

L&T Metro Rail (Hyderabad) Limited			
Balance Sheet as at March 31, 2021			
₹ Crore			
Particulars	Note No	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
a) Property, Plant and Equipment	1	115.06	131.98
b) Investment property	2	1,355.08	1,251.54
c) Intangible assets	3	15,696.52	15,820.16
d) Intangible assets under development	4	13.41	-
e) Other financial assets	5	13.59	10.55
f) Other non-current assets	6	38.18	48.15
		<b>17,231.84</b>	<b>17,262.38</b>
<b>Current assets</b>			
a) Inventories	7	14.46	8.45
b) Financial Assets			
i) Trade receivables	8	30.94	29.30
ii) Cash and cash equivalents	9	158.98	253.74
iii) Bank balances other than ii above	9	498.18	500.12
iv) Other financial assets	5	0.56	0.45
c) Other current assets	6	11.80	8.56
		<b>714.92</b>	<b>800.62</b>
<b>TOTAL ASSETS</b>		<b>17,946.76</b>	<b>18,063.00</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity share capital	10	2,439.00	2,439.00
b) Other equity	11	(2,363.03)	(596.29)
		<b>75.97</b>	<b>1,842.71</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
a) Financial liabilities			
i) Borrowings	12	13,213.33	12,994.37
ii) Other financial liabilities	13	23.40	63.63
b) Provisions	14	66.86	28.54
		<b>13,303.59</b>	<b>13,086.54</b>
<b>Current liabilities</b>			
a) Financial liabilities			
i) Borrowings	12	2,364.99	1,072.80
ii) Other financial liabilities	13	2,176.83	2,031.18
b) Other current liabilities	15	22.10	25.36
c) Provisions	14	3.28	4.41
		<b>4,567.20</b>	<b>3,133.75</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>17,946.76</b>	<b>18,063.00</b>
Contingent liabilities	16		
Commitments	17		
Notes forming part of the Financial Statements	1 to 24		
Significant accounting policies	25		
<b>As per our report attached</b>			
<b>For M.K.Dandekar &amp; Co.,</b>		<b>For and on behalf of the Board of Directors of L&amp;T Metro Rail (Hyderabad) Limited</b>	
Firm registration number : 000679S			
Chartered Accountants			
by the hand of			
Sd/-		Sd/-	Sd/-
<b>S.Poosaidurai</b>		<b>K.V.B.Reddy</b>	<b>Ajit Rangnekar</b>
Partner		[Managing Director & Chief Executive	[Director]
Membership No : 223754		DIN No: 01683467	DIN No: 01676516
		Sd/-	Sd/-
		<b>J.Ravi Kumar</b>	<b>Chandrachud D Paliwal</b>
		[Chief Financial Officer]	[Company Secretary]
		Membership No: 023240	Membership No: F5577
Place : Chennai		Place : Hyderabad	
Date : 23.04.2021		Date : 23.04.2021	

L&T Metro Rail (Hyderabad) Limited			₹ Crore
Statement of Profit and loss for the year ended March 31, 2021			
Particulars	Note No	2020-21	2019-20
<b>INCOME</b>			
Revenue from operations	18	189.61	587.28
Construction contract revenue		158.08	772.37
Other income	19	38.33	10.92
<b>Total Income</b>		<b>386.02</b>	<b>1,370.57</b>
<b>EXPENSES</b>			
Construction contract expenses		158.08	772.37
Operating expenses	20	211.93	236.89
Employee benefit expenses	21	28.31	24.25
Administration and other expenses	22	34.89	30.91
Finance costs	23	1,421.07	542.79
Depreciation and amortisation		298.49	145.56
<b>Total Expenses</b>		<b>2,152.77</b>	<b>1,752.77</b>
<b>Profit/(loss) before tax for the period</b>		<b>(1,766.75)</b>	<b>(382.20)</b>
Tax Expense:			
Current tax		-	-
Deferred tax		-	-
		-	-
<b>Profit/(loss) after tax for the period</b>		<b>(1,766.75)</b>	<b>(382.20)</b>
<b>Other Comprehensive Income</b>			
Items that will be reclassified to Profit & Loss			
Changes in fair value of cash flow hedges		-	4.86
<b>Total Comprehensive Income for the period</b>		<b>(1,766.75)</b>	<b>(377.34)</b>
Earnings per equity share	24.9		
Basic & Diluted		(7.24)	(1.57)
Face value per equity share		10.00	10.00
Notes forming part of the Financial Statements	1 to 24		
Significant accounting policies	25		
<b>As per our report attached</b>			
For M.K.Dandeker & Co.,		For and on behalf of the Board of Directors of L&T Metro Rail (Hyderabad) Limited	
Firm registration number : 000679S			
Chartered Accountants			
by the hand of			
Sd/-		Sd/-	Sd/-
S.Poosaidurai		K.V.B.Reddy	Ajit Rangnekar
Partner		[Managing Director & Chief Executive Officer]	[Director]
Membership No : 223754		DIN No: 01683467	DIN No: 01676516
		J.Ravi Kumar	Chandrachud D Paliwal
		[Chief Financial Officer]	[Company Secretary]
		Membership No. 023240	Membership No: F5577
Place : Chennai		Place : Hyderabad	
Date : 23.04.2021		Date : 23.04.2021	

**L&T Metro Rail (Hyderabad) Limited****Statement of Cash Flows for the year ended March 31, 2021**

S. No.	Particulars	₹ Crore	
		2020-21	2019-20
<b>A</b>	<b>Net profit / (loss) before tax</b>	(1,766.74)	(382.21)
	<b>Adjustment for</b>	-	-
	Depreciation and amortisation expense	298.50	145.55
	Finance Cost	1,421.07	542.79
	Interest income	(37.17)	(1.96)
	(Profit)/loss on sale of current investments(net)	-	(2.89)
	(Profit)/loss on sale of fixed assets	0.02	-
	Other non cash items	-	4.85
	<b>Operating profit before working capital changes</b>	<b>(84.32)</b>	<b>306.13</b>
	<b>Adjustments for:</b>		
	Increase / (Decrease) in long term provisions	38.32	22.03
	Increase / (Decrease) in other current liabilities	(3.26)	151.20
	Increase / (Decrease) in other current financial liabilities	860.51	9.53
	Increase / (Decrease) in other non-current financial liabilities	(61.00)	17.45
	Increase / (Decrease) in short term provisions	(1.12)	0.03
	(Increase) / Decrease in other non-current financial assets	(3.04)	(0.00)
	(Increase) / Decrease in other non-current assets	20.76	(3.11)
	(Increase) / Decrease in Inventories	(6.00)	(14.09)
	(Increase) / Decrease in Trade Receivables	(1.64)	(4.12)
	(Increase) / Decrease in other current financial assets	(0.11)	(4.98)
	(Increase) / Decrease in other current assets	(1.30)	(462.77)
	<b>Net cash generated from/(used in) operating activities</b>	<b>757.80</b>	<b>17.30</b>
	Direct taxes refunds (net of payments)	20.76	(14.60)
	<b>Net Cash(used in)/generated from Operating Activities</b>	<b>778.56</b>	<b>2.70</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Purchase of fixed assets	(324.45)	(1,541.05)
	Sale of fixed assets	(0.02)	-
	Purchase of current investments	-	(1,035.03)
	Sale of current investments	-	1,037.93
	Interest received	37.17	1.96
<b>C</b>	<b>Net cash (used in)/generated from investing activities</b>	<b>(287.30)</b>	<b>(1,536.19)</b>
	<b>Cash flow from financing activities</b>		
	Proceeds from issue of Equity Share Capital	(0.00)	11.82
	Proceeds from long term borrowings	1,227.97	2,285.66
	Interest paid	(1,814.00)	(542.79)
	<b>Net cash (used in)/generated from financing activities</b>	<b>(586.03)</b>	<b>1,754.69</b>
	<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(94.77)</b>	<b>222.38</b>
	<b>Cash and cash equivalents as at the beginning of the year</b>	<b>253.75</b>	<b>31.37</b>
	<b>Cash and cash equivalents as at the end of the year</b>	<b>158.98</b>	<b>253.75</b>

Notes: 1. Cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 - Cash Flow statements  
2. Purchase of Fixed assets represents additions to property, plant and equipment, investment property and intangible assets adjusted for movement of (a) capital work in progress for property plant and equipment and investment property & (b) intangible assets under development during the year  
3. Cash and cash equivalents represent cash and bank balances.  
4. Previous year's figures have been regrouped/reclassified wherever applicable.

As per our report attached

For M.K.Dandekar & Co.,

For and on behalf of the Board of Directors of L&T Metro Rail (Hyderabad) Limited

Firm registration number : 000679S

Chartered Accountants

by the hand of

Sd/-

K.V.B.Reddy

[Managing Director & Chief Executive Officer]

DIN No: 01683467

Sd/-

Ajit Rangnekar

[Director]

DIN No: 01676516

Sd/-

S.Poosaidurai

Partner

Membership No : 223754

Sd/-

J.Ravi Kumar

[Chief Financial Officer]

Membership No. : 023240

Sd/-

Chandrachud D Paliwal

[Company Secretary]

Membership No: F5577

Place : Chennai

Date : 23.04.2021

Place : Hyderabad

Date : 23.04.2021

**L&T Metro Rail (Hyderabad) Limited**  
**Statement of changes in Equity for the year ended 31 March, 2021**

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹ Crore	No. of shares	₹ Crore
At the beginning of the year	2,43,90,00,000	2,439.00	2,42,71,75,965	2,427.18
Issued during the year as fully paid	-	-	1,18,24,035	11.82
<b>At the end of the year</b>	<b>2,43,90,00,000</b>	<b>2,439.00</b>	<b>2,43,90,00,000</b>	<b>2,439.00</b>

**B. Other Equity**

**Other Equity as on 31.03.2020**

₹ Crore

Particulars	Share application money pending allotment	Cash flow hedging reserve	Debenture Redemption Reserve	Retained earnings	Total
Balance as at 1.4.2019	-	(4.85)	2.82	(216.90)	(218.93)
Profit/(loss) for the year	-	-	-	(382.21)	(382.21)
Other comprehensive income	-	4.85	-	-	4.85
Issue of Share Capital	-	-	-	-	-
<b>Balance as at 31.03.2020</b>	<b>-</b>	<b>-</b>	<b>2.82</b>	<b>(599.11)</b>	<b>(596.29)</b>

**Other Equity as on 31.03.2021**

₹ Crore

Particulars	Share application money pending allotment	Cash flow hedging reserve	Debenture Redemption Reserve	Retained earnings	Total
Balance as at 1.4.2020	-	-	2.82	(599.11)	(596.29)
Profit/(loss) for the year	-	-	-	(1,766.74)	(1,766.74)
Other comprehensive income	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>-</b>	<b>-</b>	<b>2.82</b>	<b>(2,365.85)</b>	<b>(2,363.03)</b>

**As per our report attached**

**For M.K.Dandekar & Co.,**

Firm registration number : 000679S

Chartered Accountants

by the hand of

**Sd/-**

**S.Poosaidurai**

Partner

Membership No : 223754

Place : Chennai

Date : 23.04.2021

**For and on behalf of the Board of Directors of L&T Metro Rail (Hyderabad) Limited**

**Sd/-**

**K.V.B.Reddy**

[Managing Director & Chief Executive Officer]

DIN No: 01683467

**Sd/-**

**J.Ravi Kumar**

[Chief Financial Officer]

Membership No.: 023240

**Sd/-**

**Ajit Rangnekar**

[Director]

DIN No: 01676516

**Sd/-**

**Chandrachud D Paliwal**

[Company Secretary]

Membership No:F5577

Place : Hyderabad

Date : 23.04.2021

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**1 Property, Plant and Equipment**

₹ Crore

Particulars	Cost				Depreciation				Book Value	
	As at April 01, 2020	Additions	Deductions	As at March 31, 2021	As at April 01, 2020	For the year	Deductions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
<b>Tangible Assets</b>										
Plant and Machinery										
Leased out	134.91	-	-	134.91	20.89	12.20	-	33.09	101.81	114.02
Computers	2.57	0.07	0.52	2.12	2.07	0.22	0.50	1.79	0.33	0.50
Furniture & Fixtures	28.11	-	-	28.11	13.17	4.36	-	17.53	10.58	14.94
Office Equipment	14.58	1.18	0.53	15.23	12.07	1.33	0.51	12.90	2.33	2.51
Vehicles	0.14	-	-	0.14	0.12	-	-	0.12	0.01	0.01
<b>Total</b>	<b>180.31</b>	<b>1.25</b>	<b>1.05</b>	<b>180.51</b>	<b>48.32</b>	<b>18.11</b>	<b>1.01</b>	<b>65.43</b>	<b>115.06</b>	<b>131.98</b>

**2 Investment Property**

**A) Completed property**

₹ Crore

Particulars	Cost				Depreciation				Book Value	
	As at April 01, 2020	Additions	Deductions	As at March 31, 2021	As at April 01, 2020	For the year	Deductions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
<b>Lease Out</b>										
Buildings	638.16	1.37	-	639.53	20.42	10.24	-	30.65	608.88	617.75
Land License rights	67.95	-	-	67.95	2.35	1.09	-	3.44	64.50	65.60
<b>Others</b>										
Land License rights	-	429.64	-	429.64	-	0.61	-	0.61	429.03	-
<b>Total</b>	<b>706.11</b>	<b>431.01</b>	<b>-</b>	<b>1,137.12</b>	<b>22.77</b>	<b>11.94</b>	<b>-</b>	<b>34.70</b>	<b>1,102.41</b>	<b>683.35</b>

B) Amounts recognised in profit or loss for investment properties

₹ Crore

Particulars	31.03.2021	31.03.2020
Rental Income	27.12	89.56
Direct operating expenses from property that generated rental income	2.25	-

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**C) Capital work in Progress**

Particulars	₹ Crore		
	As at April 01, 2020	Additions	As at March 31, 2021
Free hold land	0.16	-	0.16
<i>Transit oriented development</i>			
Work in progress	750.01	99.40	849.40
Land license rights	489.54	-	489.54
Salaries and wages	25.63	2.21	27.84
Interest expenses	136.15	13.11	149.27
Other expenses	7.72	0.77	8.50
	<b>1,409.21</b>	<b>115.49</b>	<b>1,524.71</b>
Transfer to Building	(638.16)	(1.37)	(639.53)
Transfer to Land license rights*	(67.95)	(429.64)	(497.59)
Transfer to Property, Plant & Equipment	(134.90)	-	(134.90)
<b>Total</b>	<b>568.20</b>	<b>(315.52)</b>	<b>252.69</b>

\*Note 1: Includes excavation and other costs of Rs.35.07 Crs.

Note 2: The balance value of land license rights lying in Capital Work in Progress above as on 31.03.2021 is Rs.27.02 Crs

Particulars	₹ Crore	
	As at March 31, 2021	As at March 31, 2020
Contractual obligations to construct / develop the investment property	47.56	112.72

Amount shown under Investment property	₹ Crore	
	As at March 31, 2021	As at March 31, 2020
Completed property	1,102.41	683.34
Capital work in progress	252.67	568.20
<b>TOTAL</b>	<b>1,355.08</b>	<b>1,251.54</b>

i) There are no restrictions on realisability of income from investment property.

ii) The investment property comprises of various independent components for Transit Oriented Development having total development potential of about 18.5 million sq ft. Each Transit Oriented Development component is capable of independent exploitation and constitute independent business activities / undertakings and are currently in various stages of development.

iii) The fair value of the investment properties have been determined with the help of internal architectural department based on government rates, market research and comparable values as considered appropriate. Fair value of the investment property consisting of Buildings and land license rights as at 31.03.2021 is Rs.668.21 Crs and Rs.724.18 Crs respectively

**3 Intangible Assets**

Particulars	Cost				Amortisation				Book Value	
	As at April 01, 2020	Additions	Deductions	As at March 31, 2021	As at April 01, 2020	For the year	Deductions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Intangible Assets	15,979.21	144.67	-	16,123.88	160.40	267.85	-	428.25	15,695.63	15,818.81
Specialised Software	5.57	0.13	-	5.70	4.22	0.58	-	4.81	0.89	1.35
<b>Total</b>	<b>15,984.78</b>	<b>144.80</b>	<b>-</b>	<b>16,129.58</b>	<b>164.62</b>	<b>268.43</b>	<b>-</b>	<b>433.06</b>	<b>15,696.52</b>	<b>15,820.16</b>

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**4 Intangible Assets under development**

₹ Crore

Particulars	As at April 01, 2020	Additions	As at March 31, 2021
<i>Fare collection rights</i>			
Construction work in progress	12,736.61	158.08	12,894.69
Salaries and wages	209.38	-	209.38
Staff welfare and other expenses	17.93	-	17.93
Managerial Remuneration	11.90	-	11.90
Concession fees	0.00	0.00	0.00
Travelling & conveyance	19.64	-	19.64
Facility management, communication and other expenses	125.31	-	125.31
Interest expenses	4,509.66	-	4,509.66
Depreciation/ amortization	27.54	-	27.54
Other expenses	14.98	-	14.98
<b>Total</b>	<b>17,672.95</b>	<b>158.08</b>	<b>17,831.03</b>
<b>Less:</b>			
Transfer to Intangible asset	(15,979.21)	(144.67)	(16,123.88)
Transfer to Investment property capital work in progress	(489.54)	-	(489.54)
Viability Gap Fund	(1,204.20)	-	(1,204.20)
<b>Total</b>	<b>-</b>	<b>13.41</b>	<b>13.41</b>

**5 Other financial assets**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non-current	Current	Non-current
Security deposits	0.01	11.22	0.01	7.88
Financial Guarantee Assets	0.40	2.27	0.44	2.67
Others	0.15	0.10	0.00	-
<b>Total</b>	<b>0.56</b>	<b>13.59</b>	<b>0.45</b>	<b>10.55</b>

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**6 Other non-current and current assets**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non-current	Current	Non-current
Capital advances				
Related parties	-	0.16	-	14.14
Others	-	33.60	-	8.83
Advance recoverable other than in cash	-	-	-	-
Prepaid Expenses	9.52	-	6.96	-
Others	2.28	-	1.60	-
Income tax (net)	-	4.42	-	25.18
<b>Total</b>	<b>11.80</b>	<b>38.18</b>	<b>8.56</b>	<b>48.15</b>

**7 Inventories**

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
Stores and spares	14.46	8.45
<b>Total</b>	<b>14.46</b>	<b>8.45</b>

**8 Trade receivables**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non Current	Current	Non Current
Unsecured, Considered good	32.26	-	41.48	-
Less : Allowance for doubtful debts	1.32	-	12.18	-
<b>Total</b>	<b>30.94</b>	<b>-</b>	<b>29.30</b>	<b>-</b>

No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

**9 Cash and Bank Balances**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
<b>(i) Cash and cash equivalents</b>				
a) Balances with banks in current accounts	13.56		113.37	
b) Cash on hand	0.37		0.35	
c) Deposits with maturity of less than three months including interest accrued thereon.*	145.05	158.98	140.02	253.74
<b>(ii) Other bank balances</b>	-		-	
a) Earmarked deposit for DSCR support	497.41		497.57	
b) Balances with banks held as margin money deposits	0.77	498.18	2.55	500.12
<b>Total</b>		<b>657.16</b>		<b>753.86</b>

\* Time deposits which can be withdrawn by the Company at any point of time without prior notice or penalty on the principal.



## 10 Equity Share Capital

(i) Authorised, issued, subscribed and paid up	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹ Crore	No. of shares	₹ Crore
Authorised:				
Equity shares of ₹ 10 each	2,43,90,00,000	2,439.00	2,43,90,00,000	2,439.00
Issued, subscribed and fully paid up	2,43,90,00,000	2,439.00	2,43,90,00,000	2,439.00
Equity shares of ₹ 10 each	<b>2,43,90,00,000</b>	<b>2,439.00</b>	<b>2,43,90,00,000</b>	<b>2,439.00</b>

(ii) Reconciliation of the number of equity shares and share capital issued, subscribed and paid-up:	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹ Crore	No. of shares	₹ Crore
At the beginning of the year	2,43,90,00,000	2,439.00	2,42,71,75,965	2,427.18
Issued during the year as fully paid	-	-	1,18,24,035	11.82
At the end of the year	<b>2,43,90,00,000</b>	<b>2,439.00</b>	<b>2,43,90,00,000</b>	<b>2,439.00</b>

## (iii) Terms / rights attached to shares

## Equity shares

- a) 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.
- b) 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.
- c) The company has not reserved any shares for issue under options and contracts/commitments for the sale of shares/disinvestment.
- d) The shares issued carry equal rights to dividend declared by the company and no restrictions are attached to any specific shareholder.
- e) The Company has allotted one non-transferable equity share (the Golden Share) to the Government of Telangana (Government) having a par value of ₹ 10 in pursuance of the Shareholders Agreement entered into with the Government and others. In terms of the said agreement, the Government shall be entitled to appoint a nominee director on the board of directors of the company and so long as the Government holds the Golden Share, an affirmative vote of the Government or the director appointed by the government shall be required for passing of, by the general meeting of the company or the meeting of board of directors thereof, as the case may be, any resolution on all the reserved matters as specified in the said agreement.

(iv) Details of Shares held by Holding Company/Ultimate Holding Company/its subsidiaries or associates:	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹ Crore	No. of shares	₹ Crore
Larsen and Toubro Limited (including nominee holding)	2,43,89,99,999	2,439.00	2,43,89,99,999	2,439.00
<b>Total</b>	<b>2,43,89,99,999</b>	<b>2,439.00</b>	<b>2,43,89,99,999</b>	<b>2,439.00</b>

(v) Details of Shareholders holding more than 5% shares in the company:	As at March 31, 2021		As at March 31, 2020	
	No. of shares	%	No. of shares	%
Larsen and Toubro Limited (including nominee holding)	2,43,89,99,999	99.999%	2,43,89,99,999	99.999%

(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

**L&T Metro Rail (Hyderabad) Limited****Statement of Changes in Equity for the period ended March 31, 2021****11 Other Equity****As on 31.03.2021****₹ Crore**

<b>Particulars</b>	<b>Share application money pending allotment</b>	<b>Cash flow hedging reserve</b>	<b>Debenture Redemption Reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Balance at the beginning of the reporting period	-	-	2.82	(599.11)	(596.29)
Profit for the year	-	-	-	(1,766.74)	(1,766.74)
Other comprehensive income	-	-	-	-	-
Issue of share capital	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>-</b>	<b>-</b>	<b>2.82</b>	<b>(2,365.85)</b>	<b>(2,363.03)</b>

**As on 31.03.2020****₹ Crore**

<b>Particulars</b>	<b>Share application money pending allotment</b>	<b>Cash flow hedging reserve</b>	<b>Debenture Redemption Reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Balance at the beginning of the reporting period	-	(4.85)	2.82	(216.90)	(218.93)
Profit for the year	-	-	-	(382.21)	(382.21)
Other comprehensive income	-	4.85	-	-	4.85
Issue of share capital	-	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>-</b>	<b>-</b>	<b>2.82</b>	<b>(599.11)</b>	<b>(596.29)</b>

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**12.Borrowings**

**₹ Crore**

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
Secured borrowings				
Term loans				
From banks	-	12,216.42	-	11,724.56
Unsecured borrowings	-	-	-	-
a) Debentures	-	996.91	-	996.82
Loans from related parties				
a) Subordinate debt for shortfall in cost overrun rupee facility	-	-	-	272.99
b) Inter Corporate Deposits	2,364.99	-	1,072.80	-
<b>Total</b>	<b>2,364.99</b>	<b>13,213.33</b>	<b>1,072.80</b>	<b>12,994.37</b>

**a) Term loans**

Particulars	Details
Interest Rate-Term Loan	Interest rate @ 150 basis points above the base rate of State Bank of India (floating).
Interest Rate- COR Term Loan	Interest rate @ 210 basis points above the one year MCLR of State Bank of India (floating).
Repayment	Repayable in 38 quarterly unequal instalments beginning from September 30, 2020 and ending on December 31, 2029.

**b) Loans from related parties**

Particulars	Details
Inter Corporate Deposits	Interest @ 7.50 % p.a.

**Security**

- Mortgage of non-agricultural land bearing plot no. 19 forming part of land in survey nos. 332A+334A+338A, mouje zaap, sudhagad taluka, Dist. Raigad, Maharashtra.
- Charge on all tangible movable assets (present and future), including all movable plant, machinery, spares, tools, fittings etc. as specified in Schedule II to Indenture of Mortgage, excluding project assets specified in concession agreement.
- Charge on rights, interest under/in respect of project documents, approvals, insurance contracts and escrow accounts to the extent permitted to the lenders under escrow agreement together with permitted investments etc. and
- Charge on right, interest etc. to/in respect of receivables, letter of credit, guarantee, performance bond, other amounts owing to/received by the company, all intangible assets of the company viz goodwill, trademark etc.

**c) Debentures**

Series	No of Debentures	Face Value of Each Debenture (₹)	Date of Allotment	Coupon Rate	Terms of Repayment
9.81% L&T MRHL June 2035	2,500	10,00,000	18th June, 2015	> 9.81% p.a. payable semi Annually until the maturity date.	-Redeemable at Face value at the end of 20th Year from the Date of Allotment.
9.81% L&T MRHL November 2035	2,500	10,00,000	2nd November, 2015	> 9.81% p.a. payable semi Annually until the maturity date.	
9.85% L&T MRHL January 2036	2,500	10,00,000	28th January, 2016	> 9.85% p.a. payable semi Annually until the maturity date.	-Put & Call option available to Debenture Holders & Company respectively on expiry of 10th & 15th Year from the Date of allotment
9.55% L&T MRHL September 2030	1,000	10,00,000	28th September, 2018	> 9.55% p.a. payable Annually from the Date of allotment.	>Redeemable at Face value at the end of 12th Year from the Date of Allotment. ->Put & Call option available to Debenture Holders & Company respectively on expiry of 3rd, 5th & 7th Year from the Date of allotment
9.50% L&T MRHL November 2030	1,500	10,00,000	26th November, 2018	9.50% p.a. payable Annually from the Date of allotment.	>Redeemable at Face value at the end of 12th Year from the Date of Allotment. ->Put & Call option available to Debenture Holders & Company respectively on expiry of 3rd, 5th & 7th Year from the Date of allotment

**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**13 Other financial liabilities**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
a) Security deposits	45.29	19.38	2.55	57.89
b) Premium payable on Financial guarantee contracts	0.40	2.27	0.44	2.67
c) Current maturities of long term borrowings	1,009.01	-	521.08	-
d) Interest accrued	31.08	-	424.01	-
e) Other liabilities	-	-	-	-
i) Creditors for capital supplies- Related parties	733.77	-	701.61	-
ii) Creditors for capital supplies-others*	186.83	-	180.23	-
iii) Retention money	69.01	-	120.31	-
iv) Other payables	101.44	1.75	80.95	3.07
<b>Total</b>	<b>2,176.83</b>	<b>23.40</b>	<b>2,031.18</b>	<b>63.63</b>

\*The principal amount of outstanding dues to Micro, small and medium enterprises under MSMED Act 2006 as at 31 March 2021 is Rs. 0.002 Cr. (PY. Rs 0.18 Cr.) and the interest payable thereon is Nil. (PY Nil).

**14 Provisions**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
Provision for employee benefits	3.28	-	4.41	-
Provision for major maintenance and overhaul expenses*	-	66.86	-	28.54
<b>Total</b>	<b>3.28</b>	<b>66.86</b>	<b>4.41</b>	<b>28.54</b>

\* The Company is required to operate and maintain the Project assets in a serviceable condition which requires periodical replacement and overhaul of certain components and project assets. The Company has accordingly recognised a provision in respect of this obligation. The measurement of this provision considers the estimates of future replacement/ overhaul. These amounts have been discounted to Present value since the time value of money is material.

**15 Other current liabilities**

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
Statutory payables	22.10	-	25.36	-
<b>Total</b>	<b>22.10</b>	<b>-</b>	<b>25.36</b>	<b>-</b>

**16 Contingent liabilities**

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
(i) Claims against the company not acknowledged as debts	-	77.30
(ii) Liability for duties, Cess and taxes that may arise in respect of matters in appeal /under dispute	9.00	21.06
<b>Total</b>	<b>9.00</b>	<b>98.36</b>

**Notes:**

1. The company expects reimbursements of Rs.0.42 Cr. (PY Rs.11.25 Cr.) in respect of contingent liabilities
2. It is not practicable to estimate the timing of cash outflows, if any, in respect of the above matters.

**17 Commitments**

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
Capital Commitments	197.78	295.77
<b>Total</b>	<b>197.78</b>	<b>295.77</b>

**18 Revenue from operations**

₹ Crore

Particulars	2020-21	2019-20
Fare revenue	83.98	370.04
Lease rentals	37.76	109.42
Advertising revenue	19.46	52.74
Consultancy and training	7.40	4.12
Other revenue	41.01	50.96
<b>Total</b>	<b>189.61</b>	<b>587.28</b>

**19 Other Income**

₹ Crore

Particulars	2020-21	2019-20
Interest income	37.17	1.96
Dividend/Income from Mutual Funds	-	2.89
Miscellaneous income	1.16	6.07
<b>Total</b>	<b>38.33</b>	<b>10.92</b>

**20 Operating expenses**

₹ Crore

Particulars	2020-21	2019-20
Power & fuel	38.88	59.44
Operations and maintenance expenses	141.02	155.85
Provision for major maintenance and overhaul expenses	31.68	20.50
Others	0.35	1.10
<b>Total</b>	<b>211.93</b>	<b>236.89</b>

**21 Employee benefit expenses**

₹ Crore

Particulars	2020-21	2019-20
Salaries and wages	26.39	22.50
Contribution to provident and other funds	0.86	0.69
Staff welfare expenses	1.06	1.06
<b>Total</b>	<b>28.31</b>	<b>24.25</b>

**22 Administration and other expenses**

₹ Crore

Particulars	2020-21	2019-20
Advertisement and publicity	0.28	4.56
MTM/Exchange gain/ loss on derivatives	0.94	1.36
Office maintenance and other expenses	26.62	12.79
Allowance for doubtful debts	-	8.90
Insurance	6.96	3.20
Audit Fees*	0.09	0.10
<b>Total</b>	<b>34.89</b>	<b>30.91</b>

\*Auditors remuneration(excluding GST)

₹ Crore

Particulars	2020-21	2019-20
a) As auditor	0.07	0.07
b) For other services	0.01	0.01
<b>Total</b>	<b>0.08</b>	<b>0.08</b>

**23 Finance costs**

₹ Crore

Particulars	2020-21	2019-20
<b>Finance Cost</b>		
Interest expenses	1,421.07	542.79
<b>Total</b>	<b>1,421.07</b>	<b>542.79</b>

## Notes forming part of the Financial Statements

### 24.1 Disclosures in pursuant to Ind AS 107- Financial Instruments:

#### 24.1.1 Financial Risk Management

The Company's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has constituted a Financial Treasury & Investment Committee, which is responsible for developing and monitoring the Company's risk management policies. The key risks and mitigating actions are also placed before the Audit Committee of the Company. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The activities of Finance, Treasury & Investment Committee of the Company are designed to:

- protect the Company's profit/ loss from material adverse movements and undesired volatility due to interest rate changes, foreign exchange rate changes
- protect returns, while exploring opportunities to optimize returns/interest cost through structuring appropriate derivative instruments and proactive hedging ; and
- protect the company from liquidity risks and accordingly manages its finances

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk in the financial statements.

<b>Risk</b>	<b>Exposure arising from</b>	<b>Measurement</b>	<b>Management</b>
Credit Risk	Cash and cash equivalents, trade receivables, derivative financial instruments, financial assets measured at amortised cost.	Aging analysis Credit rating	Diversification of bank deposits, credit limits and letters of credit/bank guarantees
Liquidity Risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk – foreign exchange	Future commercial transactions Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Cash flow forecasting Sensitivity analysis	Forward foreign exchange contracts Foreign currency options and Currency and Interest rate swaps
Market risk – interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Refinancing options, Currency Interest rate swaps

#### **Credit risk**

The Company is exposed to credit risk, which 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. Credit risk arises from cash and cash equivalents, investments carried at amortised cost or fair value through profit & loss and deposits with banks and financial institutions, as well as credit exposures to trade/non-trade customers including outstanding receivables.

#### **Credit risk management**

Credit risk is managed depending on the policy surrounding credit risk management. For investments into mutual funds only high rated funds and into fixed assets and Deposits only scheduled banks are accepted. The Company analyses and manages the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. For other financial assets, the Company assesses and manages credit risk based on the assumptions, inputs and factors specific to the class of financial assets and allocates internal credit rating which considers the quality of asset based on the risk associated with it.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the group compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information.



## Notes forming part of the Financial Statements

### 24.1.1 Financial Risk Management contd....

#### Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, Company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at Company as per the practice and limits set by the Company.

#### Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period: ₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Floating rate</b>		
Expiring beyond one year (bank loans)		
Fund Based limits	-	681.03
Non Fund Based limits	-	-
<b>Total</b>	<b>-</b>	<b>681.03</b>
<b>Fixed rate</b>		
Expiring beyond one year (Non Convertible Debentures)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Contractual maturities of financial liabilities including estimated interest payments on borrowings

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Less than 12 months	More than 12 months	Less than 12 months	More than 12 months
<b>Non- derivative liabilities:</b>				
Borrowings	3,611.04	24,389.31	893.69	20,661.64
Trade payables	989.61	-	1,002.15	-
Other financial liabilities	178.20	23.40	83.94	63.64
<b>Total</b>	<b>4,778.85</b>	<b>24,412.71</b>	<b>1,979.78</b>	<b>20,725.28</b>

## Notes forming part of the Financial Statements

### 24.1.1 Financial Risk Management contd....

#### Cash flow and fair value interest rate risk

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the company to cash flow interest rate risk. Company policy is to maintain most of its foreign currency borrowings at fixed rate using Cross Currency Interest Rate Swaps to achieve this when necessary. During 31 March 2021 and 31 March 2020, the Company's borrowings at variable rate were mainly denominated in INR and USD

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

The Company manages its cash flow interest rate risk by using floating-to-fixed Currency interest rate swaps. Under these swaps, the Company agrees with other parties to exchange, at specified intervals, the difference between fixed contract rates and floating rate interest amounts calculated by reference to the agreed notional principal amounts. Generally, the Company raises foreign currency borrowings at floating rates and swaps them into fixed rates that are lower than those available if the Company borrowed at fixed rates directly.

#### Interest rate risk exposure

The exposure of the Company's borrowing to interest rate changes at the end of the reporting period

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
Variable rate borrowings	13,225.43	12,518.62
Fixed rate borrowings	2,364.99	2,072.80
<b>Total borrowings</b>	<b>15,590.42</b>	<b>14,591.42</b>

As at the end of the reporting period, the Company had the following variable rate borrowings and interest rate swap contracts outstanding:

₹ Crore

Particulars	As at March 31, 2021			As at March 31, 2020		
	Weighted average interest rate	Balance	% of total loans	Weighted average interest rate	Balance	% of total loans
Bank overdrafts, bank loans						
Fund Based Limits	8.93%	13,225.43	100%	10.60%	12,518.62	100%
<b>Net exposure to cash flow interest rate risk</b>		<b>13,225.43</b>			<b>12,518.62</b>	

#### Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates. Other components of equity change as a result of an increase/decrease in the fair value of the cash flow hedges related to borrowings.

₹ Crore

Particulars	Impact on profit before tax	
	March 31, 2021	March 31, 2020
Interest rates – increase by 25 basis points	33.06	11.22
Interest rates – decrease by 25 basis points	(33.06)	(11.22)

## Notes forming part of the Financial Statements

### 24.1.2 Capital Management

The Company considers the following components of its Balance Sheet to be managed capital:

1. Total equity – retained profit, general reserves and other reserves, share capital and viability gap fund
2. Term Loan borrowings, Non-convertible debentures (subordinated debt instruments), Mezzanine debt for cost overrun equity, Subordinate debt for shortfall in cost overrun rupee facility.

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders. The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. The Company considers the amount of capital in proportion to risk and manages the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets.

The Company's aims to translate profitable growth to superior cash generation through efficient capital management. The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditor, and market confidence and to sustain future development and growth of its business. The Company's focus is on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required, without impacting the risk profile of the Company. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Total Debt</b>	<b>13,225.43</b>	<b>12,518.62</b>
Total equity	73.15	1,839.89
Add Non convertible debentures (Subordinated debt instruments)	996.91	996.82
Add Inter Corporate deposits	2,364.99	253.80
Add Viability Grant Fund	1,204.20	1,204.20
Adjusted capital	<b>4,639.25</b>	<b>4,294.71</b>
Debt-to-adjusted capital	2.85	2.91

## Notes forming part of the Financial Statements

### 24.1.3 Foreign Currency Exposure

The Company operates in a business that exposes it to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD and EUR. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the Company's functional currency (INR). The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the Company is to minimize the volatility of the INR cash flows of highly probable forecast transactions.

As per the risk management policy, the company requires to hedge 30% to 100% of net currency risks based on forecasted cash flows and in the case of balance sheet exposures the company seeks to hedge 80% to 100% of its net balance sheet exposures

The exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:

#### Foreign Currency exposure - on-balance sheet exposure and related hedges ₹ Crore

Particulars	As at March 31,2021			As at March 31,2020		
	USD	Euro	Total	USD	Euro	Total
<b>Financial Liabilities</b>						
Payables - Creditors on account of Capital Expenditure	-	-	-	7.13	-	7.13
<b>Less : Derivatives taken to hedge the above Exposure</b>						
Currency and Interest Rate Swaps	-	-	-	-	-	-
Forward Contracts	-	-	-	-	-	-
Options contracts	-	-	-	-	-	-
<b>Net Exposure</b>	-		-	<b>7.13</b>		<b>7.13</b>

#### Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments, Currency Interest Rate Swaps and from foreign exchange forward contracts.

₹ Crore

Particulars	Impact on other components of equity	
	As at March 31, 2021	As at March 31, 2020
<b>USD sensitivity</b>		
INR/USD -Increase by 5% (31 March 2021-5%)	-	(0.36)
INR/USD -Decrease by 5% (31 March 2021-5%)	-	0.36

Notes forming part of the Financial Statements

24.1.4 Fair value measurements

(a) Financial instruments by category

₹ Crore

Particulars	As at March 31, 2021			As at March 31, 2020		
	FVTPL	FVTOCI	Amortised cost	FVTPL	FVTOCI	Amortised cost
<b>Financial assets</b>						
Investments						
- Mutual funds	-	-	-	-	-	-
Security deposits	-	-	11.23	-	-	7.90
Financial Guarantee Assets	-	-	2.67	-	-	3.11
Others	-	-	0.10	-	-	-
Other Receivables	-	-	30.94	-	-	29.30
Cash and cash equivalents	-	-	656.39	-	-	253.75
Earmarked deposit for DSCR support	-	-	497.41	-	-	497.57
Balances with Banks held as margin money deposits	-	-	0.77	-	-	2.55
<b>Total financial assets</b>	-	-	<b>1,199.51</b>	-	-	<b>794.18</b>
<b>Financial liabilities</b>						
Borrowings	-	-	16,618.41	-	-	15,012.26
other payables	-	-	105.86	-	-	87.13
Security deposits	-	-	64.67	-	-	60.45
Creditors for capital expenditure	-	-	989.61	-	-	1,002.15
<b>Total financial liabilities</b>	-	-	<b>17,778.54</b>	-	-	<b>16,161.99</b>

## Notes forming part of the Financial Statements

### 24.1.4 Fair value measurements Contd...

#### (b) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

₹ Crore

Assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2021	Level 1	Level 2	Level 3	Total
<b>Financial instruments at FVTPL</b>				
Mutual funds	-	-	-	-

₹ Crore

Assets and liabilities for which fair values are disclosed at March 31, 2021	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>				
Derivative asset - Foreign exchange forward contracts	-	-	-	-
Derivative asset - Options contracts	-	-	-	-
Derivative asset - Currency and Interest rate swap	-	-	-	-
<b>Financial liabilities</b>				
Derivative liability - Foreign exchange forward contracts	-	-	-	-
Derivative liability - Currency and Interest rate Swap	-	-	-	-
Derivative liability - Options	-	-	-	-

₹ Crore

Assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2020	Level 1	Level 2	Level 3	Total
<b>Financial instruments at FVTPL</b>				
Mutual funds	-	-	-	-

₹ Crore

Assets and liabilities for which fair values are disclosed At March 31, 2020	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>				
Derivative asset - Foreign exchange forward contracts	-	-	-	-
Derivative asset - Options contracts	-	-	-	-
Derivative asset - Currency and Interest rate swap	-	-	-	-
<b>Financial liabilities</b>				
Derivative liability - Foreign exchange forward contracts	-	-	-	-
Derivative liability - Currency and Interest rate Swap	-	-	-	-
Derivative liability - Options contracts	-	-	-	-

## Notes forming part of the Financial Statements

### 24.1.4 Fair value measurements Contd...

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds that have a quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities which are included in level 3.

#### (c) Valuation technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of forward foreign exchange contracts, Currency Interest Rate Swaps is determined using forward exchange rates at the balance sheet date
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

All of the resulting fair value estimates are included in level 1 and 2 except for unlisted equity securities, where the fair values have been determined based on present values and the discount rates used were adjusted for counterparty or own credit risk.

#### (d) Valuation processes

The finance department of the company obtains assistance of independent and competent third party values to perform the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. These experts report to the financial risk management team, chief financial officer (CFO) and the audit committee (AC). Discussions of valuation processes and results are held between the CFO, AC and the valuation team at least once every three months, in line with the company's quarterly reporting periods.

The main level 3 inputs used by the company are derived and evaluated as follows:

- Discount rates are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Risk adjustments specific to the counterparties (including assumptions about credit default rates) are derived from credit risk grading determined by the company's internal credit risk management company.
- For unlisted equity securities, their fair values are estimated based on the book values of the companies.

Notes forming part of the Financial Statements

24.1.4 Fair value measurements Contd...

(e) Fair value of financial assets and liabilities measured at amortised cost

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>				
Security deposits	11.23	11.23	7.90	7.90
Others	0.10	0.10	-	-
Financial Guarantee Assets	2.67	2.67	3.11	3.11
Other Receivables	30.94	30.94	29.30	29.30
Cash and Cash Equivalents	656.39	656.39	253.75	253.75
Earmarked deposit for DSCR support	497.41	497.41	497.57	497.57
Balances with Banks held as margin money deposits	0.77	0.77	2.55	2.55
<b>Financial liabilities</b>				
Term Loan Borrowings	16,618.41	16,618.41	15,012.26	15,012.26
Security deposits	64.67	64.67	60.45	60.45
Creditors for capital expenditure and other paybles	1,095.46	1,095.46	1,089.28	1,089.28

The carrying amounts of trade receivables, trade payables, advances receivable in cash, short term security deposits, bank deposits with more than 12 months maturity, capital creditors and cash and cash equivalents are considered to be the same as their fair values. The fair values for security deposits and investment in preference shares were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk. The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

(f) Assets pledged as security

The carrying amounts of assets pledged as security for current and non-current borrowings are:

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Non-current</b>		
<i>First charge</i>		
Freehold land	0.16	0.16
Receivables	30.94	29.30
<b>Total assets pledged as security</b>	<b>31.10</b>	<b>29.46</b>



## Notes forming part of the Financial Statements

### 24.2 Disclosure pursuant to Ind AS 108 - Segment information

#### (a) Information about reportable segment

The Company operates in two Business Segments namely Fare collection Rights (Metro Rail System) and others. Business segments have been identified as reportable segments based on how the Chief Operating Decision Maker (CODM) examines the Company's performance on service perspective. Segment accounting policies are in line with the accounting policies of the Company.

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Revenue</b>		
Metro Rail System	242.06	1,142.41
Others	143.97	228.16
<b>Total</b>	<b>386.03</b>	<b>1,370.57</b>
<b>Expenditure</b>		
Metro Rail System	651.77	1,104.07
Others	79.94	105.91
<b>Total</b>	<b>731.71</b>	<b>1,209.98</b>
<b>Operating Profit (PBIT)</b>		
Metro Rail System	(409.71)	38.34
Others	64.03	122.25
<b>Interest expense</b>		
Metro Rail System	1,361.09	486.60
Others	59.97	56.20
<b>PAT</b>		
Metro Rail System	(1,770.81)	(448.25)
Others	4.06	66.05

#### (b) Segment Assets

Segment assets are measured in the same way as in the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset.

₹ Crore

Particulars	As at March 31, 2021		As at March 31, 2020	
	Segment Assets	Additions to non-current assets	Segment Assets	Additions to non-current assets
Metro Rail System	15,748.61	(124.00)	15,872.60	1,413.89
Others	1,541.76	102.69	1,439.08	(28.07)
<b>Total segment assets</b>	<b>17,290.37</b>	<b>(21.31)</b>	<b>17,311.68</b>	<b>1,385.82</b>
<i>Unallocated:</i>				
Deferred tax assets	-	-	-	-
Investments	-	-	-	-
Cash and cash equivalents	158.98	(94.77)	253.75	222.38
Other bank balances	497.41		497.57	
<b>Total assets as per the balance sheet</b>	<b>17,946.76</b>	<b>(116.08)</b>	<b>18,063.00</b>	<b>1,608.20</b>

**Notes forming part of the Financial Statements**

**24.2 Disclosure pursuant to Ind AS 108 - Segment information Contd...**

**(c) Segment liabilities**

Segment liabilities are measured in the same way as in the financial statements. These liabilities are allocated based on the operations of the segment.

**₹ Crore**

<b>Particulars</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Metro Rail System	17,127.28	15,524.40
Others	743.51	695.89
<b>Total segment liabilities</b>	<b>17,870.79</b>	<b>16,220.29</b>
<i>Unallocated:</i>		
Deferred tax liabilities	-	-
Current tax liabilities	-	-
<b>Total liabilities as per the balance sheet</b>	<b>17,870.79</b>	<b>16,220.29</b>

(d) Revenue contributed by any single customer in any of the operating segments, whether reportable or otherwise, doesnot exceed ten percent of Company's total revenue

(e) Basis of identifying operating segments, reportable segments, segment profit and definition of each reportable segment:

(i) Basis of identifying operating segments:

Operating segments are identified as those components of the Company (a) that engage in business activities to earn revenues and incur expenses ( including transactions with any of the Company's other components) (b) whose operating results are regularly reviewed by CODM to make decisions about the resource allocation and performance assessment. (c ) For which discrete financial information is available

(ii) Reportable segments :

An operating segment is classified as reportable segment if reported revenue or absolute amount of result or assets exceed 10% or more of the combined total of all the operating segements

(iii) Segment profit :

Performance of a segment is measured based on segment profit ( before interest and tax) , as included in the internal management reports that are reviewed by the Company CODM

## 24.3 Disclosure Under Appendix D to Ind AS 115

Description of the arrangement	Significant terms of the arrangement	
Construction, operation and maintenance of the Metro Rail System on Design, Build, Finance, operate and Transfer basis	Period of the Concession	Initial period of 35 years and extendable by another 25 years at the option of the concessionaire subject to fulfilment of certain conditions under concession agreement. Considered further extension of initial concession period by 7 years in terms of Article 29 of Concession Agreement.
	Remuneration	Fare collection Rights from the users of the Metro Rail System, license to use land provided by the government for constructing depots and for transit oriented development and earn lease rental income on such development and grant of viability gap fund.
	Conditions of Pricing	
	Investment Grant from grantor	Viability Gap Fund of Rs. 1458 Crores
	Infrastructure return at the end of the concession period	Being DBFOT project, the project assets have to be transferred at the end of concession period
	Renewal and termination Options	The concession period will be extended for a further period of 25 years at the option of the concessionaire upon satisfaction of Key Performance Indicators by the concessionaire under the concession agreement. This option is to be exercised by the concessionaire during the 33rd year of the initial concession period. Termination of the Concession Agreement can either be due to a) Force Majeure b) Non Political event c) Indirect political event d) Political event. On occurrence of any of the above events, the obligations, dispute resolution, termination payments etc are as detailed in the Concession Agreement.
	Rights & Obligations	Major obligations of the concessionaire are a) obligations relating to project agreements b) obligation relating to change in ownership c) obligation relating to issuance of Golden Share to the Government d) Obligation relating to maintaining aesthetic quality of the Rail System e) Obligation to operate and maintain the rolling stock and equipment necessary and sufficient for handling Users equivalent to 110% of the Average PHPDT etc. Major obligations of the Government are a) providing required constructible right of way for construction of rail system and land required for construction of depots and transit oriented development. b) providing reasonable support and assistance in procuring applicable permits required for construction c) providing reasonable assistance in obtaining access to all necessary infrastructure facilities and utilities d) obligations relating to competing facilities e) obligations relating to supply of electricity etc
	Changes in the arrangement occurring during the period	Any changes in the arrangement like change in the Shareholding etc needs approval from the Government.
	Classification of Service Arrangement	The service arrangement has been classified as a Service Concession Arrangement for a PPP project as per Appendix C to Ind AS 115- Revenue from contracts with customers. Accordingly construction revenues and expenses are accounted during construction phase and intangible asset is recognised towards rights to charge the users of the system.

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
Construction revenue	158.08	772.37
Profit	-	-

## Notes forming part of the Financial Statements

### 24.4 Disclosure Under Ind AS 12-Income Taxes

(i) component of deferred tax (asset)/liability recognised in the Balance Sheet and Statement of Profit and Loss account –

₹ Crore

Sr No	Particulars	Balance Sheet		Profit & Loss	
		31.3.2021	31.3.2020	FY 20-21	FY 19-20
1	Difference in book depreciation and income tax depreciation (tax amount)	1,627.46		761.21	588.71
2	Carried forward tax loses (tax amount)	(421.90)	(57.10)	(364.80)	(29.35)
3	Unabsorbed depreciation (tax amount)	(1,205.56)	(809.15)	(396.41)	(559.36)
	Net deferred tax (assets)/liabilities	-	-	-	-

(ii) Unused tax losses for which no deferred tax asset (DTA) is recognised in Balance Sheet –

₹ Crore

Sr No	Particulars	31.3.2021		31.3.2020	
		Rs.	Expiry Year	Rs.	Expiry Year
1	Tax losses (Business loss and unabsorbed depreciation)	-	-	-	-
2	Amount of losses having expiry (Base amount)	-	-	-	-
3	Amount of losses having no expiry (base amount)	2,198.27	-	451.87	-

a. Deferred tax asset on unabsorbed losses/depreciation has been recognised to the extent the same can be set off against deferred tax liability arising on timing difference between book depreciation and tax depreciation.

b. Other deferred tax assets have not been recognised considering the concept of reasonable certainty of future taxable income.

**Notes forming part of the Financial Statements****24.5 Disclosure pursuant to Ind AS 116-"Leases"****a) Assets taken on operating Lease**

The Company has not entered into any finance lease. The Company has taken vehicles under cancellable operating leases for short term. These lease agreements are normally renewed for a period of one year upon expiry. There are no exceptional/restrictive covenants in the lease agreements. The lease expenses in respect of these operating leases have been included in Office maintenance and other expenses. Current Year: ₹ 0.41 Cr. (Previous Year ₹ 1.26 Cr.) .

**b) Assets given under operating Lease**

The company has entered into Agreements with some of the interested parties for giving the space on lease related to Transit Oriented Development and Station Retail.

The company has given its properties under non - cancellable operating lease, the future minimum lease payments receivable in respect of which are as follows:

		₹ Crore
Sl no	Particulars	As at 31.03.2021
1	Receivable not later than 1 year	46.44
2	Receivable not later than 1 year and not later than 2 years	28.60
3	Receivable not later than 2 years and not later than 3 years	16.22
4	Receivable not later than 3 years and not later than 4 years	7.13
5	Receivable not later than 4 years and not later than 5 years	0.21
6	Receivable later than 5 years	0.64
	Total (1+2+3+4+5+6)	99.24

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

An amount of ₹ 0.94 Cr. (previous year :₹ 1.10 Cr.) being contribution made to recognised provident fund is recognised as expense.

**(ii) Defined benefit plans:**

- a) The Company operates gratuity plan through a trust wherein 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. The fund is managed by LIC
- b) The plan exposes the company to actuarial risks such as: investment risk, interest rate risk, salary risk and longevity risk

Investment Risk	The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds
Interest Rate Risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.
Longevity Risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants. An increase in the life expectancy of the plan participants will increase the plan's liability
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

**Notes forming part of the Financial Statements**

**24.6 Disclosure pursuant to Ind AS 19 -Employee benefits Contd....**

c) Amounts recognised in Balance Sheet are as follows:

Particulars	Gratuity plan		Compensated absences	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
A) Present value of defined benefit obligation				
- Wholly funded	3.34	3.74		
- Wholly unfunded	-	-	2.73	3.87
	3.34	3.74	2.73	3.87
Less : Fair value of plan assets	2.77	3.20		
Amount to be recognised as liability or (asset)	0.57	0.54	2.73	3.87
B) Amounts reflected in the Balance Sheet				
Liabilities	0.57	0.54	2.73	3.87
Assets				
Net Liability / (asset)	<b>0.57</b>	<b>0.54</b>	<b>2.73</b>	<b>3.87</b>

d) Amounts recognised in the Financials are as follows:

Particulars	Gratuity plan		Compensated absences	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
1. Current service cost	0.52	0.32	0.47	0.56
2. Interest on Defined benefit obligation	0.23	0.26	0.22	0.27
3. Interest income on plan assets	(0.20)	(0.20)		
4. Actuarial losses/(gains)				
Remeasurement - Due to financial assumptions	(0.04)	0.27	(0.02)	0.15
Remeasurement - Due to demographic assumptions				
Remeasurement - Due to experience adjustments	(0.21)	(0.41)	(0.52)	(0.30)
Total (1 to 4)	0.30	0.24	0.15	0.68
I Amount included in financials	0.30	0.24	0.15	0.68
II Amount included as part of "finance costs"	-	-	-	-
<b>Total (I + II)</b>	<b>0.30</b>	<b>0.24</b>	<b>0.15</b>	<b>0.68</b>
Actual return on plan assets	-	-	-	-

**Notes forming part of the Financial Statements**

**24.6 Disclosure pursuant to Ind AS 19 -Employee benefits Contd....**

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

₹ Crore

Particulars	Gratuity plan		Compensated absences	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Opening balance of the present value of defined benefit obligation	3.75	3.52	3.87	3.85
Add: Current service cost	0.39	0.46	0.47	0.56
Add: Interest cost	0.23	0.26	0.22	0.27
Add: Contribution by plan participants				
i) Employer	-	-	-	-
ii) Employee	-	-	-	-
Add : Remeasurements due to experienced adjustments	(0.21)	(0.41)	(0.52)	(0.30)
Less: Benefits paid	0.78	0.35	1.29	0.66
Add: 'Remeasurements due to financial assumptions	(0.04)	0.27	(0.02)	0.15
Add: Past service cost				-
Closing balance of the present value of defined benefit obligation	3.34	3.75	2.73	3.87

f) Changes in the fair value of plan assets representing reconciliation of opening and closing balances thereof are as follows:

₹ Crore

Particulars	Gratuity plan	
	As at March 31, 2021	As at March 31, 2020
Opening balance of fair value of plan assets	3.21	2.99
Add: Expected return on plan assets	0.20	0.20
Add: Remeasurements- return on assets	(0.12)	0.14
Add: Contribution by employer	0.31	0.23
Add: Contribution by plan participants	-	-
Less: Adjustment to opening balance & others	0.04	-
Less: Benefits paid	0.78	0.35
Closing balance of fair value of plan assets	2.78	3.21

g) Principal actuarial assumptions at the Balance Sheet date:

Particulars	As at March 31, 2021	As at March 31, 2020
1) Discount rate	6.86%	6.72%
2) Salary growth rate	10.00%	10.00%
3) Expected rate of return	6.86%	6.72%
4) Mortality	IALM 2012-14 Ultimate	IALM 2012-14 Ultimate
5) Attrition rate	5.00%	5.00%

## Notes forming part of the Financial Statements

### 24.6 Disclosure pursuant to Ind AS 19 -Employee benefits Contd....

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

₹ Crore

Particulars	Impact on defined benefit obligation					
	Change in assumptions		Increase in assumptions		Decrease in assumptions	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020	31 March 2021	31 March 2020
1) Discount rate	1.00%	1.00%	3.08	3.45	3.63	4.08
2) Salary growth rate	1.00%	1.00%	3.56	4.00	3.11	3.49
3) Attrition rate	1.00%	1.00%	3.30	3.70	3.38	3.79

i) Major component of plan assets as a percentage of total plan assets :

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

j) Weighted average duration of the defined benefit obligation at the end of the reporting period :

Particulars	As at March 31, 2021	As at March 31, 2020
1. Gratuity	12.79	12.9
2. Compensated absences	6.56	6.58

### 24.7 Disclosure pursuant to Ind AS 23 -Borrowing Costs

Additions during the year to capital work-in-progress/intangible assets under development include ₹ 13.11 Cr. (previous year: ₹ 7,66 Cr.) being borrowing cost capitalised in accordance with Ind AS 23 “Borrowing Costs” Asset wise break-up of borrowing costs capitalised is as follows:

₹ Crore

Asset Class	As at March 31, 2021	As at March 31, 2020
Tangible - Capital work in progress	13.11	5.39
Intangible - Intangible Assets under development	-	760.76
<b>TOTAL</b>	<b>13.11</b>	<b>766.15</b>



**L&T Metro Rail (Hyderabad) Limited**  
**Notes forming part of the Financial Statements**

**24.8 Disclosure pursuant to Ind AS 24 -Related party disclosures**

I) List of related parties where control exists

- |                         |                                    |
|-------------------------|------------------------------------|
| (a) Holding Company     | 1) Larsen & Toubro Limited         |
| (b) Fellow Subsidiaries | 1) L&T Infotech Limited            |
|                         | 2) L&T Realty Developers Limited   |
|                         | 3) L&T Technology Services Limited |

II) Names of the Key Management Personnel with whom the transactions were carried out during the year

- |                                |  |
|--------------------------------|--|
| (a) Key Management Personnel : | 1) Mr. K V B Reddy, Managing Director and CEO                  |
|                                | 2) Mr.J. Ravi Kumar, Chief Financial Officer                   |
|                                | 3) Mr. Chandrachud D Paliwal, Head - Legal & Company Secretary |

III) Disclosure of related party transactions:

**₹ Crore**

Name/Relationship/ Nature of transaction	2020-21	2019-20
<b>1. Holding Company</b>		
<b>Larsen &amp; Toubro Limited</b>		
(a) Pay roll & TEMS Processing fees	0.08	0.05
(b) Cost of Services by	0.72	0.82
(c) Cost of services to	1.15	3.69
(d) Subscription to Equity Shares	-	11.82
(e) Inter Corporate Deposit received	1,292.19	146.95
(f) Subordinate debt received for shortfall in cost overrun	-	272.99
(g) Repayment of Subordinate debt	272.99	
(h) Mezzanine debt for cost overrun equity	-	819.00
(i) Interest on Inter corporate deposits	105.63	33.38
(j) Corporate Financial Guarantee Charges	0.53	0.57
(k) Mobilisation advance paid	-	14.14
(l) Intangible Assets /Construction work in progress	141.41	373.31
(m) Overheads charged by	5.72	5.00
(n) Overheads charged to	-	0.06
<b>2. Fellow Subsidiaries</b>		
<b>(i) L&amp;T Infotech Limited</b>		
(a) Purchase of services and products	2.95	2.20
<b>(ii) L&amp;T Technology Services Ltd</b>		
Cost of services provided by	-	0.17

IV) Key Management Personnel Compensation

**₹ Crore**

Particulars	2020-21	2019-20
Short Term Employee Benefits	4.38	4.73
Post-Employee Benefits	0.11	0.11
<b>Total</b>	<b>4.49</b>	<b>4.84</b>

**Notes forming part of the Financial Statements**

**24.8 Disclosure pursuant to Ind AS 24 -Related party disclosures Contd....**

**V) Due to / from related parties**

**₹ Crore**

Name/Relationship	As at March 31, 2021		As at March 31, 2020	
	Due to	Due from	Due to	Due from
Larsen and Toubro Limited (Holding company)	647.82		672.65	-
Larsen and Toubro Limited (Holding company-Mobilisation advance)		-	-	14.14
Larsen & Toubro Ltd (LTHCIC)	0.01			0.19
Inter Corporate Deposit	2,364.99		1,072.80	-
Subordinate debt for shortfall in cost overrun rupee facility	-		272.99	-
Interest on Intercompany Deposit	85.50		27.04	-
<b>(iii) Fellow subsidiaries</b>				
(a) L&T Infotech Limited	0.45		0.74	-
(b) L&T Realty Developers Limited			1.89	-
(c) Larsen and Toubro Limited Construction-Faridabad		0.03	-	0.37
(d) L&T Technology Services Ltd	-		0.20	-
<b>(iv) Joint Ventures:</b>				
(a) L&T Transportation Infrastructure Ltd		0.01		

**VI) Commitment with Related Parties**

**₹ Crore**

Capital commitment in respect of additions to Assets (Tangible & Intangible assets)	As at March 31, 2021	As at March 31, 2020
Larsen & Toubro Limited	146.62	173.25
Larsen & Toubro Infotech Limited	1.01	1.97

Note:

1. All the related party contracts/ arrangements have been entered on arms' length basis.
2. No amount pertaining to the related parties have been written off / written back during the year
3. The holding company Larsen & Toubro Limited has furnished promoter support undertaking to fund any coupon shortfall for every coupon period during the tenure of Non-Convertible debentures

**L&T Metro Rail (Hyderabad) Limited****Notes forming part of the Financial Statements****24.9 Disclosure pursuant to Ind AS 33 -Earnings per share**

Particulars	₹ Crore / Nos	2020-21	2019-20
Profit after Tax	₹ Crore	(1,766.74)	(382.21)
Number of equity shares outstanding	Nos	2,43,90,00,000	2,43,90,00,000
Weighted average number of equity shares	Nos	2,43,90,00,000	2,43,67,32,377
Earnings Per Share			
Basic & Diluted	₹ Crore	(7.24)	(1.57)
Nominal value per equity share	₹ Crore	10.00	10.00

**24.10 Disclosure pursuant to Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets"****Movement in Provisions: Major Maintenance and overhaul expenses.**

Particulars	₹ Crore
Balance as at 01.04.2020	28.54
Additional provision during the year (including unwinding of interest)	38.32
Provision used during the year	-
Provision reversed during the year	-
Balance as at 31.03.2021	66.86

**24.11 Expenditure in Foreign Currency**

₹ Crore

Particulars	As at March 31, 2021	As at March 31, 2020
On overseas contracts	105.20	347.25
Professional/Consultancy Fees	2.02	-
Travelling expenses	-	0.01
<b>Total</b>	<b>107.22</b>	<b>347.26</b>

**24.12 Impact of Covid on Financials :**

The Company has taken into account the possible impact of Covid 19 while preparation of the financial statements including assessment of liquidity and going concern assumption, recoverable values of the financial and non-financial assets and impact on revenue recognition in the light of certain changes in real estate market conditions, work from home practices being followed by corporates etc. The Company has carried out this assessment based on longer period of the concession, entitlement for force majeure compensation and other available internal and external sources of information upto the date of approval of these financial statements and believes that the impact of COVID-19 is not material to these financial statements and expects to recover the carrying amount of its assets.

**24.13** Pursuant to the Employees Stock Options Scheme established by the holding Company (i.e. Larsen & Toubro Limited), stock options were granted to the deputed employees of the Company. Total cost incurred by the holding Company, in respect of the same is ₹ 4,91 Cr. The same is being recovered from the company over the period of vesting by the holding Company. Accordingly, cost of ₹ 4.58 Cr. (P.Y. ₹ 4.01 Cr.) has been recovered by the holding Company upto current year, out of which, ₹ 0.57 Cr/- (P.Y. ₹ 0.88 Cr.) was recovered during the year. Balance of ₹ 0.30 Cr. will be recovered in future periods

**24.14** The corresponding previous year's figures have been regrouped wherever necessary to confirm to the presentation of the current year's accounts

**24.15** Figures have been rounded off to the nearest rupee.