

Manubhai & Shah LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Members of

Sadbhav Bhavnagar Highway Limited (Formerly known as Sadbhav Bhavnagar Highway Private Limited)

Report on audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Sadbhav Bhavnagar Highway Limited (Formerly known as Sadbhav Bhavnagar Highway Private Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein after referred to as 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

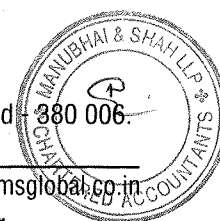
We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 audit opinion on the financial statements.

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Information Other than the 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 and Shareholder's Information but does not include the financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

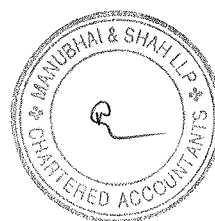
Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibility for the Audit of the Financial Statements

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

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

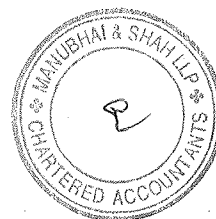
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicated 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.



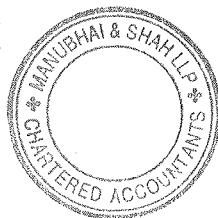
Report on Other Legal and Regulatory Requirements

1. 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, the Statement of Cash Flow and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure – A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, we report that the company has not paid managerial remuneration during the year to directors.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company did not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were 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.



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- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend in the year under audit and hence reporting requirement for compliance with Section 123 of the Act is not applicable
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of sub section (11) of Section 143 the Act, we give in "Annexure B " a statement on matters specified in paragraphs 3 and 4 of the order, to the extent applicable



Place: Ahmedabad
Date: May 26, 2022

For Manubhai & Shah LLP
Chartered Accountants
Firm's Registration No.106041W/W100136

(H. M. Pomal)
Partner
Membership No. 106137
UDIN: 22106137AJTVTF6794

ANNEXURE - A
TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report the members of Sadbhav Bhavnagar Highway Limited (Formerly known as Sadbhav Bhavnagar Highway Private Limited) of even date)

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

In conjunction with our audit of the financial statements Sadbhav Bhavnagar Highway Limited (Formerly known as Sadbhav Bhavnagar Highway Private Limited) (The Company) as of and for the year ended March 31, 2022, we have also audited the internal financial controls over financial reporting of the Company.

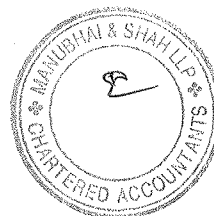
Management's Responsibility for Internal Financial Controls

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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



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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 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 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 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, to the best of our information and according to the explanation give to us, 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, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.



For Manubhai & Shah LLP
Chartered Accountants
Firm's Registration No.106041W/W100136

Handwritten signature of H.M. Pomal in black ink.

(H.M.Pomal)
Partner
Membership No. 106137
UDIN: 22106137AJTVUD6323

Place: Ahmedabad
Date: May 26, 2022

ANNEXURE - B

TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements" section of our report the members of Sadbhav Bhavnagar Highway Limited of even date)

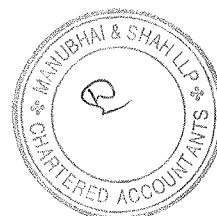
Report on the Companies (Auditor' Report) Order, 2020, (the Order) issued in terms of section 143 (11) of the Companies Act, 2013('the Act') of Sadbhav Bhavnagar Highway Limited (Formerly known as Sadbhav Bhavnagar Highway Private Limited) ('the Company')

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) The Company does not hold any property, plant and equipment, intangible assets, hence reporting under clause 3(i) of the Order is not applicable.
- (ii) (a) The company does not have any inventory during and at the year end and hence the reporting requirements of paragraph 3(ii)(a) of the Order are not applicable.
(b) During any point of time of the year, the company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets. Hence the reporting requirements of paragraph 3(ii)(b) of the Order are not applicable.
- (iii) The company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties. The reporting requirements of paragraph 3 (iii)(a), (c), (d), (e) and (f) of the Order are not applicable.
- (iv) The Company has not given loans, made investments or provided guarantees or security, attracting the provisions of sections 185 and 186 of the Act. Hence the reporting requirements of paragraph 3(iv) of the Order are not applicable.
- (v) The Company has not accepted any deposits or deemed deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of deposits) rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the order are not applicable and hence not commented upon.
- (vi) We have broadly reviewed books of accounts maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act and are of the opinion that prima facie prescribed accounts and records have been maintained by the company in respect of construction activity.
- (vii) (a) In our opinion, the Company is regular in depositing the undisputed statutory dues, including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, cess and other material statutory dues, as applicable, with appropriate authorities except that tax deducted at source was not regularly deposited during the year.

According to the information and explanations given to us, no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable except interest on TDS amounting to INR 0.91 Million.

(b) There are no statutory dues referred in sub-clause (a) above which have not been deposited on account of dispute as on March 31, 2022.



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(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(i) (a) The company has defaulted in repayment of loans and in the payment of interest thereon to the lenders, the details of which are given hereunder:

Nature of Borrowing	Name of Lender	Amount not paid on due date	Amount not paid on due date (Amount in Million)	Whether principal or interest	Period of Delay*	Remarks
Long Term Loan	Bank of Baroda (Erstwhile known as Dena Bank)	2,43,01,051.01	24.30	Interest	1-30	
		1,86,48,693.04	18.65	Interest	31-60	
		3,97,05,593.60	39.71	Interest	61-90	
Long Term Loan	ICICI Bank Limited	55,60,467.30	5.56	Interest	1-30	
		22,957.41	0.02	Interest	31-60	
Long Term Loan	Punjab National Bank (Erstwhile known as Oriental Bank of Commerce)	3,24,22,826.81	32.42	Interest	1-30	
		2,34,70,403.24	23.47	Interest	31-60	
		1,00,90,123.62	10.09	Interest	61-90	
Long Term Loan	Punjab National Bank	4,17,11,595.04	41.71	Interest	1-30	
		2,11,99,082.85	21.20	Interest	31-60	
		1,10,65,134.48	11.07	Interest	61-90	

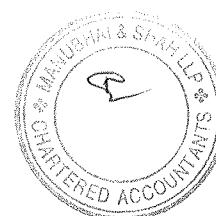
* Considering the no. of instances of delay, the particulars of delay are given in terms of period.

(b) The company has not been declared willful defaulter by any bank or financial institution or other lender.

(c) The term loan obtained by the Company has been applied for the purpose for which the loans were obtained.

(d) On an overall examination of financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long term purposes by the company.

(e) The company does not have subsidiaries, associates or joint ventures. Hence the reporting requirements of paragraph 3(ix)(e) of the Order are not applicable.



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- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence the reporting requirements of paragraph 3(ix)(f) of the Order are not applicable.
- (ii) (a) The Company has not raised any money by way of initial public offer or further public offer during the year. Hence the reporting requirements of paragraph 3(x)(a) of the order are not applicable.
(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence the reporting requirements of paragraph 3(x)(b) of the order are not applicable.
- (iii) (a) No fraud on or by the Company has been noticed or reported during the year nor have we been informed of any such case by the Management.
(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
(c) As represented by the management, there are no whistle blower complaints received by the company during the year.
- (iv) In our opinion the Company is not a Nidhi Company. Therefore the reporting requirement of Clause 3(xii) of the Order is not applicable to the Company.
- (v) According to the information and explanation given to us and on the basis of our examination of the records of the Company, all the transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable and also the details which have been disclosed in the financial statements are in accordance with the applicable Indian Accounting Standards.
- (vi) (a) In our opinion the internal audit system of the Company is not commensurate with the size and nature of its business.
(b) We have not considered the reports of the internal auditors for the year under audit.
- (vii) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly reporting requirement of paragraph 3(xv) of the Order are not applicable to the Company.
- (viii) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence reporting requirement of paragraph 3(xvi) (a), (b) and (c) of the Order are not applicable to the Company.
- (ix) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- (x) There has been no resignation of the statutory auditors of the company during the year.
- (xi) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exist as on the date of audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. However, we state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities



Sadbhav Bhavnagar Highway Limited
(Formerly known as Sadbhav Bhavnagar Highway Private Limited)
Balance Sheet as at March 31, 2022

Particulars	Note No.	As at March 31, 2022 INR in Million	As at March 31, 2021 INR in Million
ASSETS			
1. Non-current Assets			
(a) Financial Assets			
(i) Receivable from NHAI under Concession Arrangements	9	3,778.20	3,375.87
(ii) Other Assets	5	0.03	0.03
Total Non Current Assets (A)		3,778.23	3,375.90
2. Current Assets			
(a) Financial Assets			
(i) Cash and Cash Equivalents	8	143.30	366.53
(ii) Bank Balances other than (i) above	8A	0.10	-
(iii) Receivable from NHAI under Concession Arrangements	9	329.63	324.62
(iv) Other Assets	5	150.92	153.57
(b) Current Tax Assets	6	23.27	12.32
(c) Other Current Assets	7	385.78	615.25
Total Current Assets (B)		1,033.00	1,472.29
Total Assets (C) = (A) + (B)		4,811.23	4,848.19
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	10	196.60	40.00
(b) Other Equity	11	889.95	628.13
Total Equity (A)		1,086.55	668.13
LIABILITIES			
1. Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	3,309.02	3,074.56
(b) Deferred Tax Liability (Net)	13	4.39	-
Total Non-current Liabilities (B)		3,313.41	3,074.56
2. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	165.87	260.72
(ii) Trade Payables	15		
-total outstanding due of Micro & Small Enterprises			
-total outstanding due of creditors other than Micro & Small Enterprises		233.50	710.56
(iii) Other Financial Liabilities	16	0.83	128.13
(b) Other Current Liabilities	17	11.07	6.10
Total Current Liabilities (C)		411.27	1,105.50
Total Equity and Liabilities (D) = (A) + (B) + (C)		4,811.23	4,848.19
Significant accounting policies	3		

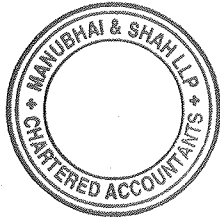
Accompanying notes are an integral part of the financial statements

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As per our report of even date attached
For Manubhai & Shah LLP
Chartered Accountants
ICAI Firm Registration No. 106041W/W100136





(H.M Pomal)
Partner
Membership No.106137



For & On behalf of the Board of Directors of
Sadbhav Bhavnagar Highway Limited


(Shashin V. Patel)
Director
DIN: 00048328


(Vasistha C. Patel)
Director
DIN: 00048324


Jayesh Bhavsar
Company Secretary
M.No. A47954



Place: Ahmedabad
Date: May 26, 2022

Place: Ahmedabad
Date: May 26, 2022

Sadbhav Bhavnagar Highway Limited
(Formerly known as Sadbhav Bhavnagar Highway Private Limited)
Statement of Profit and Loss for the year ended March 31, 2022

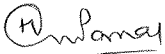
(INR in Millions)

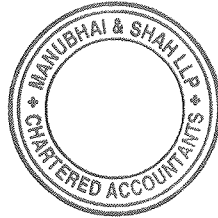
Particulars	Note No.	Year ended March 31, 2022	Year ended March 31, 2021
INCOME			
I Revenue From Operations	18	1,112.27	1,046.55
II Other Income	19	380.91	448.87
III Total Income (I+II)		1,493.18	1,495.42
EXPENSES			
Construction & Operation Expense	20	1,097.00	1,032.09
Employee Benefits Expense	21	0.06	-
Finance Cost	22	372.60	394.14
Other Expenses	23	15.57	22.32
IV Total Expenses		1,485.23	1,448.55
V Profit before tax (III-IV)		7.95	46.86
VI Tax expenses	30		
Current tax		-	7.31
Deferred tax		4.39	-
Short / (Excess) Provision of earlier years		(7.31)	0.12
Total Tax Expenses		(2.92)	7.43
VII Profit for the year (V-VI)		10.87	39.43
VIII Other Comprehensive Income for the year		-	-
Total Comprehensive Income for the year (VII+VIII)		10.87	39.43
Earning/(Loss) Per Share (Nominal Value of share INR 10/-)			
Basic & Diluted	24	0.60	9.86
Significant accounting policies			
	3		

Accompanying notes are an integral part of the financial statements

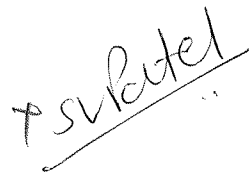
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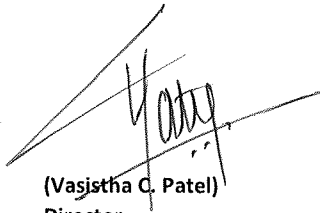
As per our report of even date attached
For Manubhai & Shah LLP
Chartered Accountants
ICAI Firm Registration No. 106041W/W100136

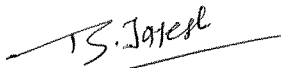

(H.M. Pomal)
Partner
Membership No.106137



For & On behalf of the Board of Directors of
Sadbhav Bhavnagar Highway Limited

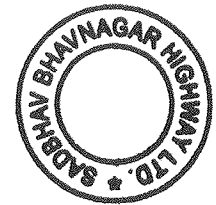

(Shashin V. Patel)
Director
DIN: 00048328


(Vasjstha C. Patel)
Director
DIN: 00048324


Jayesh Bhavsar
Company Secretary
M.No. A47954

Place: Ahmedabad
Date: May 26, 2022

Place: Ahmedabad
Date: May 26, 2022



Sadbhav Bhavnagar Highway Limited
(Formerly known as Sadbhav Bhavnagar Highway Private Limited)
Statement of Cash Flow for the year ended March 31, 2022

Particulars	March 31, 2022 INR in Million	March 31, 2021 INR in Million
(A) Cash flows from operating activities		
Net Profit before Tax	7.95	46.86
Adjustments to reconcile profit before tax to net cash flows:		
Interest and other borrowing cost	367.42	391.83
Amortisation of Processing Fees	2.14	2.31
Notional Finance Income on Annuity Receivable	(374.21)	(440.34)
Interest Income	(2.38)	-
Share Issue Expenses	(1.65)	-
Gain on sale of units in mutual funds	-	(0.02)
Operating profit before working capital changes	(0.73)	0.64
Working Capital Changes:		
(Increase)/Decrease in Receivable from NHA under Service Concession Arrangements	(33.12)	906.78
Increase/(Decrease) in other current financial assets	(1.69)	(55.67)
Increase/(Decrease) in other current assets	272.02	456.99
Increase/(Decrease) in other current financial liabilities	(85.46)	(1.82)
Increase/(Decrease) in other current liabilities	4.97	(541.82)
Increase/(Decrease) in trade payables	(477.06)	(192.63)
Cash Flows generated / (used in) operating activities	(321.07)	572.47
Direct taxes paid (net of income tax refund)	(3.64)	25.28
Net cash flows generated / (used in) operating activities	(324.71)	597.75
	(A)	
(B) Cash flows from investing activities		
Interest Income received	6.72	-
Purchase of units in mutual funds	-	(487.00)
Sale of units in mutual funds	-	487.02
Investment in Bank deposits	(440.10)	-
Proceeds from fixed deposits	440.00	-
Net cash flows generated from investing activities	6.62	0.02
	(B)	
(C) Cash flows from financing activities		
Proceeds from long term borrowings	544.10	181.96
Repayment of long term borrowings	(361.32)	(98.20)
Repayment of short term borrowings - SEL	(45.31)	(28.39)
Equity share capital received	156.60	-
Sub Ordinate debt received	252.60	-
Interest and other borrowing cost paid	(451.81)	(377.72)
Net cash flows generated / (used in) from financing activities	94.86	(322.35)
	(C)	
Net increase/(decrease) in cash and cash equivalents	(223.23)	275.42
	(A + B + C)	
Cash and cash equivalents at beginning of the year	366.53	91.11
Cash and cash equivalents at end of the year	143.30	366.53

Notes:

(i) **Components of cash and cash equivalents (refer note 8)**

	March 31, 2022 INR in Million	March 31, 2021 INR in Million
Balances with banks in current accounts	143.29	366.51
Cash on hand	0.01	0.02
Cash and cash equivalents	143.30	366.53

