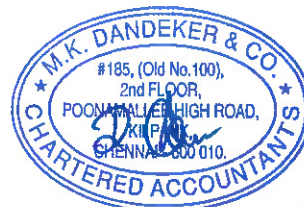
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015.
- 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with 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 has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 'A' to the Ind AS financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M.K. Dandeker & Co.,
(ICAI Regn. No. 000679S)

R. Arun Kumar Mehta

R. Arun Kumar Mehta

Partner

Chartered Accountants

Membership No. 227630

Date: April 17, 2021

Place: Chennai

UDIN: 21227630AAAANH5462



ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in our Report of even date)

1. a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b. The Fixed Assets have been physically verified by the Management at regular Intervals and no material discrepancies were noticed on such verification.
c. The Company does not have any immovable properties and hence clause 3 (i)(c) of the Companies (Auditor's Report) Order 2016 is not applicable.
2. The Company is engaged in the business of infrastructure development and maintenance and hence clause 3 (ii) of the Companies (Auditor's Report) Order 2016 relating to inventory is not applicable.
3. According to the information and explanations given to us, 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 Companies Act, 2013.
4. The Company has not entered into any transaction in respect of loans, investments, guarantees and securities, which attracts provisions of section 185 and 186 of the Companies Act, 2013. Therefore, the paragraph 3(iv) of the of Companies (Auditor's Report) order 2016 is not applicable to the company.
5. The Company has not accepted deposits and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable to the Company.
6. The Company is maintaining the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act in respect of services carried out by the Company.
7. a. According to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including provident fund, income-tax, goods and services Tax, cess and any other statutory dues with the appropriate authorities.
b. According to the information and explanation given to us, the details of statutory dues which have not been deposited as on March 31, 2021 on account of disputes are given below:

Particulars	Period to which amount relates	Forum where the dispute is pending	Amount (In ₹)
Income Tax	A.Y. 2016-17	CIT (Appeals)	17,24,196



8. The Company has not defaulted in repayment of loans or borrowings to banks. There are no loans or borrowings from financial institution or Government and the Company has not issued any Debentures.
9. According to the information and explanation given to us, the Company has not raised moneys by way of initial public offer or further public offer (including Debt instruments) or term loans during the year and hence clause 3 (ix) of the Companies (Auditor's Report) Order 2016 is not applicable.
10. Based on the information and explanation given to us, no material fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations given to us and based on our examination of the records of the Company, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act 2013.
12. The Company is not a Nidhi Company and hence clause 3 (xii) of the Companies (Auditor's Report) Order 2016 is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M.K. Dandeker & Co.,
(ICAI Regn. No. 000679S)

R. Arun Kumar Mehta

R. Arun Kumar Mehta
Partner

Chartered Accountants
Membership No. 227630

Date: April 17, 2021

Place: Chennai

UDIN: 21227630AAAAANH5462



ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in our Report of even date)

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

We have audited the internal financial controls over financial reporting of L&T Sambalpur Rourkela Tollway Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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



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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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.

Date: April 17, 2021

Place: Chennai

UDIN: 21227630AAAAANH5462



For M. K. Dandeker & Co.,
(ICAI Regn. No. 000679S)

R. Arun Kumar Mehta

R. Arun Kumar Mehta

Partner

Chartered Accountants

Membership No. 227630

L&T Sambalpur Rourkela Tollway Limited
CIN:U45206FN2013PLC093395
Balance Sheet as at March 31, 2021

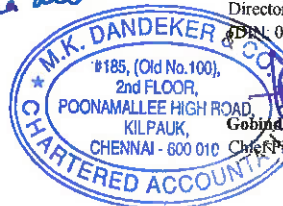
Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
		₹	₹
ASSETS			
(1) Non-current assets			
a) Property, plant and equipment	1	2,41,43,339	2,84,80,230
b) Intangible assets	2	9,33,65,65,320	9,96,67,38,771
c) Intangible assets under development	3	-	-
d) Financial assets			
i) Security deposits	4 b	33,17,088	32,20,587
ii) Government grant receivable	4 c	-	48,10,75,000
e) Other non-current assets	4 e	15,09,929	34,97,392
		9,36,55,35,676	10,48,30,11,980
(2) Current assets			
a) Financial assets			
i) Investments	5	4,05,17,779	25,62,57,415
ii) Cash and cash equivalents	6 a	23,58,17,806	1,04,89,84,530
iii) Other bank balances	6 b	1,22,36,38,717	-
iv) Other receivables	4 a	12,01,68,011	11,69,03,832
v) Government grant receivable	4 c	63,22,03,140	60,75,03,140
b) Current tax assets (net)	4 d	46,30,007	7,10,018
c) Other current assets	4 e	3,49,05,787	2,64,86,597
		2,29,18,81,247	2,05,68,45,532
TOTAL ASSETS		11,65,74,16,923	12,53,98,57,512
EQUITY AND LIABILITIES			
EQUITY			
a) Equity share capital	7	2,90,03,00,000	2,90,03,00,000
b) Other equity	8	(1,62,65,37,632)	(1,13,32,47,453)
		1,27,37,62,368	1,76,70,52,547
LIABILITIES			
(1) Non-current liabilities			
a) Financial liabilities - Borrowings	9	8,71,49,02,491	9,11,87,85,904
b) Provisions	10	45,40,16,137	34,07,06,767
		9,16,89,18,628	9,45,94,92,671
(2) Current liabilities			
a) Financial liabilities			
i) Trade payables	11		
- Total Outstanding dues to micro and small enterprises		38,49,614	4,51,405
- Other than micro and small enterprises		1,59,04,425	22,77,501
ii) Other Financial liabilities	12	1,02,19,89,057	1,03,45,17,645
b) Other current liabilities	13	17,23,56,284	27,41,97,307
c) Provisions	10	6,36,547	18,68,435
		1,21,47,35,927	1,31,33,12,294
TOTAL EQUITY AND LIABILITIES		11,65,74,16,923	12,53,98,57,512
Contingent liabilities	A		
Commitments	B		
Other notes forming part of accounts	C		
Significant accounting policies	D		

As per our report attached
For M.K.Dandekar & Co.
Chartered Accountants
(Firm registration no.000679S)
by the hand of
R. Arun Kumar Mehta
R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,

R.G. Ramachandran
R.G. Ramachandran
Director
(DIN: 02671982)

P.S. Kapoor
P.S. Kapoor
Director
(DIN: 02914307)



Gobinda Chandra Das
Gobinda Chandra Das
Chief Financial Officer

Shambhavi Nagarajan
Shambhavi Nagarajan
Company Secretary


Place: Chennai
Date: April 17, 2021

Place: Chennai
Date: April 17, 2021


L&T Sambalpur Rourkela Tollway Limited
CIN:U45206TN2013PLC093395
Statement of Profit & Loss for the year ended March 31, 2021

Particulars	Note No.	Year Ended March	Year Ended March
		31, 2021	31, 2020
		₹	₹
REVENUE			
Revenue from Operations	14	1,44,89,33,800	1,57,58,35,435
Construction contract revenue		-	1,24,84,399
Other income	15	6,60,27,055	6,28,59,716
Total income		1,51,49,60,855	1,65,11,79,550
EXPENSES			
Construction contract expenses		-	1,24,84,399
Operating expenses	16	34,55,34,334	38,56,09,488
Employee benefit expenses	17	3,79,58,772	3,69,30,896
Finance cost	18	95,66,81,578	1,02,66,91,242
Depreciation and amortisation	1 & 2	63,56,18,524	62,93,00,845
Administration and other expenses	19	3,24,35,096	3,13,93,324
Total expenses		2,00,82,28,304	2,12,24,10,194
Profit/(loss) before tax		(49,32,67,449)	(47,12,30,644)
Tax Expenses			
- Current tax pertaining to prior year		-	7,19,642
Profit/(loss) for the year		(49,32,67,449)	(47,19,50,286)
Other comprehensive income			
i) Items that will not be reclassified to profit or loss (net of tax)			
- Remeasurements of defined benefit plans		(22,730)	24,20,279
Total comprehensive income for the year		(49,32,90,179)	(46,95,30,007)
Earnings per equity share (Basic and Diluted)	C (9)	(1.70)	(1.63)
Face value per equity share		10.00	10.00
Other notes forming part of accounts	C		
Significant accounting policies	D		


As per our report attached
For M.K.Dandeker & Co.
Chartered Accountants
(Firm registration no.000679S)
by the hand of



R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,


R.G. Ramachandran
Director
(DIN: 02671982)


P.S. Kapoor
Director
(DIN: 02914307)


Gobinda Chandra Das
Chief Financial Officer


N. Shambhavi
Shambhavi Nagarajan
Company Secretary

Place: Chennai
Date: April 17, 2021



Place: Chennai
Date: April 17, 2021

S.No.	Particulars	March 31, 2021	March 31, 2020
A	Cash flow from operating activities		
	Net profit / (loss) before tax and extraordinary items	(49,32,67,449)	(47,12,30,644)
	Adjustments for:		
	Depreciation and amortisation	63,56,18,524	62,93,00,845
	Finance Cost	95,66,81,578	1,02,66,91,242
	Other comprehensive income	(22,730)	24,20,279
	Financial asset income	(6,06,00,000)	(9,30,00,000)
	Interest income	(6,37,58,389)	(15,03,054)
	(Profit)/ loss on sale of current investments	(19,79,375)	(6,09,12,960)
	(Profit)/ loss on sale of Property, Plant & Equipment	8,292	1,34,441
	Operating profit before working capital changes	97,26,80,451	1,03,19,00,149
	Adjustments for:		
	Increase / (Decrease) in long term provisions	7,27,94,275	16,33,08,012
	Increase / (Decrease) in trade payables	1,70,25,133	(1,05,83,234)
	Increase / (Decrease) in other current liabilities	(2,24,75,200)	(13,02,45,990)
	Increase / (Decrease) in short term provisions	(12,31,888)	1,60,524
	(Increase) / Decrease in long term loans and advances	(96,501)	(3,23,798)
	(Increase) / Decrease in other receivables	(32,64,179)	(1,24,53,994)
	(Increase) / Decrease in other current assets	(64,31,728)	(1,33,37,736)
	Net cash generated from/ (used in) operating activities	1,02,90,00,362	1,02,84,23,934
	Net income tax (paid)/ refunds	(39,19,989)	39,74,133
	Net Cash (used in)/ generated from Operating Activities	1,02,50,80,373	1,03,23,98,067
B	Cash flow from investing activities		
	Purchase of Property, Plant & Equipment	(14,92,974)	(14,07,24,034)
	Sale of Property, Plant & Equipment	3,76,500	8,74,384
	Investment in Fixed deposits	(1,22,36,38,717)	-
	(Purchase)/ sale of current investments (net)	21,77,19,011	70,29,81,205
	Interest received	6,37,58,389	15,03,054
	Net cash (used in)/generated from investing activities	(94,32,77,791)	56,46,34,609
C	Cash flow from financing activities		
	Proceeds from/(Repayment of) short term borrowings	(19,04,555)	-
	Proceeds from/(repayment of) long term borrowings	(50,85,73,049)	(30,51,15,166)
	Proceeds from Government Grant	51,69,75,000	51,69,75,000
	Interest paid	(90,14,66,702)	(99,55,84,505)
	Net cash (used in)/generated from financing activities	(89,49,69,306)	(78,37,24,671)
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	(81,31,66,724)	81,33,08,005
	Cash and cash equivalents as at the beginning of the year	1,04,89,84,530	23,56,76,525
	Cash and cash equivalents as at the end of the year	23,58,17,806	1,04,89,84,530

Other notes forming part of accounts

C


Significant accounting policies

D


S.No.	Components of Cash & Cash Equivalents	March 31, 2021	March 31, 2020
1	Cash in hand	98,90,330	81,05,885
2	Balances with banks:		
	- In Trust retention and Escrow accounts	1,62,448	90,93,706
	- In current accounts	40,20,581	3,20,901
	- In Deposit accounts with original maturity of less than 3 months (including interest accrued thereon)	22,17,44,447	1,03,14,64,038
		23,58,17,806	1,04,89,84,530

Notes:

- Cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 - Cash Flow statements.
- Cash and cash equivalents represent cash and bank balances.
- Previous year's figures have been regrouped/reclassified wherever applicable.

As per our report attached
For M.K.Dandeker & Co.
Chartered Accountants
(Firm registration no.000679S)
by the hand of

R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,


R.G. Ramachandran
Director
(DIN: 02671982)


P.S. Kapoor
Director
(DIN: 02914307)


Gobinda Chandra Das
Chief Financial Officer


Shambhavi Nagarajan
Company Secretary

Place: Chennai
Date: April 17, 2021

Place: Chennai
Date: April 17, 2021



1 Property, plant and equipment

Particulars	Cost				Depreciation				Book Value	
	As at April 01, 2020	Additions	Disposals	As at March 31, 2021	As at April 01, 2020	For the year	On disposals	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Owened										
Plant and equipment	20,93,435	14,12,510	-	35,05,945	1,86,583	20,146	-	2,06,729	32,99,216	19,06,852
Furniture and fixtures	47,94,089	-	-	47,94,089	14,01,624	5,60,318	-	19,61,942	28,32,147	33,92,465
Vehicles	91,13,519	-	7,78,900	83,34,619	31,91,205	14,46,120	4,67,340	41,69,985	41,64,634	59,22,314
Office equipment	28,91,150	17,464	-	29,08,614	17,27,473	3,78,927	-	21,06,400	8,02,214	11,63,677
Electrical installations	2,02,41,150	-	-	2,02,41,150	53,99,123	23,77,834	-	77,76,957	1,24,64,193	1,48,42,027
Air conditioning and refrigeration	9,14,802	63,060	-	9,77,862	9,14,777	1,049	-	9,15,826	61,976	25
Computers, laptops and printers	43,41,670	-	3,27,840	40,13,830	30,88,800	6,60,679	2,54,608	34,94,871	5,18,959	12,52,870
Total	4,43,89,815	14,92,974	11,06,740	4,47,76,049	1,59,09,585	54,45,073	7,21,948	2,06,32,710	2,41,43,339	2,84,80,230
Previous year	4,40,43,739	37,74,978	34,28,902	4,43,89,815	1,28,09,284	55,20,378	24,20,077	1,59,09,585	2,84,80,230	-

2 Intangible Assets

Particulars	Cost				Amortisation				Book Value	
	As at April 01, 2020	Additions	Disposals	As at March 31, 2021	As at April 01, 2020	For the year	On disposals	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Specialised software	53,01,437	-	-	53,01,437	42,70,602	10,30,834	-	53,01,436	1	10,30,835
Toll collection rights*	11,25,37,46,327	-	-	11,25,37,46,327	1,28,80,38,391	62,91,42,617	-	1,91,71,81,008	9,33,65,65,319	9,96,57,07,936
Total	11,25,90,47,764	-	-	11,25,90,47,764	1,29,23,08,993	63,01,73,451	-	1,92,24,82,444	9,33,65,65,320	9,96,67,38,771
Previous year*	10,99,71,82,216	26,18,65,548	-	11,25,90,47,764	66,85,28,526	62,37,80,467	-	1,29,23,08,993	9,96,67,38,771	-

3 Intangible Assets under development

Particulars	Cost			
	As at April 01, 2020	Additions	Capitalised during the year	As at March 31, 2021
Construction cost	-	-	-	-
Total	-	-	-	-
Previous year	26,18,65,546	-	26,18,65,546	-

* Toll collection rights includes discounted value of grant receivable from OWD amounting to ₹ 433.38 Cr.



4 Financial Assets

4 a Other receivables

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non-current	Total	Current	Non-current	Total
Receivable from OWD	1,57,71,469	-	1,57,71,469	1,25,07,290	-	1,25,07,290
Retention money receivable	10,43,96,542	-	10,43,96,542	10,43,96,542	-	10,43,96,542
	12,01,68,011	-	12,01,68,011	11,69,03,832	-	11,69,03,832

4 b Security deposits

Security deposits						
Unsecured, considered good	-	33,17,088	33,17,088	-	32,20,587	32,20,587
	-	33,17,088	33,17,088	-	32,20,587	32,20,587

4 c Government grant receivable

Government grant receivable (Refer Note Below)	63,22,03,140	-	63,22,03,140	60,75,03,140	48,10,75,000	1,08,85,78,140
	63,22,03,140	-	63,22,03,140	60,75,03,140	48,10,75,000	1,08,85,78,140

Note: The amount receivable from the Works Department, Government of Odisha in accordance with the Article 25 of the Concession Agreement is recognized as a financial asset in accordance with Appendix A of IndAS 11 and on the principles of IndAS 109.

4 d Current tax assets (net)

Advance, TDS Receivable tax net of provisions	46,30,007	-	46,30,007	7,10,018	-	7,10,018
	46,30,007	-	46,30,007	7,10,018	-	7,10,018



4 e Other non-current and current assets

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non-current	Total	Current	Non-current	Total
Advances other than capital advances						
- Advances to employees	78,227	-	78,227	72,913	-	72,913
- Receivable from:						
- Related Party	1,09,586	-	1,09,586	12,03,354	-	12,03,354
- Others	7,58,405	-	7,58,405	6,915	-	6,915
- Gratuity Plan Asset (Net of provisions)	5,70,489	15,09,929	20,80,418	1,11,621	22,86,890	23,98,511
- Leave Encashment Plan Asset (Net of provisions)	-	-	-	-	12,10,502	12,10,502
Others						
- Prepaid insurance	1,97,58,994	-	1,97,58,994	1,52,31,821	-	1,52,31,821
- GST input credit (net of liability)	1,17,38,974	-	1,17,38,974	66,00,939	-	66,00,939
- Prepaid expenses	-	-	-	13,67,921	-	13,67,921
- VAT/WCT receivable	18,91,112	-	18,91,112	18,91,112	-	18,91,112
	3,49,05,787	15,09,929	3,64,15,716	2,64,86,596	34,97,392	2,99,83,988



5 Investments

Particulars	As at March 31, 2021	As at March 31, 2020
	Current	Current
Investments carried at fair value through Profit and Loss:		
Liquid Mutual fund units	4,05,17,779	25,62,57,415
	4,05,17,779	25,62,57,415
Aggregate book value of quoted investments	4,04,77,554	25,62,29,243
Aggregate market value of quoted investments	4,05,17,779	25,62,57,415

Details of Mutual Fund Holdings as on March 31, 2021 & March 31, 2020 as given below:

Particulars	No. of Units	March 31, 2021		March 31, 2020
		Cost	Market Value	Market Value
L&T Overnight fund	26,497	4,04,77,554	4,05,17,779	-
SBI Overnight Fund - Growth	-	-	-	11,42,08,737
Axis Overnight Fund - Regular Plan Growth	-	-	-	14,20,48,677

6 a Cash and cash equivalents

Particulars	As at March 31, 2021	As at March 31, 2020
a) Balances with banks		
- In Trust retention and Escrow accounts	1,62,448	90,93,706
- In current accounts	40,20,581	3,20,901
- In Deposit accounts with original maturity of less than 3 months (including interest accrued thereon)	22,17,44,447	1,03,14,64,038
b) Cash on hand	98,90,330	81,05,885
	23,58,17,806	1,04,89,84,530

6 b Other bank balances

- In Deposit accounts with original maturity of more than 3 months but less than 12 months (including interest accrued thereon)	1,22,36,38,717	-
	1,22,36,38,717	-



7 Share Capital

(i) Authorised, issued, subscribed and paid up

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹	No. of shares	₹
Authorised: Equity shares of ₹ 10 each	29,05,00,000	2,90,50,00,000	29,05,00,000	2,90,50,00,000
Issued, subscribed and fully paid up Equity shares of ₹ 10 each	29,00,30,000	2,90,03,00,000	29,00,30,000	2,90,03,00,000
	29,00,30,000	2,90,03,00,000	29,00,30,000	2,90,03,00,000

(ii) Reconciliation of the number of equity shares and share capital issued, subscribed and paid-up:

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹	No. of shares	₹
At the beginning of the year	29,00,30,000	2,90,03,00,000	29,00,30,000	2,90,03,00,000
Issued during the year as fully paid	-	-	-	-
At the end of the year	29,00,30,000	2,90,03,00,000	29,00,30,000	2,90,03,00,000

(iii) Terms / rights attached to shares:

The Company has only one class of equity share having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

The Company has not issued any securities during the year with the right/option to convert the same into equity shares at a later date.

The Company has not reserved any shares for issue under options and contracts/commitments for the sale of shares/disinvestment.

The shares issued carry equal rights to dividend declared by the company and no restrictions are attached to any specific shareholder.

(iv) Details of Shares held by Holding Company/Ultimate Holding Company/its subsidiaries or associates:

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹	No. of shares	₹
L&T Infrastructure Development Projects Limited	29,00,29,993	2,90,02,99,930	29,00,29,993	2,90,02,99,930
	29,00,29,993	2,90,02,99,930	29,00,29,993	2,90,02,99,930

(v) Details of Shareholders holding more than 5% shares in the Company:

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	%	No. of shares	%
L&T Infrastructure Development Projects Limited	29,00,29,993	99.99%	29,00,29,993	100.00%

(vi) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date: Nil

(vii) Calls unpaid : Nil; Forfeited Shares : Nil



8 Other Equity

As at March 31, 2021

Particulars	Retained earnings	Total
Balance at the beginning of the year	(1,13,32,47,453)	(1,13,32,47,453)
Profit/(loss) for the year	(49,32,67,449)	(49,32,67,449)
Other comprehensive income	(22,730)	(22,730)
Balance at the end of the year	(1,62,65,37,632)	(1,62,65,37,632)

As at March 31, 2020

Particulars	Retained earnings	Total
Balance at the beginning of the year	(66,37,17,446)	(66,37,17,446)
Profit/(loss) for the year	(47,19,50,286)	(47,19,50,286)
Other comprehensive income	24,20,279	24,20,279
Balance at the end of the year	(1,13,32,47,453)	(1,13,32,47,453)



9 Borrowings

Particulars	As at March 31, 2021		As at March 31, 2020	
	Non current	Total	Non current	Total
a) Term loans (Secured)				
i) From banks	8,71,49,02,491	8,71,49,02,491	9,11,87,85,904	9,11,87,85,904
	<u>8,71,49,02,491</u>	<u>8,71,49,02,491</u>	<u>9,11,87,85,904</u>	<u>9,11,87,85,904</u>

Details of Term Loans:

Particulars	Effective interest rate	Terms of repayment
Term loans from banks	11.32%	Repayable in 132 unequal monthly instalments commenced from May, 2018.

Nature of security for Term loans:

- Secured by first charge by way of hypothecation on all movable/immovable assets of the Company, both present and future, excluding Project assets as defined in the Concession Agreement.
- First charge on Project book debts, operating cash flows, receivables, commissions, insurance proceeds, revenues of whatsoever nature and wherever arising, present and future.
- Assignment of all the rights, title, interest, benefits, claims and demands, whatsoever of the Company.
- Escrow account to the extent of waterfall of priorities of payment as permitted to the lenders under Escrow Agreement.
- Debt Service Coverage Ratio Support Amount.
- First charge of all the Company's rights, interests related to the proposed project under the letter of credit (if any), guarantee or performance bond provided by any party.

Presentation of borrowings in the Balance Sheet is as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Long term borrowings	8,71,49,02,491	9,11,87,85,904
Current maturities of long term borrowings	40,65,84,000	50,82,36,000

10 Provisions

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non current	Total	Current	Non current	Total
Provision for employee benefits						
- Leave encashment - Net of plan assets	-	17,15,146	17,15,146	-	-	-
- Retention Pay	6,36,547	5,63,987	12,00,534	18,68,435	23,88,689	42,57,124
Provisions for major maintenance reserve - Refer note C (11)b	-	45,17,37,004	45,17,37,004	-	33,83,18,078	33,83,18,078
	<u>6,36,547</u>	<u>45,40,16,137</u>	<u>45,46,52,684</u>	<u>18,68,435</u>	<u>34,07,06,767</u>	<u>34,25,75,202</u>



11 Trade payables

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non current	Total	Current	Non current	Total
i) Total Outstanding dues to Micro and Small Enterprises	38,49,614	-	38,49,614	4,51,405	-	4,51,405
ii) Total Outstanding dues to Creditors other than micro and small enterprises						
a) Dues to Related parties	30,60,774	-	30,60,774	7,02,841	-	7,02,841
b) Dues to Others	1,28,43,651	-	1,28,43,651	15,74,660	-	15,74,660
	1,97,54,039	-	1,97,54,039	27,28,906	-	27,28,906

12 Other financial liabilities

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non current	Total	Current	Non current	Total
i) Current maturities of long term borrowings	40,65,84,000	-	40,65,84,000	50,82,36,000	-	50,82,36,000
ii) Liabilities for capital goods	44,23,72,378	-	44,23,72,378	36,30,06,555	-	36,30,06,555
iii) Inter corporate deposit (refer note below)	17,30,32,679	-	17,30,32,679	16,32,75,090	-	16,32,75,090
	1,02,19,89,057	-	1,02,19,89,057	1,03,45,17,645	-	1,03,45,17,645

13 Other current liabilities

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non current	Total	Current	Non current	Total
i) Statutory Liabilities	12,67,533	-	12,67,533	15,62,092	-	15,62,092
ii) Dues to related parties:						
- for capital goods	-	-	-	21,96,395	-	21,96,395
- for services	-	-	-	4,25,159	-	4,25,159
iii) Liability for expenses	2,53,46,409	-	2,53,46,409	4,72,96,525	-	4,72,96,525
iii) Other payables	14,57,42,342	-	14,57,42,342	22,27,17,136	-	22,27,17,136
	17,23,56,284	-	17,23,56,284	27,41,97,307	-	27,41,97,307

A Contingent Liabilities

Details of Contingent Liabilities are as follows:

Particulars	A.Y.	As at March 31, 2021	As at March 31, 2020
		Amount (In ₹)	Amount (In ₹)
Income tax demand	2016-17	17,24,196	17,24,196

B Commitments

(i) Details of Capital Commitments are given below:

Description/ Nature of work	As at March 31, 2021	As at March 31, 2020
Purchase of lab equipments	-	14,12,510
Total	-	14,12,510



14 Revenue from operations			
Particulars	FY 2020-21		FY 2019-20
Operating revenue:			
Toll collections		1,38,83,33,800	1,48,28,35,435
Other operating revenue:			
Financial asset income		6,06,00,000	9,30,00,000
		1,44,89,33,800	1,57,58,35,435
15 Other income			
Particulars	FY 2020-21		FY 2019-20
Interest income from:			
- Bank deposits	6,36,68,924		9,76,628
- Others	89,465	6,37,58,389	5,26,426
Net gain on financial instruments designated at FVTPL		12,053	28,172
Profit on sale of investments		19,79,375	6,09,12,960
Miscellaneous Income		2,77,238	4,15,530
		6,60,27,055	6,28,59,716
16 Operating expenses			
Particulars	FY 2020-21		FY 2019-20
Toll management fees		7,74,28,470	7,70,31,606
Security services		1,96,23,460	2,18,59,627
Insurance		1,91,00,743	1,01,71,405
Concession fee		1	1
Repairs and maintenance:			
- Toll road & bridges	8,96,97,124		5,75,94,050
- Plant & Machinery	1,04,02,665		46,79,532
- Periodic major maintenance	7,29,03,830		16,23,92,676
- Others	2,46,73,307		2,02,56,871
		19,76,76,926	24,49,23,129
Professional fees		88,17,150	90,11,357
Power and fuel		2,28,87,584	2,26,12,363
		34,55,34,334	38,56,09,488
17 Employee benefit expenses			
Particulars	FY 2020-21		FY 2019-20
Salaries, wages and bonus		3,08,47,124	2,79,68,541
Contributions to and provisions for:			
- Provident fund	16,78,978		17,03,902
- Gratuity	5,49,516		4,69,122
- Leave encashment	21,09,689		(13,71,764)
- Retention pay	(23,06,497)		19,84,534
		20,31,686	27,85,794
Staff welfare expenses		50,79,962	61,76,561
		3,79,58,772	3,69,30,896



18 Finance cost

Particulars	FY 2020-21	FY 2019-20
Interest on:		
- Term loans from banks	89,83,67,010	99,10,11,654
- Inter Corporate Deposit	1,05,48,746	1,05,48,744
Other borrowing cost	42,13,094	35,17,975
Unwinding of discount and implicit interest expense on fair value	4,35,52,732	2,16,12,869
	95,66,81,582	1,02,66,91,242

19 Administration and other expenses

Particulars	FY 2020-21	FY 2019-20
Rent, Rates and taxes	22,84,339	21,01,925
Payments to Auditor (Refer note below)	6,46,412	6,37,428
Professional fees	47,77,920	37,78,484
Postage and communication	25,69,044	25,29,475
Printing and stationery	4,97,915	9,63,625
Travelling and conveyance	90,03,055	1,04,90,938
Repairs and Maintenance - Others	53,04,250	59,90,436
Bank charges	67,23,569	40,21,147
Loss on disposal of Property, Plant & Equipment	8,292	1,34,441
Miscellaneous expenses	6,20,300	7,45,425
	3,24,35,096	3,13,93,324

(a) Details of Payments to auditor (including taxes) are as follows:

Particulars	FY 2020-21	FY 2019-20
a) As auditor		
b) For taxation matters	2,36,000	2,36,000
c) For other services	59,000	59,000
	3,51,412	3,42,428
Total	6,46,412	6,37,428



1 Corporate Information

L&T Sambalpur Rourkela Tollway Limited is a Special Purpose Vehicle incorporated on 18th Oct 2013 for the purpose of executing and operating the project consist of Four Laning with Paved shoulders of Sambalpur-Rourkela Section of State Highway No.10 (SH-10) from KM 4.9000 to KM 167.9000 in the State of Odisha to be executed as Build, Operate and Transfer (Toll) pattern as per the Concession Agreement entered into with the Works Department, Government of Odisha on 8th Nov 2013. The appointed date as per the said agreement is 15th July 2014. The Concession Period is for 22 years from the Appointed Date. The company obtained provisional completion certificate upon completion of 159.570 kms on 13th March 2018 and started its commercial operations & the provisional completion certificate for remaining 2.16 KM was obtained on 12th August 2019.

2 The CIF value of imports made during the year in foreign currency is ₹ 23,40,277/- (previous year - ₹ 8,44,422/-).

3 Disclosure pursuant to Ind AS 19 "Employee benefits":**(i) Defined contribution plan:**

The Company's provident fund and super annuation fund are the defined contribution plans. The Company is required to contribute a specified percentage of payroll costs to the recognised provident fund and Life Insurance Corporation of India respectively to fund the benefits. The only obligation of the Company with respect to these plans is to make the specified contributions.

(ii) Defined benefit plans:

The Company operates gratuity plan through LIC's Group Gratuity scheme where every employee is entitled to the benefit equivalent to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vests after five years of continuous service.

a) The amounts recognised in Balance Sheet are as follows:

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
A) Present value of defined benefit obligation		
- Wholly funded	-	-
- Wholly unfunded	29,12,571	20,52,488
	29,12,571	20,52,488
Less : Fair value of plan assets	49,92,989	44,50,999
Amount to be recognised as liability or (asset)	(20,80,418)	(23,98,511)
B) Amounts reflected in the Balance Sheet		
Liabilities	(20,80,418)	(23,98,511)
Assets	-	-
Net Liability / (asset)	(20,80,418)	(23,98,511)

b) The amounts recognised in the Statement of Profit and loss are as follows:

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
1 Current service cost	7,33,469	4,99,175
2 Interest on Defined benefit obligation (Net)	(1,83,953)	(30,053)
3 Actuarial losses/(gains)		
From changes in demographic assumptions	-	-
From changes in financial assumptions	-	-
4 Past service cost	-	-
5 Adjustment for earlier years	-	-
Total (1 to 7)	5,49,516	4,69,122
I Amount included in "employee benefit expenses"	5,49,516	4,69,122
II Amount included as part of "finance costs"	-	-
Total (I + II)	5,49,516	4,69,122
Actual return on plan assets	2,87,838	3,65,046



c) Remeasurement recognized in other comprehensive income

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
Components of actuarial gain/losses on obligations		
Due to change in financial assumptions	1,02,065	31,751
Due to change in demographic assumption	-	(435)
Due to experience adjustments	(1,14,220)	(23,71,270)
Return on plan assets excluding amounts included in interest income	34,885	(80,325)
	22,730	(24,20,279)

d) The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
Opening balance of the present value of defined benefit obligation	20,52,487	37,20,660
Add: Current service cost	7,33,469	4,99,175
Add: Interest cost	1,38,769	2,54,668
Add/(less): Actuarial losses/(gains)		
Due to change in financial assumptions	1,02,065	31,751
Due to change in demographic assumption		(435)
Due to experience adjustments	(1,14,220)	(23,71,270)
Less: Benefits paid		(82,062)
Add: Past service cost		
Closing balance of the present value of defined benefit obligation	29,12,570	20,52,487

e) The changes in the fair value of plan assets representing reconciliation of opening and closing balances thereof are as follows:

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
Opening balance of fair value of plan assets	44,50,909	38,00,777
Add: Expected return on plan assets	(34,885)	80,235
Interest Income	3,22,722	2,84,721
Add/(less): Actuarial losses/(gains)		
Add: Contribution by employer	2,54,153	3,67,238
Less: Benefits paid		(82,062)
Closing balance of fair value of plan assets	49,92,899	44,50,909

f) The major components of plan assets as a percentage of total plan assets are as follows:

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
Insurer managed funds	100%	100%



g) Principal actuarial assumptions at the Balance Sheet date:

Particulars	As at March 31, 2021	As at March 31, 2020
1) Discount rate	6.50%	6.95%
2) Expected Return on Plan Assets	6.50%	6.95%
3) Salary growth rate	6.00%	6.00%
4) Attrition rate	3% to 15%	3% to 15%

h) A quantitative sensitivity analysis for significant assumption as at March 31, 2021

Particulars	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
	Change	Obligation	Change	Obligation
i) Discount rate	+0.5%	27,99,532	+0.5%	19,74,610
	-0.5%	30,33,437	-0.5%	21,35,543
ii) Salary growth rate	+0.5%	30,33,437	+0.5%	21,35,913
	-0.5%	27,98,498	-0.5%	19,73,572

i) Expected cashflows based on past service liability

Particulars	Cash flow	Distribution
Year-1	1,33,616	2.50%
Year-2	1,48,960	2.80%
Year-3	4,80,790	8.90%
Year-4	2,13,509	4.00%
Year-5	1,93,204	3.60%
Year-6 to 10	15,31,807	28.50%

The future contributions in the next year towards the defined benefit plan is ₹ 5,70,489/-

4 Disclosure pursuant to Ind AS 23 "Borrowing Costs"

Borrowing cost capitalised during the year ₹ Nil (previous year - ₹ Nil) and charged to Statement of Profit and loss is ₹ 91,31,28,850 (previous year ₹ 1,00,50,78,373).



5 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.

6 Disclosure of related parties / related party transactions pursuant to Ind AS 24 "Related Party Disclosures"**a) List of related parties**

Ultimate Holding Company : Larsen & Toubro Limited	
Holding Company : L&T Infrastructure Development Projects Limited	
Fellow Subsidiaries :	
	L&T Samakhiali Gandhidham Tollway Limited
	L&T Deccan Tollways Limited
	L&T Ahmedabad Maliya Tollway Limited
	L&T Infrastructure Engineering Limited
Key Management Personnel:	
	Mr. Veeraragavan Amirthalingam - Independent Director
	Ms. Samyuktha Surendran - Woman Director
	Mr. P.S. Kapoor- Director
	Mr. R.G. Ramchandran - Director
	Ms. Shambhavi Nagarajan - Company Secretary
	Mr. S.D. Mahaveer- Manager (till 05/07/2020)
	Mr. Debendra Kumar Barik - Manager (from 07/07/2020)
	Mr. K.C. Raman - CFO (till 08/10/2020)
	Mr. Gobinda Chandra Das - CFO (from 09/10/2020)

b) Disclosure of related party transactions:

Particulars	2020-21	2019-20
Purchase of goods and services incl. taxes		
• L&T Infrastructure Development Projects Limited	3,27,64,025	12,03,98,587
• Larsen & Toubro Limited	52,52,841	10,94,76,438
• L&T Infrastructure Engineering Limited	4,72,472	-
Reimbursement of expenses charged to		
• L&T Infrastructure Development Projects Limited	30,03,478	59,52,978
• Larsen & Toubro Limited	59,032	2,48,129
Purchase of Property, Plant & Equipment		
• L&T Deccan Tollways Limited	-	68,114
Sale of Property, Plant & Equipment		
• L&T Infrastructure Development Projects Limited	-	2,09,932
• L&T Deccan Tollways Limited	-	4,51,247
• L&T Samakhiali Gandhidham Tollway Limited	-	25,035
• L&T Ahmedabad Maliya Tollway Limited	-	38,513
Interest on inter-corporate deposit		
• L&T Infrastructure Development Projects Limited	1,05,48,746	-
Rent paid incl. taxes		
• Larsen & Toubro Limited	5,74,800	7,12,300



c) Amount due to and due from related parties(net):

Particulars	Amounts due (to)/from	
	As at March 31, 2021	As at March 31, 2020
Larsen & Toubro Limited	96,835	(4,25,159)
L&T Infrastructure Development Projects Limited	(17,60,93,453)	(16,61,74,327)

d) Terms and conditions of transactions with related parties

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31st March 2021, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31st March 2020: INR Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

- e) 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.
- f) The Holding Company has provided Bank guarantees on behalf of the Company for an amount of ₹ Nil as on 31st March 2021 (Previous year ₹ 31,72,00,000) in respect of Debt Service Reserve to senior and sub lenders as per Facility Agreement.

g) Compensation to Key Management personnel

Particulars	As at March 31, 2021	As at March 31, 2020
Short term employee benefits	6,64,510	-
Directors sitting fees	4,01,200	4,42,500

8 Disclosure pursuant to Ind AS 116 "Leases"

On March 30, 2019, the Ministry of Corporate Affairs (MCA) has notified new Ind AS on leases, Indian Accounting Standard (Ind AS) 116 which is applicable from 01/04/2019. However, the application of IND-AS 116 did not have any significant impact on recognition and measurement of lease rental in the financial position and the operational results of the Company.

The Company has not entered into any finance lease. The Company has taken office premises and Guest house under short-term cancellable operating lease, but falls under exemption given in para 5 of Ind AS 116. These agreements are normally renewed on expiry. Lease rental expenses charged to statement of profit and loss during the year is ₹ 21,97,920 (previous year ₹ 18,52,565).



9 Disclosure pursuant to Ind AS 33 "Earnings per share"

Basic and Diluted Earnings per share (EPS) computed in accordance with Ind AS 33 "Earnings per share"

Particulars		2020-21	2019-20
Basic and Diluted			
Profit after tax as per accounts	A	(49,32,67,449)	(47,19,50,286)
Weighted average number of shares outstanding	B	29,00,30,000	29,00,30,000
Basic and Diluted EPS	A / B	(1.70)	(1.63)
Face value per equity share (₹)		10.00	10.00

10 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.

11 Disclosures as per Ind AS 37 - "Provisions, Contingent Liabilities and Contingent assets "**a) Nature of provisions:**

The Company is required to operate and maintain the project highway during the entire concession period and hand over the project back to the Authority (OWD) as per the maintenance standards prescribed in Concession agreement.

For this purpose, a regular maintenance along with periodic maintenances is required to be performed. Normally periodic maintenance includes resurface of pavements, repairs of structures and other equipments and maintenance of service roads.

As per industry practice, the periodic maintenance is expected to occur after 5-7 years. The maintenance cost / bituminous overlay may vary based on the actual usage during maintenance period. Accordingly on the grounds of matching cost concept and based on technical estimates, a provision for major maintenance expenses is reviewed and is provided for in the accounts annually.

b) Movement in provisions:

Particulars	2020-21	2019-20
Provision for periodic major maintenance:		
Opening Balance as at the beginning of the reporting period	33,83,18,078	15,71,10,698
Additional provision	7,29,03,830	16,23,92,676
Unwinding of interest and changes in discount rate	4,05,15,096	1,88,14,704
Closing Balance as at the end of the reporting period	45,17,37,004	33,83,18,078

12 Disclosure as per Ind AS 1 - "Presentation of Financial Statements"

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, 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 the shareholder value.

13 COVID-19 Disclosure

The Government of India had announced the nationwide lock down for 24 days with effect from March 25, 2020. Even though the authority had not ordered suspension of toll operations the local administration of the state had imposed a ban on movement of public across the state and imposed Sec 144 of the Criminal Procedure Code (CrPC) in the entire state which had resulted in significant reduction in traffic movement in the state, leaving the company with high impact in toll collections. The Company is protected by the clauses of the Concession Agreement to claim for such loss under force majeure event either in the form of reimbursement of force majeure cost or revenue loss compensation or by way of extension of the concession period or by both.

The Company has considered the event as a Force Majeure event and the Management has assessed the impact of COVID-19 pandemic on the operations of the Company and has intimated The Odisha Works Department (OWD). The OWD is yet to respond to the said intimation. Upon receipt of confirmation from the OWD, an appropriate claim will be lodged immediately. Accordingly, the financial position and results of operations as of and for the year ended 31st March 2021 have not been adjusted to reflect this impact.

14 Previous year figures are regrouped/reclassified wherever necessary.

15 Disclosure pursuant to Micro, Small and Medium Enterprises Development Act, 2016 (MSMED Act):

S.No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Principal amount remaining unpaid to any supplier at the end of year	38,49,614	4,51,405
(ii)	Interest accrued and due thereon to suppliers under MSMED Act on the above amount remaining unpaid to any supplier at the end of year	-	-
(iii)	Payment amount made to the supplier (other than interest) beyond the appointed day during the year	-	-
(iv)	Interest amount paid by the buyer in terms of section 16 of the MSMED Act, 2006	-	-
(v)	Interest amount paid by the buyer under MSMED Act, 2006 (other than Section 16)	-	-
(vi)	Interest amount due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the	-	-
(vii)	Interest amount accrued and remaining unpaid at the end of the year	-	-
(viii)	Further interest amount remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

Note: The information has been given in respect of such vendors to the extent they could be identified as "Micro, Small and Medium" enterprises on the basis of information available with the Company.



L&T Sambalpur Rourkela Tollway Limited

C Other Notes forming part of Accounts

(Amount in ₹)

16 Financial Instruments

Disclosure of Financial Instruments by Category

Financial instruments by categories	Note No.	As at March 31, 2021			As at March 31, 2020		
		FVTPL	FVTOCI	Amortized cost	FVTPL	FVTOCI	Amortized cost
Financial assets							
Security Deposits	4 b	-	-	33,17,088	-	-	32,20,587
Investment in Liquid Mutual Fund	5	4,05,17,779	-	-	25,62,57,415	-	-
Other receivables	4 a	-	-	12,01,68,011	-	-	11,69,03,832
Cash and cash equivalents	6 a	-	-	23,58,17,806	-	-	1,04,89,84,530
Other bank balances	6 b	1,22,36,38,717	-	1,22,36,38,717	-	-	-
Government grant receivable	4 c	-	-	63,22,03,140	-	-	1,08,85,78,140
Total Financial Assets		1,26,41,56,496	-	2,21,51,44,762	25,62,57,415	-	2,25,76,87,089
Financial liabilities							
Term Loan from Banks	9	-	-	9,12,14,86,491	-	-	9,62,70,21,904
Other Current Financial Liabilities	12	-	-	61,54,05,057	-	-	52,62,81,645
Trade Payables	11	-	-	1,97,54,039	-	-	27,28,906
Total Financial Liabilities		-	-	9,75,66,45,587	-	-	10,15,60,32,455

Default and breaches

There are no defaults with respect to payment of principal and interest and no breaches of the terms and conditions of the loan. There are no breaches during the year which permitted lender to demand accelerated payment.

17 Fair value of Financial assets and liabilities at amortized cost

Particular	Note No.	As at March 31, 2021		As at March 31, 2020	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial Assets					
Security Deposits	4 b	33,17,088	33,17,088	32,20,587	32,20,587
Other receivables	4 a	12,01,68,011	12,01,68,011	11,69,03,832	11,69,03,832
Cash and cash equivalents	6 a	23,58,17,806	23,58,17,806	1,04,89,84,530	1,04,89,84,530
Other bank balances	6 b	1,22,36,38,717	1,22,36,38,717	-	-
Government grant receivable	4 c	63,22,03,140	63,22,03,140	1,08,85,78,140	1,08,85,78,140
Total Financial Assets		2,21,51,44,762	2,21,51,44,762	2,25,76,87,089	2,25,76,87,089
Financial liabilities					
Term Loan from Banks	9	9,12,14,86,491	9,12,14,86,491	9,62,70,21,904	9,62,70,21,904
Other Current Financial Liabilities	12	61,54,05,057	61,54,05,057	52,62,81,645	52,62,81,645
Trade Payables	11	1,97,54,039	1,97,54,039	27,28,906	27,28,906
Total Financial Liabilities		9,75,66,45,587	9,75,66,45,587	10,15,60,32,455	10,15,60,32,455

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

The carrying amount of Security Deposit measured at amortized cost is considered to be the same as its fair value due to its insignificant value.

The carrying value of Rupee Term Loan and Inter Corporate Deposit approximate fair value as the instruments are at prevailing market rate.

Refer Note C(18) for information on Financial Assets pledged as security.



18 Fair Value Measurement

Fair Value Measurement of Financial assets and Financial liabilities

Fair value hierarchy

As at March 31, 2021

Financial Assets & Liabilities Measured at FV - Recurring FVM	Note No.	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTPL					
Investment in Liquid Mutual Fund Units	5	4,05,17,779	-	-	4,05,17,779
Total of Financial Assets		4,05,17,779	-	-	4,05,17,779

Financial Assets & Liabilities Measured at Amortized cost for which fair values are to be disclosed	Note No.	Level 1	Level 2	Level 3	Total
Financial Assets					
Security Deposits	4 b	-	33,17,088	-	33,17,088
Other receivables	4 a	-	12,01,68,011	-	12,01,68,011
Government grant receivable	4 c	-	63,22,03,140	-	63,22,03,140
Total of Financial Assets		-	75,56,88,239	-	75,56,88,239
Financial Liabilities					
Term Loan from Banks	9	-	9,12,14,86,491	-	9,12,14,86,491
Other Current Financial Liabilities	12	-	61,54,05,057	-	61,54,05,057
Trade Payables	11	-	1,97,54,039	-	1,97,54,039
Total Financial liabilities		-	9,75,66,45,587	-	9,75,66,45,587

As at March 31, 2020

Financial Assets & Liabilities Measured at FV - Recurring FVM	Note No.	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTPL					
Investments in Liquid Mutual Fund Units	5	25,62,57,415	-	-	25,62,57,415
Total of Financial Assets		25,62,57,415	-	-	25,62,57,415

Financial Assets & Liabilities Measured at Amortized cost for which fair values are to be disclosed	Note No.	Level 1	Level 2	Level 3	Total
Financial Assets					
Security Deposits	4 b	-	32,20,587	-	32,20,587
Other receivables	4 a	-	11,69,03,832	-	11,69,03,832
Government grant receivable	4 c	-	1,08,85,78,140	-	1,08,85,78,140
Total Financial Assets		-	1,20,87,02,559	-	1,20,87,02,559
Financial Liabilities					
Term Loan from Banks	9	-	9,62,70,21,904	-	9,62,70,21,904
Other Current Financial Liabilities	12	-	52,62,81,645	-	52,62,81,645
Trade Payables	11	-	27,28,906	-	27,28,906
Total Financial Liabilities		-	10,15,60,32,455	-	10,15,60,32,455

There are no transfer between level 1 and level 2 during the year.

The Company policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.



Valuation technique and inputs used to determine fair value

Financial assets and liabilities	Valuation method	Inputs
Financial assets		
Investments in Liquid Mutual Fund Units	Market Approach	NAV
Security deposit	Income	Cash flow
Financial liabilities		
Term Loan from Banks	Income	Current Bank Rate
Loans from Related parties	Income	Current Bank Rate

19 Assets pledged as security

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
Non Financial Assets			
Property, Plant & Equipment	1	2,41,43,339	2,84,80,230
Financial Assets			
Other Financial Assets	4 b	63,55,20,228	1,09,17,98,727
Investments in Liquid Mutual Fund Units	5	4,05,17,779	25,62,57,415
Other receivables	4 a	12,01,68,011	11,69,03,832
Total		82,03,49,357	1,49,34,40,204



20 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 borrowings 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 are at variable rate only, which is the inherent business risk.

The Company's exposure to interest rate risk due to variable interest rate borrowings are as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Senior Debt from Banks - Variable rate borrowings	9,12,14,86,491	9,62,70,21,904

Sensitivity analysis based on average outstanding Senior Debt

Interest Rate Risk Analysis	Impact on profit/ loss after tax	
	F.Y. 2020-21	F.Y. 2019-20
Increase or decrease in interest rate by 25 basis point	2,34,35,635	2,37,19,035

Note: Profit will increase in case of decrease in interest rate and vice versa

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 is exposed to price risk due to investments in mutual funds and classified as fair value through profit and loss.

The Company measures risk through sensitivity analysis.

The Company's risk management policy is to mitigate the risk by investments in diversified mutual funds.

The Company's exposure to price risk due to investments in mutual fund units are as follows:

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
Investments in Mutual Fund Units	5	4,05,17,779	25,62,57,415

Sensitivity Analysis	Impact on profit/ loss after tax	
	F.Y. 2019-20	F.Y. 2018-19
Increase or decrease in NAV by 2%	8,10,356	51,25,148

Note - In case of decrease in NAV profit will reduce and vice versa.



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

As at March 31, 2021	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
Non Derivative Financial Liabilities					
Senior Debt from Banks	9,12,14,86,491	40,35,46,364	40,34,99,048	1,03,19,41,636	7,28,24,99,443
Derivative Financial Liabilities					
	-	-	-	-	-
As at March 31, 2020	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
Non Derivative Financial Liabilities					
Senior Debt from Banks	9,62,70,21,904	50,51,98,364	40,34,99,048	1,03,19,41,636	7,68,63,82,856
Derivative Financial Liabilities					
	-	-	-	-	-

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. The Company has other receivables primarily from government authority i.e. Government of Odisha, Works Department. Hence, the Management believes that the Company is not exposed to any credit risk.



L&T Sambalpur Rourkela Tollway Limited

C Other Notes forming part of Accounts

21 Disclosure pursuant to Appendix - D to Ind AS 115 - " Service Concession Arrangements"

21.1 Description and classification of the arrangement

L&T Sambalpur Rourkela Tollway Limited is a Special Purpose Vehicle incorporated on 18th Oct 2013 for the purpose of executing and operating the project consist of Four Laning with Paved shoulders of Sambalpur-Rourkela Section of State Highway No.10 from KM 4.9000 to KM 167.9000 in the State of Odisha to be executed as Build, Operate and Transfer (Toll) as per the Concession Agreement entered into with the Works Department, Government of Odisha (OWD) on 8th Nov 2013. The appointed date as specified in terms of the said agreement is 15th July 2014. The Concession Period is for 22 years from the Appointed Date. The Company obtained provisional completion certificate upon completion of 159.570 kms on 13th March 2018 and started its commercial operations & the provisional completion certificate for remaining 2.16 KM was obtained on 12th August 2019.

21.2 Significant Terms of the arrangements

20.2.1 Revision of Fees:

Fees shall be revised annually on April 1st subject to the provisions Article 27.2 of the Concession Agreement (CA).

20.2.2 Grant

The Government has agreed to provide cash support by way of outright grant equal to the sum set forth in the bid, namely, ₹ 465.30 Cr in accordance to the provisions of Article 25 of the CA. Accordingly, ₹ 258.51 Cr. provided as equity support and the balance ₹ 206.79 Cr is provided as O&M support.

21.3 Rights of the Company for use of Project Highway

- a To demand, collect and appropriate, Fee from vehicles and persons liable for payment of Fee for using the Project Highway or any part thereof and refuse entry of any vehicle if the Fee due is not paid.
- b Right of Way, access and licence to the Site.

21.4 Obligation of the Company

- a The Company shall not assign, transfer or sublet or create any lien or Encumbrance on the CA or the Concession granted or on the whole or any part of the Project Highway nor transfer, lease or part possession thereof, save and except as expressly permitted by CA or the Substitution Agreement.
- b The Company is under obligation to carry out the routine and periodic maintenance of Project Highway as per Article 17 of the CA.

21.5 Details of any assets to be given or taken at the end of concession period

At the end of the Concession period the company shall deliver the actual or constructive possession of the Project Highway, free and clear of all encumbrances.

21.6 Details of Termination

CA can be terminated on account of default of the Company or Government of Odisha, Works Department in the circumstances as specified under Article 37 of the CA.



D Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of preparation

(a) Compliance with IndAS

The Company's financial statements comply in all material respects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

(b) Basis of measurement

The financial statements have been prepared on a historical cost basis, except for the following items

Item	Measurement basis
Certain financial assets and liabilities	Fair value
Net defined benefit (asset)/liability	Fair value of plan assets less present value of defined benefit obligations
Assets held for sale	fair value less costs to sell

(c) Use of estimates and judgements

The preparation of these financial statements in conformity with IndAS requires the management to make estimates and assumptions considered in the reported amounts of assets, liabilities (including contingent liabilities), income and expenses. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialize. Estimates include the useful lives of property plant and equipment and intangible fixed assets, allowance for doubtful debts/advances, future obligations in respect of retirement benefit plans, provisions for resurfacing obligations, fair value measurement etc.

(d) Measurement of fair values

A number of the accounting policies and disclosures require the measurement of fair values for both financial and non-financial assets and liabilities. 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 entity can access at measurement date
- Level 2 inputs other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3 inputs for the asset or liability that are not based on observable market data (unobservable inputs).

2 Presentation of financial statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in Schedule III to the Companies Act, 2013 ("the Act"). The Cash Flow Statement has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards and the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Amounts in the financial statements are presented in Indian Rupees rounded off to nearest rupee in line with the requirements of Schedule III. Per share data are presented in Indian Rupees to two decimal places.

3 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of duties and taxes and net of discounts, rebates and other similar allowances.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that the future economic benefits would flow to the entity and specific criteria have been met for each of the activities described below. The Company bases its estimates on historical results, taking into consideration the type of customer, type of transaction and specifics of the arrangement.

- a) Toll collection from users of the infrastructure facility constructed by the Company under the Service Concession Arrangement is recognised in the period of collection of toll / user fee which coincides with the usage of the infrastructure facility net of revenue share payable to NHAI / state authorities. Income from sale of smart cards is recognised on cash basis.
- b) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable rate. Interest Income on non-performing assets is recognised upon realization, as per guidelines issued by the Reserve Bank of India.
- c) License fees for way-side amenities are accounted on accrual basis.
- d) Fair value gains on current investments carried at fair value are included in Other income.
- e) Other items of income are recognised as and when the right to receive arises.



D Significant Accounting Policies

4 Cash and Cash Equivalents

Cash and Cash Equivalents also include fixed deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Short term highly liquid investments being not free from more than insignificant risk of change are not included as part of cash and cash equivalents.

5 Cash flow statement

Cash flow statement is prepared segregating the cash flows from operating, investing and financing activities. Cash flow from operating activities is reported using indirect method. Under the indirect method, the net profit/(loss) is adjusted for the effects of:

- (a) transactions of a non-cash nature;
- (b) any deferrals or accruals of past or future operating cash receipts or payments and,
- (c) all other items of income or expense associated with investing or financing cash flows.

The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. Cash and cash equivalents (including bank balances) are reflected as such in the Cash Flow Statement. Those cash and cash equivalents which are not available for general use as on the date of Balance Sheet are also included under this category with a specific disclosure.

6 Property, plant and equipment (PPE)

Freehold land is carried as historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and cumulative impairment. Historical cost includes expenditure that is directly attributable to acquisition of the items. Land acquired under long term lease is classified as "Property, Plant and equipment" and is depreciated over the period of lease.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that the future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. Properties in the course for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes expenditure that is directly attributable and for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and assets under construction) less their residual values over their useful lives using the straight-line method. The estimated useful lives and residual values are reviewed at the end of each year, with the effect of any changes in estimate accounted for on a prospective basis.

Depreciation on additions / deductions is calculated pro-rata from / to the month of additions / deductions. For the assets that are transferred / sold with the group companies, depreciation is calculated upto the month preceding the month of transfer / sale within the group.

The estimated useful life of the assets based on management evaluation are as follows:

Category of Property, plant and equipment	Estimated useful life (in years)
Buildings including ownership flats	50
Plant and equipment:	
DG Sets	12
Air-conditioning and refrigeration equipment	12
Split AC and Window AC	4
Furniture and fixtures	10
Vehicles:	
Motor cars (other than those under the Company owned car scheme)	7
Motor cars (under the Company owned car scheme)	5
Motor cycles, scooters and other mopeds	10
Tractors and other vehicles	8
Office equipment:	
Multifunctional devices, printers, switches and projectors	4
Other office equipments	5
Computers:	
Servers and systems	6
Desktops, laptops, etc.	3
Electrical installations	10

An item of property, plant and equipment is derecognised upon disposal. Any gain or loss arising on the disposal of an item of property plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life.



D Significant Accounting Policies

7 Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the notes to accounts.

8 Intangible assets

Rights under Service Concession Arrangements

Intangible assets are recognised when it is probable that future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment.

Toll Projects (Right to charge users)

Toll collection rights obtained in consideration for rendering construction services, represent the right to collect toll revenue during the concession period in respect of Build-Operate-Transfer ("BOT") project undertaken by the Company. Toll collection rights are capitalized as intangible assets upon completion of the project at the cumulative construction costs plus the present value of obligation towards negative grants and additional concession fee payable to National Highways Authority of India ("NHAI")/State authorities, if any. Till the completion of the project, the same is recognised under intangible assets under development. The revenue from toll collection/other income during the construction period is reduced from the carrying amount of intangible assets under development.

The cost incurred for work beyond the original scope per Concession agreement (normally referred as "Change of Scope") is capitalized as intangible asset under development as and when incurred. Reimbursement in respect of such amounts from NHAI/State authorities are reduced from the carrying amount intangible assets to the extent of actual receipts.

Extension of concession period by the authority in compensation of claims made are capitalised as part of Toll Collection Rights at the time of admission of the claim or when there is a contractual right to extension at the estimated amount of claims admitted or computed based on average collections whichever is more evident.

Pre-operative expenses including administrative and other general overhead expenses that are directly attributable to the development or acquisition of intangible assets are allocated and capitalized as part of cost of the intangible assets.

Intangible assets that not ready for the intended use on the date of the Balance Sheet are disclosed as "Intangible assets under development".

9 Amortisation of intangible assets

Toll collection rights in respect of road projects are amortized over the period of concession from the date of commercial operations using the Straight line amortisation method.

10 Foreign currency transactions and translations

The reporting currency of the Company is Indian Rupee.

Foreign currency transactions are recorded on initial recognition in the reporting currency using the exchange rate applicable on the date of transaction.

At each Balance Sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried at historical cost are reported using the exchange rate on the date of the transaction.

Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each balance sheet date at the closing rate are recognised as income or expense in the period in which they arise.

11 Government grants

Grant receivable from the Government is reduced from the project cost at its discounted value and the corresponding amount is shown as a financial asset receivable. Further till the year of the grant receivable the finance component is recognised as a finance income in the Statement of Profit & Loss.

12 Investments

Trade investments comprise investments in entities in which the Group has strategic business interest.

Investments, which are readily realizable and are intended to be held for not more than one year, are classified as current investments. All other investments are classified as long term investments.



D Significant Accounting Policies

13 Employee benefits

Employee benefits include provident fund, superannuation fund, employee state insurance scheme, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

(i) Short term employee benefits

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc. and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

(ii) Past employment benefits

(a) Defined contribution plans:

The Company's superannuation scheme and State governed provident fund linked with employee pension scheme are defined contribution plans. The contribution paid/ payable under the scheme is recognised during the period in which the employee renders the related service.

(b) Defined benefit plans:

The employees' gratuity fund scheme and the provident fund scheme managed by the trust of the Holding Company are the Group's defined benefit plans. The present value of the obligation under such defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the related obligations at the Balance Sheet date. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

Remeasurement, comprising actuarial gains and losses, the return on plan assets (excluding net interest) and any change in the effect of asset ceiling (if applicable) are recognised in other comprehensive income and is reflected immediately in retained earnings and is not reclassified to profit & loss.

The interest element in the actuarial valuation of defined benefit plans, which comprises the implicit interest cost and the impact of changes in discount rate, is recognised as employee benefit expenses in the Statement of Profit and Loss.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligation under the defined benefit plans to recognise the obligation on a net basis.

Gains or losses on the curtailment or settlement of any defined benefit plan are recognised when the curtailment or settlement occurs. Past service cost is recognised as expense at the earlier of the plan amendment or curtailment and when the Company recognises related restructuring costs or termination benefits.

(iii) Other long term employee benefits:

The obligation for other long term employee benefits such as long term compensated absences, liability on account of Retention Pay Scheme are recognised in the same manner as in the case of defined benefit plans as mentioned in (ii)(b) above.

(iv) Termination benefits

Termination benefits such as compensation under Voluntary Retirement cum Pension Scheme are recognised as expense and a liability is recognised at the earlier of when the Company can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.



D Significant Accounting Policies

14 Borrowing costs

Borrowing costs include interest calculated using the effective interest method, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs, allocated to and utilized for acquisition, construction or production of qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalization of such asset are added to the cost of the assets.

15 Leases

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised

The right-of use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses

Right-of-use assets are depreciated from the commencement date on a straight line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cashflows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

16 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) for the year as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

17 Income taxes

The income tax expense or credit for the year is the tax payable on current year's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated on the basis of tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and provisions are established where appropriate on the basis of amounts expected to be paid to the tax authorities.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the entity will pay normal income tax. Accordingly, MAT is recognised as an asset when it is highly probable that future economic benefit associated with it will flow to the entity.

Deferred income tax is provided in full, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However deferred income tax is not accounted if it arises from the initial recognition of an asset or liability that at the time of the transaction affects neither the accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset/liability is realised or settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and deferred tax liabilities are offset, when the entity has a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same authority.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity wherein the related tax is also recognised in other comprehensive income or directly in equity.



D Significant Accounting Policies

18 Impairment of assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. The following intangible assets are tested for impairment each financial year even if there is no indication that the asset is impaired:

(a) an intangible asset that is not yet available for use; and (b) an intangible asset that is amortized over a period exceeding ten years from the date when the asset is available for use.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the higher of the fair value less costs of disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset for which the estimated future cash flows have not been adjusted.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

19 Provisions, contingent liabilities and contingent assets

A provision is recognised when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate 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).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that the reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent liabilities are disclosed in notes in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or a present obligation arising from past events, when no reliable estimate is possible. Contingent assets are disclosed in the financial statements where an inflow of economic benefits are probable.

20 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.

a) Financial Assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets

Investments in debt instruments that meet the following conditions are subsequently measured at amortised cost (unless the same are designated as fair value through profit or loss (FVTPL)):

- The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is primarily derecognised when:

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

Impairment of financial assets: The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables and other contractual rights to receive cash or other financial asset and financial guarantees not designated as at FVTPL. For the purpose of measuring expected credit loss allowance for businesses other than financial services for trade receivables, the Company has used a provision matrix which takes into account historical credit loss experience and adjusted for forward looking information as permitted under Ind AS 109.

b) Financial Liabilities

Financial liabilities are classified at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Loans and borrowings are subsequently measured at amortised costs using Effective Interest Rate method.

Financial liabilities at fair value through profit or loss (FVTPL) are subsequently measured at fair value.

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



D Significant Accounting Policies

21 Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

22 Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

23 Claims

Claims against the Company not acknowledged as debts are disclosed under contingent liabilities. Claims made by the company are recognised as and when the same is approved by the respective authorities with whom the claim is lodged.

24 Commitments

Commitments are future liabilities for contractual expenditure. Commitments are classified and disclosed as follows:

- (i) Estimated amount of contracts remaining to be executed on capital account and not provided for.
- (ii) Uncalled liability on shares and other investments partly paid
- (iii) Funding related commitment to subsidiary, associate and joint venture companies and
- (iv) Other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.

Other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.

As per our report attached
For M.K.Dandekar & Co.
Chartered Accountants
(Firm's Registration No. 0006798)



R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board



R.G. Ramachandran
Director
(DIN: 02671982)



P.S. Kapoor
Director
(DIN: 02914307)



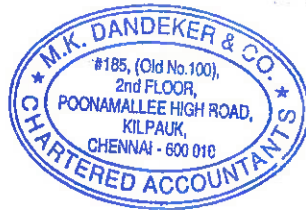
Gobinda Chandra Das
Chief Financial Officer



Shambhavi Nagarajan
Company Secretary

Place: Chennai
Date: April 17, 2021

Place: Chennai
Date: April 17, 2021



ATTENDANCE SLIP
L&T SAMBALPUR - ROURKELA TOLLWAY LIMITED
CIN: U45206TN2013PLC093395
Regd. Office: P.O. Box. 979, Mount Poonamallee Road, Manapakkam,
Chennai - 600089.

8th Annual General Meeting, held on Thursday, September 30, 2021 at 12.45 P.M.

Reg. Folio No. _____

No. of Shares _____

I certify that I am a registered shareholder/proxy for the registered shareholder of the Company.

I hereby record my presence at the 8th Annual General Meeting of the Company, held on Thursday, September 30, 2021 at 12.45 P.M at the Registered office of the Company located at, Mount Poonamallee Road, Manapakkam, Chennai – 600089.

Name of the member

Signature of Member

Name of the Proxy (In block letters)

Signature of Proxy

PROXY FORM

Form No. MGT-11

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN U45206TN2013PLC093395
Name of the Company L&T Sambalpur - Rourkela Tollway Limited
Regd. Office P.O. Box. 979, Mount Poonamallee Road, Manapakkam, Chennai - 600089.

Name of the member (s)	:	
Registered address	:	
E-mail Id	:	
Folio No/ Client Id	:	
DP ID	:	

I/We, being the member (s) of _____ shares of the above named Company, hereby appoint:

1. Name :
Address :

E-mail Id :
Signature : failing him

2. Name :
Address :

E-mail Id :
Signature : failing him

3. Name :
Address :

E-mail Id :
Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 8th Annual General Meeting of the Company, to be held on Thursday, September 30, 2021 at 12.45 P.M at the Registered office of the Company located at, Mount Poonamallee Road, Manapakkam, Chennai – 600089 and at any adjournment thereof in respect of such resolutions as are indicated below:

Item No.	Resolutions	For	Against
Ordinary Business			
1	To consider and adopt the audited Financial Statements of the Company for the year ended March 31, 2021 and the Reports of the Board of Directors and Auditors thereon.		
2	To appoint a director in place of Mr. RG Ramachandran (DIN: 02671982), who retires by rotation and is eligible for reappointment.		
3	To fix the remuneration of Statutory Auditors		
Special Business			
4	To ratify remuneration to cost auditors for the FY 2021-22		

Signed this _____ day of _____ 2021

Signature of shareholder _____

Signature of Proxy holder(s) _____

Affix one Rupee Revenue Stamp
--

Notes:

1. This form of proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. A Proxy need not be a member of the Company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. This is only optional. Please put an 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
5. Appointing a proxy does not prevent a member from attending the meeting in person if he/she so wishes.
6. In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

Route map to the 8th AGM venue of L&T Sambalpur – Rourkela Tollway Limited

