



# 23rd Annual Report

## Financial Year 2021-22

### **Haryana State Roads & Bridges Development Corporation Limited**

Bays No. 13-14, Sector-2, Panchkula-134112 (Haryana)

CIN: U45203HR1999SGC034240



Haryana State Roads & Bridges  
Development Corporation Ltd.  
(A State Govt. Undertaking)  
Bays No. 13-14, Sector-2, Panchkula  
CIN:U45203HR1999SGC034240



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Haryana State Roads & Bridges Development Corporation  
Ltd.  
(A State Govt. Undertaking)  
Bays No. 13-14, Sector-2, Panchkula. Ph: 0172-2585265



No. 377/CS/HSRDC

Dated: 26.06.2024

**NOTICE OF 23<sup>rd</sup> ADJOURNED ANNUAL GENERAL MEETING**

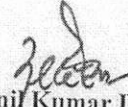
Notice is hereby given that the 23<sup>rd</sup> Adjourned Annual General Meeting of the Shareholders of the Haryana State Roads & Bridges Development Corporation Ltd. will be held under the Chairmanship of ACSPW (B&R) Deptt. in the Committee Room of the Registered Office of the Company at Bay No. 13-14, Sector 2, Panchkula, Haryana on 09.07.2024 at 10:00 a.m. to transact the following business:-

**Ordinary Business**

1. To receive, consider and adopt the Audited Annual Accounts, Directors' Report, Auditor's Report alongwith the comments of the Comptroller & Auditor General of India for the financial year 2021-22.

On behalf of the Board

For Haryana State Roads & Bridges Development Corporation Ltd.

  
(Anil Kumar Dahiya)  
(Managing Director)

Note:

A member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote instead of himself. A proxy need not be a member. Proxies in the form annexed hereto must be lodged at the registered office of the Company before the commencement of the meeting.





Haryana State Roads & Bridges Development Corporation  
 Ltd.  
 (A State Govt. Undertaking)  
 Bays No. 13-14, Sector-2, Panchkula. Ph: 0172-2585265



**Form No. MGT-11**

**Proxy form**

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

CIN:  
 Name of the Company:  
 Registered office:

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

I/ We being the member of ....., holding.....shares, hereby appoint

- Name: .....  
 Address:  
 E-mail Id:  
 Signature: ....., or failing him
- Name: .....  
 Address:  
 E-mail Id:  
 Signature: .....,

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at ..... Annual General Meeting of members of the Company, to be held on .....at the..... registered office of the Company at .....and at any adjournment thereof in respect of such resolutions as are indicated below:



Resolution No.

- 1 .....
- 2 .....
- 3 .....
- 4 .....
- 5 .....

Affix  
Revenue  
Stamp

Signed this ..... day of..... 20...

Signature of Shareholder

Signature of Proxy holder(s)

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.**



Haryana State Roads & Bridges  
Development Corporation Ltd.  
(A State Govt. Undertaking)  
Bays No. 13-14, Sector-2, Panchkula.  
CIN: U45203HR1999SGC034240



## **BOARD OF DIRECTORS' REPORT**

Dear Members,

Your Directors are pleased to present the 23<sup>rd</sup> Annual Report on performance of HSRDC during F.Y. 2021-22 together with Audited Financial Statements and Auditor's report for the Financial Year ended 31<sup>st</sup> March 2022.

### **Financial Review:**

The financial performance of the Company for the year ended 31<sup>st</sup> March, 2022 alongwith comparative position of the previous year is as under:

<b>Particulars</b>	<b>Financial Year 2021-22 (Rs. In lakh)</b>	<b>Financial Year 2020-21 (Rs. In lakh)</b>
Profit before depreciation	1342.36	1639.01
Less: provision for depreciation	28.94	16.02
Add: Exceptional Items	0.17	(71.71)
Net profit	1313.25	1551.28

### **1. Share Capital**

As on March 31, 2022, the Authorized Share Capital of the company was Rs. 125,00,00,000/- divided into 12.50 crore equity shares of Rs. 10/- each. The issued & paid up share capital was Rs. 122,04,23,000/- consisting of 12,20,42,300 equity shares of Rs. 10/- each. The Company did not issue any new shares during the F.Y.2021-22.

### **2. Dividend**

The Board of Directors has not recommended Dividend during the year in view of future fund requirements.

### **3. Extract of Annual Return**

The Extract of Annual Return required under Section 134(3)(a) of the Companies Act, 2013 read with Rule 12(1) of the Companies



(Management and Administration) Rules, 2014, forms part of this report and is annexed herewith.(Annexure-1)

**4. Particulars of contracts or arrangements with related parties**

The details of related party transactions is given in the FORM AOC-2 annexed to this report. (Annexure-1)

**5. Change in the nature of business, if any**

There was no material change in the nature of business of the Company during the year under review.

**6. Material changes between the date of the Board Report and end of Financial Year**

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

**7. Reserves**

The Balance in Reserves stands at Rs. 178.29 Crore as on 31st March, 2022. The previous year balance of Reserves was Rs. 173.17 Crore.

**8. Change of name**

There is no Change in the name of the Company.

**9. Particulars of Employees**

There was no Employee who was paid remuneration more than Rs. 8.50 Lacs per month or Rs.1.02 crore per annum.

**10. Board of Directors**

The Directors of the Company are appointed by the State Government. The composition of Board of Directors of HSRDC as on the date of this report is as under: -

S.No.	Name	Occupation	Position in HSRDC	Date of appointment
1.	Sh. Anurag Rastogi, IAS	ACS PWD (B&R)	Chairman	16.04.2023
2.	Sh. Anil Kumar Dahiya	E-I-C PWD (B&R)	Managing Director	10.02.2023

3.	Sh. N. K. Tomar	CE (Roads) PWD (B&R)	Nominee Director	17.02.2022
4.	Sh. Karan Gilhotra	Co-Chairman- PHD Chamber Punjab	Independent Director	02.12.2020
5.	Sh. Hardeep Kumar Mahotra	Owner, Ottoman Industries, Faridabad	Independent Director	24.03.2021
6.	Sh. Vishal Seth	Former Tech.Advisor, Hry.Govt.	Independent Director	23.6.2021
7.	Smt. Sheilza Bhatia	Secretary General (Women) Hry., JJP	Independent Director	23.6.2021

### 11.Changes in Board

The composition of the Board of Directors and KMP has undergone some changes during the FY 2021-22. The following Directors and KMP have been appointed/ transferred/retired/ ceased to be Directors of the Company from 01.04.2021 till 31.03.2022: -

S. NO.	DATE	NAME	POSITION	DIN/ PAN	NATURE OF CHANGE
1.	23.06.2021	SHEILZA BHATIA	INDEPENDENT DIRECTOR	02764546	Appointment
2.	23.06.2021	VISHAL SETH	INDEPENDENT DIRECTOR	09542556	Appointment
3.	30.11.2021	ALOK NIGAM	CHAIRMAN	02973269	Retirement
4.	01.12.2021	ANURAG RASTOGI	CHAIRMAN	00124372	Appointment
5.	03.12.2021	P.K.DHAKA	NOMINEE DIRECTOR PWD	09028855	Transfer
6.	07.12.2021	RAJEEV YADAV	NOMINEE DIRECTOR PWD	09463871	Appointment
7.	17.02.2022	RAJEEV YADAV	NOMINEE DIRECTOR PWD	09463871	Transfer
8.	17.02.2022	N.K.TOMAR	NOMINEE DIRECTOR PWD	09538579	Appointment



9.	31.12.2021	SUNIL SARAN	NOMINEE DIRECTOR FD	07152794	Transfer
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The Board places on record its deep sense of gratitude and appreciation to outgoing Directors for immense contribution, strategic guidance provided during their tenure in the Company.

## 12. Board Meetings & Attendance

The Board meets at regular intervals to discuss and decide business policies and strategy apart from other Board businesses and matters. The notice and agenda of Board Meetings is given well in advance to all the Directors. During the FY 2021-22, four meetings of the Board of Directors were held and the presence of Directors in these meetings is mentioned hereunder. The meetings of the Board are conducted by the Company Secretary. The Details of Board Meetings held during the year is given hereunder:-

BOARD MEETING NO.	DATE OF MEETING	BOARD'S STRENGTH	DIRECTORS PRESENT (NO.)
85	16.04.2021	6	5
86	04.08.2021	8	7
87	17.11.2021	8	4
88	11.03.2022	6	5

## 13. Details of Meetings of Audit Committee, CSR Committee and Nomination and Remuneration Committee held during the year:

COMMITTEE	MEETING NO.	DATE OF MEETING	TOTAL MEMBERS	DIRECTORS PRESENT
AUDIT	7	29.06.2021	4	3
	8	21.09.2021	7	4
	9	14.12.2021	7	3
	10	11.03.2022	6	5
CSR	8	29.06.2021	4	3
	9	21.09.2021	7	4
	10	14.12.2021	7	3
NRC	6	29.06.2021	3	2
	7	21.09.2021	3	2
	8	14.12.2021	3	2

#### **14. Relation between Directors Inter-Se**

None of the Directors of the Company are related to each other within the meaning of Relative as per Section-2(77) of the Companies Act, 2013.

#### **15. Independent Directors**

As on 31.03.2022, there were 4 Independent Directors in HSRDC namely- Sh. Hardeep Kumar Mahotra, Sh. Karan Gilhotra, Sh. Vishal Seth and Smt. Sheilza Bhatia and as on the date of this report, all these four Independent Directors are still continuing their directorship at HSRDC.

#### **16. Meeting of Independent Directors**

As required under Schedule-IV of Companies Act, 2013, one meeting of Independent Directors was held during the year under review.

#### **17. Declaration by Independent Directors**

During the F.Y. 2021-22, the Independent Directors submitted a Declaration of Independence stating that he/ she meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013. Further, as on date of this report, all Independent Directors of HSRDC are empanelled on the Independent Directors Databank, maintained by Indian Institute of Corporate Affairs (IICA).

#### **18. Auditors**

M/s M. Kamal Mahajan & Co., LLP Chartered Accountants were appointed as Statutory Auditors of the Company by the Comptroller & Auditors General for auditing its accounts for the financial year 2021-22. The Annual Accounts of F.Y. 2021-22 including Balance Sheet, Profit & Loss Account, Cash Flow Statement, Notes on Financial Statement and statutory audit report thereon is annexed herewith. **(Annexure-2)**



**19. Auditors' Report and Comments of CAG of India**

The Comments of Comptroller & Auditor General of India under section 143 (6) (b) of the Companies Act, 2013 on annual accounts of F.Y. 2021-22 have been annexed alongwith replies of Management.(Annexure-3).

**20. Secretarial Audit**

As per Section 204 (1) of the Companies Act, 2013, Secretarial Audit is applicable to the every public company having paid up share capital of Rs. 50 crore or more. Since paid up capital of HSRDC is Rs. 122,04,23,000/- , the Company appointed CS. Suresh Pillay as Secretarial Auditor for F.Y. 2021-22. The Secretarial Audit Report submitted by the said Company Secretary is annexed herewith. (Annexure-4)

**21. Deposits**

The Company has not accepted any deposit from the public within the purview of Section-73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014. There were no outstanding deposits on the date of the Financial Statement.

**22. Particulars of loans, guarantees or investments under Section 186**

The Company has not given any loans, guarantees or has made any Investments covered under Section 186 of the Companies Act, 2013. Therefore the Information to be furnished under this head is NIL.

**23. Obligation of Company under the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal ) Act, 2013**

Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year, Company has not received any complaint of harassment.

**24. Foreign exchange earnings and Outgo**

The Company has not earned any Foreign Exchange during the year. There were no Foreign Exchange Expenses incurred.

**25. Details of Company's Corporate Social Responsibility**

The provisions of the Corporate Social Responsibility as contained under the Companies Act, 2013 are applicable on the Corporation. The Company has constituted a CSR Committee and also formulated a CSR Policy which is displayed on its website i.e. [www.hsrdc.org.in](http://www.hsrdc.org.in) Therefore, an expenditure of Rs. 46,00,000/- was incurred towards CSR expenditure through contribution towards State Health Society, National Health Mission (NHM) Haryana for Promotion of Healthcare Services-Purchase of medical equipments required in CHC of Uchana and Badhra. A detailed annexure of CSR activities undertaken during F.Y. 2021-22 is annexed herewith.(Annexure-5)

**26. Details of Subsidiary/Joint Ventures/Associate Companies**

Pursuant to sub-section (3) of section 129 of the Act, Company is having not having any Associate/joint venture/subsidiary Company.

**27. Transfer of Amounts to Investor Education and Protection Fund**

The Company was not required to transfer any amount to Investor Education and Protection Fund.

**28. Directors' Responsibility Statement**

In pursuance of Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, Directors hereby confirm that—

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;



- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### 29. Acknowledgements

The Board of Directors gratefully acknowledge the support given by the State Government, Department of Public works (B&R), Department of Finance, Haryana during the year under review and look forward to it in the year ahead.

**For and on behalf of the Board of Directors of  
Haryana State Roads and Bridges Development Corporation Ltd.**

Place: Chandigarh

  
N.K. Tomar

  
Anil Kumar Dahiya

Dated: 26.6.24 (Nominee Director, HSRDC) (Managing Director, HSRDC)

## FORM NO. AOC -2

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

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

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL
c)	Duration of the contracts/arrangements/transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions'	NIL
f)	Date of approval by the Board	NIL
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL



c)	Duration of the contracts/arrangements/transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Date of approval by the Board	NIL
f)	Amount paid as advances, if any	NIL

Note:

There are no related parties of the corporation. All the shares are held by Government of Haryana. Shares are allotted to the post sanctioned to the officers of the Government of Haryana. No individual can control or make key decisions in individual capacity. Further all the shareholders are Haryana Government employees.

However, the corporation has paid salary to the Executive Director/ Managing Director and Chief Financial Officer as mentioned below: (Amt. in Rs.)

Related Party	Name	Salary (in Rs.)
Managing Director	Sh. Nihal Singh	21,17,444/-/-
Chief Financial Officer	Sh. B. D. Mehta	6,37,200/-
Company Secretary	Smt. Dolly Gaur	6,60,000/-

For and on behalf of the Board of Directors of  
Haryana State Roads and Bridges Development Corporation Ltd.

Place: Chandigarh

Dated: 26.06.2024



(Director)

(N.K. Tomar)

(ND PWD, HSRDC)



(Anil Kumar Dahiya)  
(MD, HSRDC)

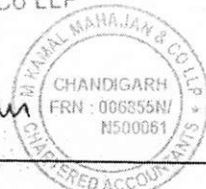
HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD				
Balance sheet as at March 31, 2022				
Particulars	Notes	Amount in Rs. Lakhs		
		March 31, 2022	March 31, 2021	March 31, 2020
<b>ASSETS</b>				
<b>(A) NON CURRENT ASSETS</b>				
i Property, Plant and Equipment	1	175.85	168.92	177.43
ii Investment Property		-	-	-
iii Capital Work-in-Progress		-	-	-
iv Financial Assets		-	-	-
Loans		-	-	-
Investment		-	-	-
v Deferred Tax Assets (Net)	2	591.03	1,070.61	-
vi Other Non Current Assets	3	4,741.72	3,780.37	980.95
vii Prepayments	4	-	-	-
<b>(B) CURRENT ASSETS</b>				
i Inventories		-	-	-
ii Financial Assets		-	-	-
(a) Trade Receivables	5	4,520.70	4,340.45	4,607.52
(b) Cash & Cash Equivalents	6	40,134.81	42,951.16	35,028.54
(c) Bank Balance other than (b) above		-	-	-
(d) Loans (Including Others)		-	-	-
iii Other Current Assets	3	7,425.95	7,485.02	10,139.08
iv Prepayments	4	0.77	1.03	0.63
<b>Total Assets</b>		<b>57,590.83</b>	<b>59,797.56</b>	<b>50,934.15</b>
<b>EQUITY AND LIABILITIES</b>				
<b>(C) EQUITY</b>				
i Equity Share capital	7	12,204.23	12,204.23	12,204.23
ii Other Equity		-	-	-
(a) Equity Component of Compound Financial Instrument		-	-	-
(a) Reserve & Surplus	8	17,401.10	16,888.90	14,548.27
(b) Other Reserves		428.31	428.31	428.31
<b>Total Equity</b>		<b>30,033.64</b>	<b>29,521.44</b>	<b>27,180.81</b>
<b>(D) LIABILITIES</b>				
<b>Non Current Liabilities</b>				
i Financial Liabilities		-	-	-
(a) Borrowings	9	-	-	-
(b) Trade Payables		-	-	-
(A) total outstanding dues of micro enterprises and small enterprises; and		-	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	12	5,929.41	1,992.33	2,039.28
(c) Other Financial Liabilities	9	10,445.00	12,836.37	12,382.95
ii Provisions	10	-	-	-
iii Deferred Tax Liabilities (Net)	2	-	-	19.25
iv Other Non-Current Liabilities		-	-	-
<b>Current Liabilities</b>				
i Financial Liabilities		-	-	-
(a) Borrowings	9	-	-	-
(b) Trade payables		-	-	-
(A) total outstanding dues of micro enterprises and small enterprises; and		-	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	12	6,508.47	14,937.97	8,821.41
(c) Other Financial Liabilities	9	3,560.24	-	-
ii Other Current Liabilities	11	794.03	208.92	120.70
iii Provisions	10	320.04	300.52	369.75
<b>Total Equity &amp; Liabilities</b>		<b>57,590.83</b>	<b>59,797.56</b>	<b>50,934.15</b>

The above financial statement should be read in conjunction with the basis of preparation and Significant accounting policies appearing in Notes to the Financial Statements

As per due separate report of even date

M.No.  
Firm Regn. No.  
Place

For M. Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061  
Suruchi Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



For Haryana State Roads & Bridges Development Corporation Limited

N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

Vishal Seth  
(Independent Director)  
DIN No. 09542556  
21.09.2022

Dolly Gaur  
(Company Secretary)  
21.09.2022

11 OCT 2022



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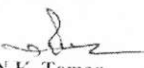
**HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD**  
Statement of Profit and Loss for the year ended 31st March 2022

Particulars	Notes	Amount in Rs. Lakhs		
		March 31, 2022	March 31, 2021	March 31, 2020
<b>Continuing operations</b>				
<b>Income</b>				
Revenue from Operations	13	506.00	141.81	127.76
Other Income	14	2,018.65	2,313.12	2,728.84
<b>Total Income</b>		<b>2,524.65</b>	<b>2,454.93</b>	<b>2,856.60</b>
<b>Expenses</b>				
Cost of Raw Material and Components Consumed		-	-	-
(Increase)/Decrease in inventories of finished goods, work in progress and traded goods		-	-	-
Excise duty on sale of products		-	-	-
Employee Benefits Expense	15	669.72	518.38	556.51
Depreciation and Amortization Expense	1	28.94	16.02	18.11
Finance Costs	16	0.07	0.01	0.04
Other Expenses	17	512.50	297.53	308.03
<b>Total Expenses</b>		<b>1,211.23</b>	<b>831.94</b>	<b>882.69</b>
<b>- Profit/(Loss) before exceptional and extraordinary items and tax</b>		<b>1,313.42</b>	<b>1,622.99</b>	<b>1,973.91</b>
<b>- Exceptional items- Previous year Incomes/Expenses</b>		<b>0.17</b>	<b>(71.71)</b>	<b>6.36</b>
<b>- Profit before extraordinary items and tax</b>		<b>1,313.25</b>	<b>1,551.28</b>	<b>1,980.27</b>
<b>Income tax expense</b>		<b>799.62</b>	<b>(789.35)</b>	<b>512.57</b>
(1) Current tax		320.04	300.52	369.75
(2) Deferred tax	2	479.58	(1,089.87)	142.82
(3) Mat Credit		-	-	-
<b>Profit/(Loss) for the year from Continuing operations</b>		<b>513.63</b>	<b>2,340.63</b>	<b>1,467.70</b>
<b>Discontinuing operations</b>				
Profit/(loss) before tax for the year from discontinued operations		-	-	-
Tax Income/ (expense) of discontinued operations		-	-	-
Profit/ (loss) for the year from discontinued operations		-	-	-
<b>Profit/(Loss) for the year</b>		<b>513.63</b>	<b>2,340.63</b>	<b>1,467.70</b>
<b>Other comprehensive income/(loss)</b>		-	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:		-	-	0
Re-measurement gains/(losses) on defined benefit plans		-	-	-
Income tax effect		-	-	-
<b>Other comprehensive income/(loss) for the year, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>513.63</b>	<b>2,340.63</b>	<b>1,467.70</b>
<b>Attributable to :</b>				
Earnings per equity share (Nominal Value of Share INR 10 per share)				
Basic earning per share		0.42	1.92	1.20
Diluted earning per share		0.42	1.92	1.20

The above financial statement should be read in conjunction with the basis of preparation and Significant accounting policies appearing in Notes to the Financial Statements

For Haryana State Roads & Bridges Development Corporation Limited

M.No :  
Firm Regn. No. :-

  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
Vishal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

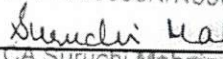
Place :  
Dated :

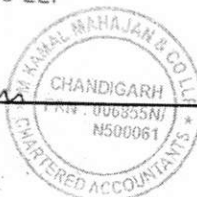
  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

  
Dolly Gaur  
(Company Secretary)  
21.09.2022

As per our separate report of even date

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061

  
CA Suruchi Mahajan  
Partner  
M.No. 532126



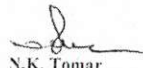
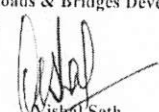


11 OCT 2023

3

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

Particulars	Amount in Rs. Lakhs		
	March 31, 2022	March 31, 2021	March 31, 2020
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net profit after taxes	513.63	2,340.63	1,467.70
Add: Tax expense	799.62	(789.35)	512.57
<b>Net profit before taxes</b>	<b>1,313.25</b>	<b>1,551.28</b>	<b>1,980.27</b>
Adjustments for:			
Depreciation and amortisation expense	28.94	16.02	18.11
Finance cost	0.07	0.01	0.04
Other Non cash items	(1.43)	-	-
Adjustments for other non-operating items	(1,905.52)	(2,311.95)	-
<b>Operating profit / (loss) before working capital changes (A)</b>	<b>(564.69)</b>	<b>(744.64)</b>	<b>1,998.42</b>
Changes in working capital:			
Increase / (Decrease) in trade payable	(4,492.40)	6,116.54	1,390.56
Increase / (Decrease) in deferred tax liabilities	-	-	-
Increase / (Decrease) in other current liabilities	4,145.35	88.32	28.33
(Increase) / Decrease in trade receivables	(180.25)	267.07	186.44
(Increase) / Decrease in other current assets	59.33	2,653.68	100.11
<b>Net change in working capital (B)</b>	<b>(467.98)</b>	<b>9,125.61</b>	<b>3,703.86</b>
<b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES BEFORE TAXES (A)</b>	<b>(1,032.67)</b>	<b>8,380.97</b>	<b>-</b>
Less: Taxes paid	(300.52)	(369.75)	(505.74)
<b>NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES (C)</b>	<b>(1,333.19)</b>	<b>8,011.22</b>	<b>3,198.12</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of tangible / intangible assets	(41.47)	(7.61)	(31.31)
Cash advances and loans made to other parties	(961.35)	(2,799.41)	(428.35)
Other Inflows/(Outflows)	1,911.10	2,718.43	(607.98)
<b>NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES (D)</b>	<b>908.28</b>	<b>(88.59)</b>	<b>(1,067.64)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Finance cost	(0.07)	(0.01)	(0.04)
Inflow/(Repayments) of financial liabilities	(2,391.37)	-	-
<b>NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (E)</b>	<b>(2,391.44)</b>	<b>(0.01)</b>	<b>(0.04)</b>
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS (C+D+E)</b>	<b>(2,816.35)</b>	<b>7,922.62</b>	<b>2,148.44</b>
Add: Cash and Cash equivalents at beginning period (Refer Note 6)	42,951.16	35,028.54	32,880.10
<b>Cash and Cash equivalents at end of period (Refer Note 6)</b>	<b>40,134.81</b>	<b>42,951.16</b>	<b>35,028.54</b>

This Cash Flow Statement has been prepared as per "Indirect Method" as prescribed by Indian Accounting Standard "AS 17" "Cash Flow Statements"

M.No.:		For Haryana State Roads & Bridges Development Corporation Limited	
Firm Regn. No.:			
Place:		N.K. Tomar	Vishal Seth
Dated:		(Managing Director)	(Independent Director)
		DIN No. 09538579	DIN No. 09542556
		21.09.2022	21.09.2022
			
		B.A. Mehta	Dolly Gaur
		(Chief Financial Officer)	(Company Secretary)
		21.09.2022	21.09.2022

As per our separate report of even date

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061

Suruchi Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



19 OCT 2023



**HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD.**

Particulars	Note 1: Property, Plant and Equipment (PPE)													Amount in Rs. Lakhs						
	Land	Building	Computer and Printer	Telephone	Photocopy Machine	Furniture And Fixtures	Car	CCTV Camera	Electrical Equipment	Air Conditioner	GIS System	Water Paurifier	Books and Periodicals	Cycle	Solar Power Plant	Office Equipment	Grant Asset	Total	Capital Work in progress	
<b>Year ended 31 March 2020</b>																				
Opening Gross Block	20.65	140.20	10.16	0.66	0.97	9.00	19.88	0.07	4.86	6.40	0.01	0.34	0.36	0.00	0.00	0.00	0.00	213.54	0.00	
Additions	0.00	0.00	2.25	0.05	0.00	1.43	0.00	0.00	0.24	1.24	0.00	0.15	0.00	0.00	7.68	0.27	0.00	13.32	0.00	
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Closing Gross Block as at 31 March 2020	20.65	140.20	12.41	0.71	0.97	10.43	19.88	0.07	5.10	7.64	0.01	0.49	0.36	0.00	7.68	0.27	0.00	226.87	0.00	
<b>Accumulated depreciation</b>																				
Opening accumulated depreciation	0.00	13.33	5.76	0.28	0.43	2.47	6.65	0.02	1.87	0.34	0.00	0.10	0.08	0.00	0.00	0.00	0.00	31.31	0.00	
Depreciation charged during the year	0.00	6.18	3.51	0.11	0.14	1.89	3.42	0.01	0.92	1.71	0.00	0.05	0.05	0.00	0.08	0.04	0.00	18.11	0.00	
Depreciation charged during the year from discounting operation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Closing accumulated depreciation as at 31 March 2020</b>	0.00	19.51	9.27	0.39	0.57	4.36	10.07	0.03	2.79	2.05	0.01	0.15	0.13	0.00	0.08	0.04	0.00	49.42	0.00	
<b>Net carrying amount as at 31 March 2020</b>	20.65	120.69	3.14	0.32	0.40	6.08	9.81	0.04	2.31	5.59	0.01	0.34	0.23	0.00	7.60	0.23	0.00	177.43	0.00	
<b>Year ended 31 March 2021</b>																				
Opening Gross Block	20.65	140.20	12.41	0.71	0.97	10.43	19.88	0.07	5.10	7.64	0.01	0.49	0.36	0.00	7.68	0.27	0.00	226.87	0.00	
Additions	0.00	0.00	1.26	0.20	0.00	4.10	0.00	0.00	0.85	0.61	0.00	0.41	0.06	0.00	0.08	0.01	0.00	7.60	0.00	
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Closing Gross Block as at 31 March 2021	20.65	140.20	13.67	0.91	0.97	14.53	19.88	0.07	5.96	8.25	0.01	0.80	0.42	0.00	7.76	0.28	0.00	234.38	0.00	
<b>Accumulated depreciation</b>																				
Opening accumulated depreciation	0.00	19.51	9.27	0.39	0.57	4.36	10.07	0.03	2.79	2.05	0.01	0.15	0.13	0.00	0.08	0.04	0.00	49.45	0.00	
Depreciation charged during the year	0.00	5.88	2.27	0.11	0.10	2.08	2.54	0.01	0.72	1.49	0.00	0.17	0.04	0.00	0.55	0.06	0.00	16.02	0.00	
Depreciation charged during the year from discounting operation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Closing accumulated depreciation as at 31 March 2021</b>	0.00	25.39	11.54	0.50	0.67	6.44	12.61	0.04	3.51	3.54	0.01	0.32	0.17	0.00	0.63	0.10	0.00	65.49	0.00	
<b>Net carrying amount as at 31 March 2021</b>	20.65	114.81	2.13	0.41	0.30	8.09	7.27	0.03	2.47	4.71	0.01	0.48	0.25	0.00	7.13	0.18	0.00	168.92	0.00	



Particulars	Land	Building	Computer and Printer	Telephone	Photocopy Machine	Furniture And Fixtures	Car	CCTV Camera	Electrical Equipment	Air Conditioner	GPS System	Water Purifier	Books and Periodicals	Cycle	Solar Power Plant	Office Equipment	Grant Asset	Total	Capital Work in progress
<b>Year ended 31 March 2022</b>																			
Opening Gross Block	20.65	140.20	13.67	0.91	0.97	14.53	19.88	0.07	5.98	8.25	0.01	0.80	0.42	0.00	7.76	0.28	0.00	234.38	0.00
Additions	0.00	0.00	7.06	0.00	0.00	5.14	27.56	0.00	0.64	0.36	0.00	0.00	0.37	0.00	0.00	0.34	0.00	41.47	0.00
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	5.55	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5.55	0.00
Closing Gross Block as at 31 March 2022	20.65	140.20	20.73	0.91	0.97	19.67	41.89	0.07	6.62	8.61	0.01	0.80	0.79	0.00	7.76	0.62	0.00	270.32	0.00
Accumulated depreciation																			
Opening accumulated depreciation	0.00	25.39	11.54	0.50	0.67	6.44	12.61	0.04	3.51	3.54	0.01	0.32	0.17	0.00	0.63	0.10	0.00	65.49	0.00
Depreciation charged during the year	0.00	5.59	5.83	0.11	0.08	2.75	11.52	0.01	0.73	1.38	0.00	0.11	0.15	0.00	0.51	0.12	0.00	28.94	0.00
Depreciation charged during the year from discounting operation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Closing accumulated depreciation as at 31 March 2022	0.00	30.98	17.37	0.61	0.75	9.19	24.13	0.05	4.29	4.92	0.01	0.43	0.32	0.00	1.15	0.22	0.00	94.44	0.00
Net carrying amount as at 31 March 2022	20.65	109.22	3.36	0.30	0.22	10.48	17.75	0.02	2.33	3.68	0.00	0.36	0.47	0.00	6.61	0.40	0.00	175.85	0.00
Net Book Value																			
At 31 March 2022	20.65	109.22	3.36	0.30	0.22	10.48	17.75	0.02	2.33	3.68	0.00	0.36	0.47	0.00	6.61	0.40	0.00	175.85	0.00
At 31 March 2021	20.65	114.81	2.13	0.41	0.30	8.09	7.27	0.03	2.47	4.71	0.01	0.48	0.25	0.00	7.13	0.18	0.00	168.92	0.00
At 31 March 2020	20.65	120.69	3.14	0.32	0.40	6.08	9.81	0.04	2.31	5.59	0.01	0.34	0.23	0.00	7.60	0.23	0.00	177.43	0.00

For Haryana State Roads & Bridges Development Corporation Ltd.

*[Signature]*  
N.K. Tomar  
(Managing Director)  
DIN No. 09534379  
21.09.2022

*[Signature]*  
B.K. Mehta  
(Chief Financial Officer)  
21.09.2022

*[Signature]*  
Dolly Gaur  
(Company Secretary)  
21.09.2022

As per our separate report of even date  
For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061  
*[Signature]*  
Sumesh Mahajan  
Partner  
M.No. 532126



11 OCT 2022



HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

Note 2: Deferred Tax Assets/Liabilities (Net)

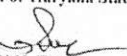
Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Deferred Tax Asset/(Liability)	591.03	1,070.61	(19.25)
	591.03	1,070.61	(19.25)

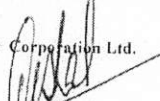
Note 3: Other Current & Non-current Assets

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
<b>Other Non-current Assets</b>			
-Security Deposits	131.30	131.29	1.30
-Mobilization Advance	2,322.06	2,821.02	18.88
-Advance with Contractors & Others	2,283.61	823.31	956.02
- Advances To staff	0.10	0.10	0.10
- Testing Charges Recoverable	4.65	4.65	4.65
	4,741.72	3,780.37	980.95
<b>Other Current Assets</b>			
- Others	1.02	0.04	0.53
- Material	6.77	-	-
- Advance to employees	2.07	1.31	1.73
- CSR Exp of	6.64	-	-
- Advance to Suppliers	88.51	0.07	0.08
<b>Interest and other Receivable</b>			
- Accrued Interest	75.12	4.80	0.68
<b>Balance with Revenue Authorities</b>			
TDS/TCS	177.50	159.81	171.74
Advance tax	93.00	112.47	258.00
Sales Tax Receivable	1.93	1.93	1.93
<b>Taxes deposited under protest/appeal</b>			
- Demand paid for AY 2011-12	1,029.85	1,029.07	1,018.35
- Demand paid for AY 2012-13	4,818.43	4,600.72	3,915.73
- Demand paid for AY 2013-14	-	-	3,255.40
- Demand paid for AY 2016-17	905.32	661.43	661.43
- Demand paid for AY 2008-09	11.48	-	-
- Refund for AY 2020-21	59.89	59.89	-
- Refund for AY 2018-19	105.30	584.15	584.15
- Refund for AY 2019-20	43.12	269.33	269.33
	7,425.95	7,485.02	10,139.08


For Haryana State Roads & Bridges Development Corporation Ltd.

M.No :  
Firm Regn. No. :-  
Place :  
Dated :

  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
Kamal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

  
Dolly Gaur  
(Company Secretary)  
21.09.2022

As per our separate report of even date  
for M Kamal Mahajan & Co LLP

Chartered Accountants  
FRN 006855N/N500061

Suruchi Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



11 OCT 2022

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

Note 4: Prepayments

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Prepaid Expenses	0.77	1.03	0.63
Current	0.77	1.03	0.63
Non-Current	-	-	-

Note 5: Trade receivables

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
(Unsecured, considered good)			
Trade receivables	4,640.92	4,460.67	4,727.74
Provision for doubtful debt	120.22	120.22	120.22
	4,520.70	4,340.45	4,607.52

Ageing Schedule of Trade Receivables as on 31.03.2022

Particulars	In following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	19.09	127.67	14.10	8.69	4,176.89	4,346.44
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	294.48	294.48
	19.09	127.67	14.10	8.69	4,471.37	4,640.92

Ageing Schedule of Trade Receivables as on 31.03.2021

Particulars	In following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	-	-	65.90	104.59	3,095.70	4,166.19
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	294.48	294.48
	-	-	65.90	104.59	4,290.18	4,460.67

Ageing Schedule of Trade Receivables as on 31.03.2020

Particulars	In following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	-	43.98	51.37	-	4,337.91	4,433.26
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	294.48	294.48
	-	43.98	51.37	-	4,632.39	4,727.74

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or

Note 6: Cash and cash equivalent

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
(A) Balances with Banks			
(I) On Current Accounts	1,430.88	2,192.98	16,958.60
(II) On FDRs	38,703.35	40,758.12	18,069.65
(III) Accrued Interest	0.26	-	0.14
(B) Cash-in-hand	0.32	0.06	0.15
Cash & Cash Equivalents	40,134.81	42,951.16	35,028.54
Bank Balance other than above	40,134.81	42,951.16	35,028.54

For Haryana State Roads & Bridges Development Corp. Ltd.

*N.K. Tomar*  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

*Kamal Seth*  
Kamal Seth  
(Independent Director)  
DIN No. 09542556  
21.09.2022

*B.D. Mehta*  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

*Dolly Gaur*  
Dolly Gaur  
(Company Secretary)  
21.09.2022

M.No.  
Firm Regn. No.  
Place  
Dated:

As per separate report of every date

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061  
*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No. 532126



11 OCT 2023



HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

Note 7: Share Capital

Particulars	No. of Shares	INR Lakhs
<b>Authorised Share Capital</b>		
Equity Shares		
At March 31, 2020	125,000,000	12,500.00
Increase/(decrease) during the year	-	-
At March 31, 2021	125,000,000	12,500.00
Increase/(decrease) during the year	-	-
At March 31, 2022	125,000,000	12,500.00

Terms/ rights attached to equity shares

The company has only one class of equity shares having par value of INR 10

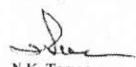
Issued Share Capital	No. of Shares	INR Lacs
<b>Equity Shares</b>		
At March 31, 2020		
Issued during the year	122,042,300	12,204.23
At March 31, 2021	122,042,300	12,204.23
Issued during the year	-	-
At March 31, 2022	122,042,300	12,204.23
<b>Subscribed Share Capital</b>		
Equity Shares of INR 10 each		
At March 31, 2020		
Issued during the year	122,042,300	12,204.23
At March 31, 2021	122,042,300	12,204.23
Issued during the year	-	-
At March 31, 2022	122,042,300	12,204.23

Details of shareholders holding more than 5% shares in the Company

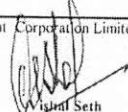
Name of the shareholder	As at 31 March 2022		As at 31 March 2021		As at 31 March 2020	
	No. of shares	% holding in the class	No. of shares	% holding in the class	No. of shares	% holding in the class
Equity Shares of INR 10 each						
Sh. Anurag Rastogi ( On behalf of Governor of Haryana)	122,042,230	99.9999	122,042,230	100.00	-	-
Sh. Alok Nigam ( On behalf of Governor of Haryana)	-	-	-	-	122,042,230	99.9999
Governor of Haryana	-	-	-	-	-	0.00
<b>Total</b>	<b>122,042,230</b>	<b>99.9999</b>	<b>122,042,230</b>	<b>100.00</b>	<b>-</b>	<b>0.00</b>


For Haryana State Roads & Bridges Development Corporation Limited

M.No :  
Firm Regn. No. :-  
Place :  
Dated :

  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

  
Anil Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

  
Doly Gaur  
(Company Secretary)  
21.09.2022

As per separate report of even date

For M Kamal Mahajan & Co LLP

Chartered Accountants  
FRN 006855N/N500061

Suruchi Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



11 OCT 2023

**HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD**  
**NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022**

**Details of shareholders shares in the Company**

Name of the shareholder Equity Shares of INR 10 each	As at 31 March 2022		As at 31 March 2021		As at 31 March 2020	
	No. of shares	% holding in the class	No. of shares	% holding in the class	No. of shares	% holding in the class
Sh. Anurag Rastogi	10.00	0.000008	-	-	10.00	0.000008
Sh. Rajeev Arora	-	-	-	-	10.00	0.000008
Sh. Rajeev Aggarwal	-	-	-	-	10.00	0.000008
Sh. Virender Jakhar	-	-	-	-	-	-
Sh. Alok Nigam	-	-	10.00	0.000008	-	-
Sh. Nihal Singh	10.00	0.000008	10.00	0.000008	20.00	0.000016
Sh. Sanjit Kumar Dhull	10.00	0.000008	10.00	0.000008	-	-
Sh. Balraj Singh	10.00	0.000008	10.00	0.000008	-	-
Sh. Ashok Kumar	10.00	0.000008	10.00	0.000008	-	-
Sh. N.K. Tomar	10.00	0.000008	-	-	-	-
Sh. Chander Mohan	-	-	-	-	-	-
Sh. P.K. Dhaka	-	-	10.00	0.000008	10.00	0.000008
Sh. Mahesh Kumar Madan	-	-	10.00	0.000008	10.00	0.000008
Sh. Anurag Rastogi ( On behalf of Governor of Haryana)	10.00	0.000008	10.00	0.000008	-	-
Sh. Alok Nigam ( On behalf of Governor of Haryana)	122,042,230.00	99.9999943	122,042,230.00	100.00	122,042,230.00	100.00
<b>Total</b>	<b>122,042,300.00</b>	<b>100</b>	<b>122,042,300.00</b>	<b>100.00</b>	<b>122,042,300.00</b>	<b>100.00</b>

For Haryana State Roads & Bridges Development Corporation Limited

M.No :  
Firm Regn. No. :-  
Place :  
Dated :

*N.K. Tomar*  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

*B.D. Mehta*  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

*Vishal Seth*  
Vishal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

*Dolly Gaur*  
Dolly Gaur  
(Company Secretary)  
21.09.2022

As per separate report of even date

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061

*Suresh Mahajan*  
Suresh Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



23.

19 OCT 2022



**HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD**

**NOTES TO ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2022**

**Statement of Change in equity for the year ended March 31, 2022**

Amount in Rs. Lakhs

**a. Equity Share Capital:**

Equity shares of INR 10 each issued, subscribed and fully paid	No. of Shares	
At March 31, 2020	122,042,300	12,204.23
Equity shares issued	-	-
At March 31, 2021	122,042,300	12,204.23
Equity shares issued	-	-
At March 31, 2022	122,042,300	12,204.23

**b. Other Equity**

For the year ended March 31, 2022

	Attributable to the equity holders		Total Equity
	Reserves and Surplus		
	Security Premium	Retained Earnings	
As at April 1, 2021	428.31	2,340.63	2,340.63
Profit for the year		512.20	512.20
At March 31, 2022	428.31	2,852.83	2,852.83

For the year ended March 31, 2021

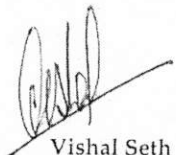
	Attributable to the equity holders		Total Equity
	Reserves and Surplus		
	Security Premium	Retained Earnings	
As at April 1, 2020	428.31	14,548.27	14,976.58
Profit for the year		2,340.63	2,340.63
At March 31, 2021	428.31	2,340.63	2,340.63

The above financial statement should be read in conjunction with the basis of preparation and Significant accounting policies appearing in Notes to the Financial Statements

For Haryana State Roads & Bridges Development Corporation Limited

M.No :  
Firm Regn. No. :-  
Place :  
Dated :

  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
Vishal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

*As per our separate report of even date*  
For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061

  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

  
Dolly Gaur  
(Company Secretary)  
21.09.2022

*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No. 532120



11 OCT 2023

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HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

Deferred Tax Assets/Liabilities (Net)	Balance Sheet			Profit & Loss		
	March 31, 2022	March 31, 2021	March 31, 2020	March 31, 2022	March 31, 2021	March 31, 2020
	Deferred tax relates to the following:					
Accelerated depreciation for tax purposes	591.03	1,070.61	-19.25	479.58	(1,089.87)	
Deferred Tax Expense/(Income)				479.58	(1,089.87)	
Net Deferred Tax Assets/(Liabilities)	591.03	1,070.61	(19.25)	-	-	

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

9. Financial Liabilities	Effective Interest rate	Maturity period	Installment Quarterly (Nos.)	March 31, 2022	March 31, 2021	March 31, 2020
Non-Current Borrowings						
Term Loan						
From Banks						
(i) Term loan				-	-	-
(ii) Vehicle Loans				-	-	-
Unsecured loans						
From Directors (Unsecured)				-	-	-
Total borrowings				-	-	-
Less: Amount clubbed under Other Financial Liabilities				-	-	-
Less: Current maturities of debt				-	-	-
Less: Current maturities of vehicle loans				-	-	-
Less: Interest accrued and due				-	-	-
Non current borrowings				-	-	-

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

	Effective Interest rate	Maturity	March 31, 2022	March 31, 2021	March 31, 2020
Current borrowings					
(A) Loans repayable on demand					
Secured					
Cash Credits From banks			-	-	-
Unsecured					
Loans from Related Party			-	-	-
Total Current borrowings			-	-	-
(B) Other financial liabilities					
Current Maturities of Long term borrowings					
Current maturities of debt			-	-	-
Current maturities of vehicle loans			-	-	-
Interest accrued and due			-	-	-
Others					
Security Deposits			13176.32	12,007.99	11,464.54
Others liability			828.93	828.38	918.41
			14,005.25	12,836.37	12,382.95
Current			3,560.25	-	-
Non-Current			10,445.00	12,836.37	12,382.95

For Haryana State Roads & Bridges Development Corporation Limited

M.No: *As per our separate report of revenue*  
 Firm Regn. No. :-  
 Place: For M Kamal Mahajan & Co LLP  
 Dated: Chartered Accountants  
 FRN 006855N/N500061  
*Suruchi Mahajan*  
 CA Suruchi Mahajan  
 Partner  
 M.No. 532126

*N.K. Tamar*  
 N.K. Tamar  
 (Managing Director)  
 DIN No. 09538579  
 21.09.2022

*B.D. Mehta*  
 B.D. Mehta  
 (Chief Financial Officer)  
 21.09.2022

*Samal Seth*  
 Samal Seth  
 (Independent Director)  
 DIN No.09542556  
 21.09.2022

*Dolly Gaur*  
 Dolly Gaur  
 (Company Secretary)  
 21.09.2022



1 OCT 2023

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**HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD**  
**NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022**

Amount in Rs. Lakhs

**Note 8: Other Equity**

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
a. General Reserve	428.31	428.31	428.31
b. Retained Earnings	17,401.10	16,888.90	14,548.27
	<b>17,829.41</b>	<b>17,317.21</b>	<b>14,976.58</b>
Reserves and Surplus	17,401.10	16,888.90	14,548.27
Other Reserve	428.31	428.31	428.31

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Opening balance	16,888.90	14,548.27	13,080.57
Net profit for the period	513.63	2,340.63	1,467.70
Income Tax Adjustment 2021-22	(1.43)	-	-
Closing balance	<b>17,401.10</b>	<b>16,888.90</b>	<b>14,548.27</b>

**Note 9: Financial Liabilities**

Particulars	Effective Interest rate	Maturity	March 31, 2022	March 31, 2021	March 31, 2020
<b>Current borrowings</b>					
(A) Loans repayable on demand					
Secured					
Cash Credits From banks					
Unsecured					
Loans from Related Party					
Total Current borrowings					
(B) Other financial liabilities					
Current Maturities of Long term borrowings					
Current maturities of debt					
Current maturities of vehicle loans					
Interest accrued and due					
Others					
Security Deposits			13176.32	12,007.99	11,464.54
Others liability			828.93	828.38	918.41
Current			<b>14,005.25</b>	<b>12,836.37</b>	<b>12,382.95</b>
Non-Current			3,560.25		
			<b>10,445.00</b>	<b>12,836.37</b>	<b>12,382.95</b>


**Note 10: Provisions**

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Provision for tax	320.04	300.52	369.75
Current	<b>320.04</b>	<b>300.52</b>	<b>369.75</b>
Non-Current	-	-	-

For Haryana State Roads & Bridges Development Corporation Limited

M.No :  
Firm Regn. No. :-  
Place :  
Dated :

  
N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
Vishal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

  
B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

  
Dolly Gaur  
(Company Secretary)  
21.09.2022

*As per our separate report of even date*  
For M Kamal Mahajan & Co LLP

Chartered Accountants  
FRN 006855N/N500061

*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No. 532126



1 OCT 2022

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs, Lakhs

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Note 11: Other Current Liabilities

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Statutory Dues Payables	448.09	168.63	82.55
Salary payable	45.50	35.66	30.79
Other liabilities and payables	118.40	3.43	3.71
Audit fee payable	1.61	0.86	3.65
Interest on Mobilisation advance	179.97	-	-
Legal & Professional fee Payable	0.46	0.34	-
	794.03	208.92	120.70
Current	794.03	208.92	120.70
Non-Current	-	-	-

Note 12: Trade Payables

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Contractor & Other Services	12,437.88	14,937.97	10,860.70
<b>TOTAL</b>	<b>12,437.88</b>	<b>14,937.97</b>	<b>10,860.70</b>

Ageing Schedule for Trade Payables as on 31.03.2022

Particulars	In following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	6,498.47	(2,708.67)	3,360.59	5,123.23	12,283.62
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	154.26	154.26
<b>Total</b>	<b>6,498.47</b>	<b>(2,708.67)</b>	<b>3,360.59</b>	<b>5,277.49</b>	<b>12,437.88</b>

Non Current

Current

5,929.41

6,508.47

Ageing Schedule for Trade Payables as on 31.03.2021

Particulars	In following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	670.13	6,081.44	2,458.84	7,565.63	16,776.04
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	154.26	154.26
<b>Total</b>	<b>670.13</b>	<b>6,081.44</b>	<b>2,458.84</b>	<b>7,719.89</b>	<b>16,930.30</b>

Non Current

Current

1,992.33

14,937.97

Ageing Schedule for Trade Payables as on 31.03.2020

Particulars	In following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	4,035.63	3,306.87	-	3,363.93	10,706.43
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	154.26	154.26
<b>Total</b>	<b>4,035.63</b>	<b>3,306.87</b>	<b>-</b>	<b>3,518.19</b>	<b>10,860.69</b>

Non Current

Current

2,039.28

8,821.41

► Trade payables are non-interest bearing and are normally settled as per terms of the respective contract.

For Haryana State Roads & Bridges Development Corporation Limited

*N.K. Tomar*  
N.K. Tomar  
(Managing Director)

DIN No. 09538579  
21.09.2022

*Vishal Seth*  
Vishal Seth  
(Independent Director)

DIN No. 09542556  
21.09.2022

*B.D. Mehta*  
B.D. Mehta  
(Chief Financial Officer)

21.09.2022

*Dolly Gaur*  
Dolly Gaur  
(Company Secretary)

21.09.2022

M.No.  
Firm Regn. No.  
Place:  
Dated:

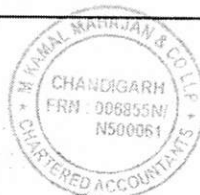
As per our separate report of even date

For M Kamal Mahajan & Co LLP

Chartered Accountants  
FRN 006855N/N500061

*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner

M.No. 532126



11 OCT 2022

27.



HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

Note 13: Revenue from Operations

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Service Charges from construction work	506.00	141.81	127.76
<b>Total</b>	<b>506.00</b>	<b>141.81</b>	<b>127.76</b>

Note 14: Other Income

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
<i>Other non-operating income</i>			
Sale of Bid Documents			0.11
Interest Income	1,901.13	1,786.23	2,721.67
Sale of PWD B&R Code book	0.26	0.26	0.66
Accommodation Rent			3.09
Labour cess revenue	0.89	0.87	0.40
Sale of vehicle-damaged	4.42	-	
Sale of Haryana Schedule of Rate 2021	4.72	-	
NOC fees			0.08
Court fee			0.63
Tender fees	0.08		1.76
Miscellaneous Income	1.24	0.04	0.45
Previous year income	0.36	-	
Interest on Income tax refund	105.55	525.72	
<b>Total</b>	<b>2,018.65</b>	<b>2,313.12</b>	<b>2,728.84</b>

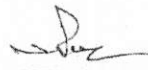
Note 15: Employee Benefits Expense

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Salaries, wages and bonus	619.16	490.91	543.54
Contribution to provident and other funds	13.89	6.10	3.32
Leave Salary and Pension Contribution	21.09	7.59	5.57
NPS contribution	10.87	2.99	1.91
Other Allowances	2.96	5.30	0.72
Medical Expenses	-	4.14	0.39
Staff Welfare/ Refreshment	1.74	1.35	1.06
<b>Total</b>	<b>669.72</b>	<b>518.38</b>	<b>556.51</b>

Note 16: Finance Costs

Particulars	March 31, 2022	March 31, 2021	March 31, 2020
Interest and bank charges	0.07	0.01	0.04
<b>Total</b>	<b>0.07</b>	<b>0.01</b>	<b>0.04</b>

For Haryana State Roads & Bridges Development Corporation Limited

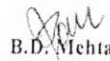


N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022



Vishal Seth  
(Independent Director)  
DIN No. 09542556  
21.09.2022

M.No :  
Firm Regn. No. :-  
Place :  
Dated :



B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

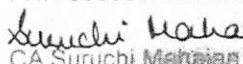


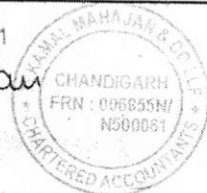
Dolly Gaur  
(Company Secretary)  
21.09.2022

As per our separate report of even date

For M Kamal Mahajan & Co LLP

Chartered Accountants  
FRN 006855N/N500061

  
CA Suruchi Mahajan  
Partner  
M.No. 532126



10 1 OCT 2023

HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Amount in Rs. Lakhs

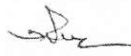
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Note 17: Other Expenses

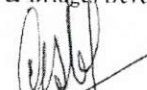
Particulars	March 31, 2022	March 31, 2021	March 31, 2020
<b>A) Selling &amp; Distribution Expenses</b>			
Advertisement & Publicity	-	0.83	0.99
Tender Fee Expense			0.18
<b>B) Operating, Administrative &amp; Other Expenses</b>			
Misc. Expenses	0.55	0.03	0.17
Foundation Expense	1.96	-	
Postage & Courier/ Telegram	0.50	0.41	0.84
Printing & Stationery	19.22	8.63	7.21
Training Expenses	0.53	-	0.01
Professional Charges	31.79	24.74	35.56
Office Expenses	10.27	6.81	5.03
Elect. & Water Charges	3.23	3.87	5.55
Repairs & Maintenance (General)	1.36	1.45	1.06
Repairs & Maintenance (Building)	2.52	-	0.34
Repairs & Maintenance (Computer)	0.39	1.02	1.52
Repairs, Running & Maintenance (Vehicle)	2.65	3.92	12.20
Rates, Fees & Taxation	0.36	0.83	6.31
Telephone Expenses	2.19	1.88	2.39
Travelling & Conveyance	8.92	6.32	24.51
Insurance	1.33	0.71	1.20
Fuel expenses	14.34	12.50	5.79
Website charges	0.06	0.06	0.08
Internet charges	0.51	0.43	0.41
Rounding Off	0.00	0.00	
Testing charges			0.03
Loss on sale of fixed assets	-	0.08	
Amount Written off	-	159.66	137.51
Audit Fee	1.03	0.86	1.48
Rebate/Toll			3.23
Income tax Refund Interest amount - HARRIDA	-	16.49	
CSR Expense	408.13	46.00	54.43
GST Liability	0.66	-	-
	512.50	297.53	308.03

Payment to Auditors	March 31, 2022	March 31, 2021	March 31, 2020
As auditor:			
Statutory Audit fee	0.89	0.89	0.89
Income Tax Audit fee	0.13	0.13	0.13
	1.01	1.01	1.01


For Haryana State Roads & Bridges Development Corporation Limited



N.K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022



Vishal Seth  
(Independent Director)  
DIN No. 9542556  
21.09.2022



B.D. Mehta  
(Chief Financial Officer)  
21.09.2022



Dolly Gaur  
(Company Secretary)  
21.09.2022

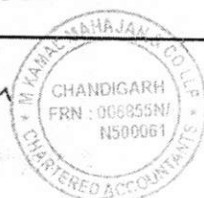
M.No :  
Firm Regn. No :-  
Place :  
Dated :

As per our separate report of even date

For M Kamal Mahajan & Co LLP  
Chartered Accountants

FRN 006855N/N500061

Suruchi Mahajan  
CA Suruchi Mahajan  
Partner  
M.No. 532126



1 OCT 2023

29.



HARYANA STATE ROADS AND BRIDGES DEVELOPMENT CORPORATION LTD  
NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022

Note : Calculation of Deffered Tax

(Rs. in Lakhs)

Sr. No.	Particulars	31st March, 2022
1	Calculation of Timing Difference	
	Depreciation As Per Company Act 2013	28.94
	Depreciation As Per Income Tax Act 1961	478.86
	Provision for Gratuity	-
	Timing Difference	(449.92)
2	Deffered Tax Asset	(113.24)
	Adjustment for Deffered Tax Liability wrongly booked in the year 2018-19	(366.34)
	Deffered Tax Asset Booked/Reversed During the Financial Year	(479.58)

For Haryana State Roads & Bridges Development Corporation Ltd.

*N. K. Tomar*

N. K. Tomar  
(Managing Director)  
DIN No. 09538579  
21.09.2022

*Kamal Seth*

Kamal Seth  
(Independent Director)  
DIN No.09542556  
21.09.2022

M.No :  
Firm Regn. No. :-  
Place:  
Date

*B.D. Mehta*

B.D. Mehta  
(Chief Financial Officer)  
21.09.2022

*Dolly Gaur*

Dolly Gaur  
(Company Secretary)  
21.09.2022

As per our separate report of even date

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061

*Kamal Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No. 532126



10 OCT 2022

## Significant Accounting Policies

### 1.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015(as amended from time to time).

These financial statements for the year ended March 31, 2021 and March 31, 2022 have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.

The financial statements have been prepared on a historical cost basis.

The financial information are presented in Indian Rupees (INR) and all values are rounded to the nearest lakhs, except where otherwise indicated.

### 1.2 Summary of Significant Accounting Policies:

#### 1.2.1 Property, Plant & Equipment (PPE):

Under the previous years, GAAP (Indian GAAP), all assets were carried in the balance sheet at cost, less accumulated depreciation and accumulated impairment losses, if any. On the date of transition to IND AS, the Company has applied exemptions of Ind AS 101 to continue the carrying value of all property, plant and equipment as at the date of transition as its deemed cost.

The expenditure charged to the capital account in the books of corporation wholly represent the addition to or improvement of existing capital account of corporation and amount so charged do not in any instance represent repair & maintenance of such assets. Cost include all incidental expenditure.

The net value of fixed assets has been arrived at after writing-off amount as at the balance sheet date and the book value of all fixed assets do not exceed their recoverable amount as at the balance sheet date. The provision made for depreciation of fixed assets are not in excess of what is consider reasonably necessary for that purpose.

#### 1.2.2 Current versus Non-Current Classification:

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelvemonths after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period





The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

**1.2.3 Taxes:**

**CURRENT & DEFERRED TAX:-**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities in accordance with the Income Tax Act, 1961 (as amended) and Income Computation and Disclosure Standards (ICDS) enacted in India by using the tax rates and tax laws that are enacted or substantively enacted, at the reporting date in India where the Company operates and generates taxable income.

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either another comprehensive income or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI (Other Comprehensive Income) or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**DEFERRED TAX:**

Deferred tax is provided using the liability method on temporary differences between the tax basis of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill for an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss;

Deferred tax assets (including Mat credit, if any), are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

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



Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the assets realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Appeals for the A.Y. 2008-09, 2011-12, 2012-13, 2016-17 and 2017-18 preferred by the Corporation, are pending before different appellate authorities till the date of this Balance Sheet. The financial impact of the same will be determined on the decisions of the pending appeals.

**Goods & Service Tax (GST)/ Sales/ Value Added Taxes (VAT) paid on acquisition of assets or on incurring expenses:**

Expenses and assets are recognized net of the amount of GST/sales tax/ [value added taxes paid, except:

- When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of tax included

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of other current assets or other current liabilities in the balance sheet.

**1.2.4 FOREIGN CURRENCY TRANSACTIONS :-**

No Expenditure in foreign exchange incurred by the company during the year.

**1.2.5 BORROWING COST:-**

There is no borrowing cost incurred during the year.

**1.2.6 PROVISIONS & CONTINGENT LIABILITIES :-**

Liabilities, though contingent, are provided for if there are reasonable chances of maturing such liabilities as per management. Other contingent liabilities, barring frivolous claims not acknowledged as debts, are disclosed by way of notes

**1.2.7 CAPITAL WORK IN PROGRESS:-**

Projects under progress are carried at cost comprising direct cost, related incidental expenses, interest and other financial costs payable on funds specifically borrowed to the extent they relate to the period till assets are put to use. No capital projects are under progress as at the end of current Financial Year.





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### 1.2.8 GRANTS IN AID

The government grants being received from the State Government are being shown on Accrual basis. The amount utilized against the grant on capital expenditure as well as revenue expenditure is deducted from grant in aid. No grant has been received during the current Financial Year.

### 1.2.9 PRIOR PERIOD ITEMS:-

Prior period Expenses/Incomes have been shown in Profit & Loss Account and details of the same are disclosed by way of Notes on Accounts

### OTHER NOTES ON ACCOUNTS:-

1. Contingent liabilities on account of :-

#### Arbitration cases – Building

Sr.no.	Title of case	Claims	Latest status
1	HSRDC V/s M/s Starrco Engineers, Delhi	Rs.346.15 lakhs	Pending in the court of ADJ Chandigarh. Next date of hearing is 04.11.2022
2	HSRDC V/s TCIL, TCIL Bhawan G.K. New Delhi	Rs. 1,09,81,043/-	Pending in Civil Court Hisar Next date of hearing is 22.11.2022
3	MD HSRDC V/s M/s Jai Bhagwan	Rs.91,94,930/-	Pending in Civil Court Chandigarh Next dated of hearing is fixed for 27.09.2022
4	M/s. Omaxe Ltd. V/s. HSRDC	Rs.21,15,01,915/-	Next date of hearing 15.11.2022
5	Ramesh Kumar V/s HSRDC & Other.	Rs.1,23,080/-	Next date of Hearing 14.10.2022



Sr. No.	Title of Case	Name of Work	Arbitral Tribunal	Name of Advocate /counsel	Amount of award	Present status
1.	M/s Niraj J Mhatre  SE HSRDC Gurgaon DGM-I HSRDC Gurgaon.	Improvement of Hodal Punhana Nagina road, Bori Kothi Punhana road and Uttawar Sikrawa Bhadas road.  (Pkg.-9/HSRDC/2010)	<ul style="list-style-type: none"> <li>Sh. S.S. Nijjer, former Judge.</li> <li>Sh. S.R. Pandey.</li> <li>Sh. K.B. Lal Singhal</li> </ul>	Sh. Vivek Verma Advocate	Rs. 14.79 Cr.	<p>Ld. AT awarded Rs.14,79,36,410/- in favour of M/s. Niraj JM Mhatre on 16.10.2017. Award challenged in Commercial Court Gurugram.</p> <p>Hon'ble Spl. Commercial Court at Gurugram has decided the case in favour of claimant on dated 26.02.2020.</p> <p>(i) The decision of Commercial Court Gurugram has been challenged in the Punjab &amp; Haryana High Court bearing no. FAO-CARB 02/2021 by the HSRDC</p> <p>(ii) Execution Petition filed by the applicant for implementing the award In commercial Court Gurugram bearing no. EXE/201/2019.</p>
2.	M/s KCC Buildcon Pvt. V/s HSRDC  SE HSRDC Gurgaon DGM-II Rewari.	Balance work of four lanning of various roads in Rewari town and Construction of new roads in Rewari Distt.  (272/NCR/2014)	<ul style="list-style-type: none"> <li>Sh. M.P. Vachher, Presiding Arbitrator.</li> <li>Sh. I.J. Mumtani, Arbitrator B18, East of Kailash, New Delhi.</li> <li>Sh. Padam Parkash Aggarwal, B-126, MIG Aashiana, Phase-I, MDA Colony Moridabad.</li> </ul>	Sh. P.S. Rana, Advocate	Rs. 11.17 Cr.	<p>Award dated 01.11.2017 received in favour of claimant. Award challenged in Spl. Commercial Court at Gurugram. Decided on 01.11.2021.</p> <p>The award was challenged in the Comemrcial Court Gurgaon and the Hon'ble Court has dismissed the appeal filed by HSRDC on 01.11.2021.</p> <p>The decision of Commercial Court Gurugram dated 01.11.2021 has been challenged by HSRDC in the Punjab &amp; Haryana High Court at Chandigarh bearing no. FAO CARB/3/2021.</p> <p>Exec application no. 480/2020 filed by the agency in District Court Rewari.</p>
3.	M/s. KCC Buildcon Pvt. Ltd.  SE HSRDC Gurugram DGM-IV HSRDC Rohtak	Construction of bye passes at Beri and Chhara in Jhajjar District in Haryana.  (196/HSRDC/2013)	<ul style="list-style-type: none"> <li>Sh. G.Sharan</li> <li>Sh. Subhash Chander EIC (Retd)</li> <li>Sh. I.J. Mantani</li> </ul>	Sh. Vivek Verma Advocate	Rs.1.17 Cr.	<p>Award dated 08.01.2019 received in favour of claimant.</p> <p>The award challenged by HSRDC in High court Delhi bearing no. OMP (COMM) No. 222/2019 and date of hearing is fixed for 18/02/2021.</p> <p>The payment of Rs. 1,46,95,305/- has been deposited in Hon'ble High Court Delhi on 07.03.2021</p>





Sr. No.	Title of Case	Name of Work	Arbitral Tribunal	Name of Advocate /counsel	Amount of award	Present status
4.	M/s. PNC Infratech Ltd.  SE HSRDC Gurugram DGM-I HSRDC Gurugram	Gurgaon Nuh Rajasthan border (SH-13) Km 7.200 to Km 95.890 by Four lanning, wdg., stg., provide drains, wdg. of bridges and culverts, retaining structures and other misc. works.  (Pkg. 6/HSRDC)	<ul style="list-style-type: none"> <li>Sh. Kuldeep Singh, Presiding Arbitrator</li> <li>Shri Yogesh Gupta, Chief Engineer (Retd)-Arbitrator,</li> <li>Sh. Kanwaljeet Singh Brar, SE (Retd) – Arbitrator,</li> </ul>	Sh. P.S. Rana, Advocate	Rs.30.91 Cr.	<p>1. Award dated 03.02.2019 was received in favour of M/s. PNC Infratech Ltd. amounting to Rs.30,91,46,199/-</p> <p>2. Award challenged by HSRDC bearing no. ARB 79/2019 in Special Commercial Court at Gurugram but on the orders of Hon'ble Court, the case has been filed Commercial Court, Chandigarh bearing no. ARB/689/2021.</p> <p>3. M/s. PNC Infrastructure has challenged the Award in the District Court, Chandigarh bearing No. ARB 253/2019.</p>
5.	M/s. Yongma Engineering Co. Ltd.  SE HSRDC Gurugram DGM-I HSRDC Gurugram	Supervision Consultancy services for the work of improvement by widening and strengthening of Gurugram Chandu Badli road section from Badli to Gurugram Km 18.200 to 39.00 in Gurugram and Jhajjar Distt.  (187-P-II/HSRDC/2013).	<ul style="list-style-type: none"> <li>Sh. Kuldeep Singh, Presiding Arbitrator</li> <li>Sh. Robinder Singh Sandhu, CE(Retd) Pb. PWD B&amp;R</li> <li>Sh. Amarjit Singh, CE(Retd) Pb. PWD B&amp;R.</li> </ul>	Sh. P.S. Rana, Advocate	Rs.69,05.760/-	<p>Award dated 28.02.2019 amounting to Rs. 69,06,760/- announced in favour of claimant.</p> <p>Award challenged in Distt. Court Chandigarh by HSRDC bearing no. ARB 633/2019.</p> <p>The Execution Petition bearing No. EXE/1004/2019 titled as M/s. Yongma Engineering Co. Ltd. V/s. HSRDC listed before the Hon'ble Distt. Court Chandigarh.</p>
6.	M/s Niraj Cement Structural Ltd. Mumbai V/s HSRDC  SE HSRDC Gurgaon DGM-II HSRDC Rewari	Construction of the four lanning of various roads in Rewari Town and construction of new roads in Rewari District.  (Case No. 219/NCR/2012)	<ul style="list-style-type: none"> <li>Sh. R.R. Sheoran, EIC (Retd.)</li> <li>Sh. Chaman Lal, EIC (Retd.)</li> <li>Sh. N.K. Bahri</li> </ul>	Sh. P.S. Rana, Advocate	Rs.9.93 Cr.	<p>Award dated 20.02.2020 received in favour of claimant.</p> <p>Award challenged by the Claimant in the Distt. Court Panchkula bearing no. ARB 29/2020.</p> <p>HSRDC has also challenged award in District court Panchkula bearing no. ARB/31/2020</p>
7.	M/s. MG Kundu Shivaliya Rohtak V/s HSRDC  SE HSRDC Gurugram Deputy General Manager-IV, HSRDC Rohtak	Improvement of Jhajjar Dhaur Beri Road, Bahadurgarh Beri Kalanaur road, Dighal Beri Jahazgarh Road in Jhajjar District.  (Case No. 235/NCR/2013)	<ul style="list-style-type: none"> <li>Sh. Kishanjit Singh, CE (Retd.)JUT Chandigarh</li> <li>Sh. Subhash Jindal, EIC(Retd).</li> <li>Sh. Basab Muzumdar, Engineer</li> </ul>	Sh. Kuldeep Tiwari, Advocate	Rs.15.12 Cr.	<p>Award dated 05.08.2019 received in favour of claimant.</p> <p>Award challenged in District Court Chandigarh bearing ARB 78/2020 in District Court Chandigarh.</p>
8.	M/s. FRN Centrodorsfroy (India) Pvt. Ltd.	Improvement of Hodal Nuh Pataudi Road Project (MDR-132)	<ul style="list-style-type: none"> <li>Sh. Satish Sagar, Presiding Arbitrator</li> </ul>	Sh. Vivek Verma Advocate	Rs.37.08 Cr.	<p>Award dated 05.08.2019 amounting to Rs.37,08,15,412/- in favour</p>

Sr. No.	Title of Case	Name of Work	Arbitral Tribunal	Name of Advocate /counsel	Amount of award	Present status
	V/s HSRDC SE HSRDC Gurgaon DGM-I, HSRDC Gurgaon	Km. 0.00 to 96.775 by Reconstruction, widening, strengthening, raising, Providing drains, widening of bridges and culverts and other miscellaneous works etc.  (Case No. Pkg.- 5/HSRDC/2008).	<ul style="list-style-type: none"> <li>Sh. V.K. Sawal, CE(Retd)</li> <li>Sh. K.J.S. Brar, SE (Retd.)</li> </ul>			<p>of claimant.</p> <p>M/s. Centrodorstroy (India) Pvt. Ltd. has also filed case in District court Chandigarh challenging the for modification of award. Case No. 5/ARB/1072/2019</p> <p>On the orders dated 26.08.2021 of Commercial Court Gurugram, the Award has been challenged in Commercial Court Chandigarh by HSRDC bearing ARB 690 of 2021</p>
9.	M/s GR –Gawar (Joint Venture), V/s HSRDC  SE HSRDC Gurugram DGM-IV HSRDC Rohtak	Four lanning of Rohtak Bhiwani road (Km. 91.600 to 113.910) and four lanning of Rohtak Hisar road from (Km. 79.200 to Km. 86.800) in Rohtak District.  (Case No. 2/HSRDC/2009)	<ul style="list-style-type: none"> <li>Sh. Kamlesh Kumar, Presiding Arbitrator.</li> <li>Sh. A.K. Garg, Arbitrator.</li> <li>Sh. R.K. Jain, Arbitrator.</li> </ul>	Sh. P.S. Rana, Advocate	Rs.54.38 Cr.	<p>AT has awarded on 26.12.2020 amounting to Rs.54,37,61,636/- in favour of M/s GR –Gawar (JV)</p> <p>Objection petition has been filed on dated 24.03.2021 bearing no. ARB 10 of 2021 in the Hon'ble District Court Panchkula.</p>
10.	M/s Gawar Construction Co. Limited, Hisar  SE HSRDC Gurugram DGM-I HSRDC Gurgaon	Improvement of Punhana Jurhera road and providing service Lane & drain on Gurgaon Nuh Alwar Road in Gurgaon & Mewat District.  (Case No. 5/HSRDC/2009)	<ul style="list-style-type: none"> <li>Sh. Kamlesh Kumar, Presiding Arbitrator.</li> <li>Sh. A.K. Garg, Arbitrator.</li> <li>Sh. R.K. Jain, Arbitrator.</li> </ul>	Sh. P.S. Rana, Advocate	Rs.47.48 Cr.	<p>AT has awarded on 26.12.2020 amounting to Rs. 47,48,08,965/- in favour of Gawar Construction Co. Limited.</p> <p>Objection petition has been filed on dated 24.03.2021 bearing no. ARB 11 of 2021 in the Hon'ble District Court Panchkula.</p>
11.	M/s KCC Buildcon Pvt. Ltd.  SE HSRDC Gurugram DGM-IV Rohtak	Construction of Bye passes at Subana & Kosli in Jhajjar/Rewari District.  (Case No. 195/HSRDC/2013)	Court Case	Sh. Parteek Mahajan, Advocate		Court case pending in Punjab & Haryana High Court. ARB/87 of 2017
12.	HSRDC V/s. Sanjay and DARCL and others  SE Sonapat DGM-III HSRDC Sonapat	Collapse of Steel Bridge on Gohana Sisana road in Sonapat Distt. (Case No. 161/HSRDC/2012)	Court Case	Sh. Jai Bhagwan Sharma, Advocate	Tentative claim Rs.4,75,68,291/-	Court case filed by HSRDC in the District Court Sonapat bearing no. MACP 497/2016
13	HSRDC Vs. S.S. Nijjar, Hon'ble Former Justice, (Supreme Court of India)  SE HSRDC Gurugram DGM-I	Excess payment to Sh. S.S. Nijjar in respect of Arbitration case for the work of Hodal Punhana Nagia Road, Bori Kothi Punhana Road and Uttawar Shikrawa Bhadas Road in Mewat/Palwal District in Haryana.	Court Case	Sh. P.S. Rana, Advocate	Excess payment	Pending case No. CWP 6158/2021 in Punjab & Haryana High Court Chandigarh





Sr. No.	Name of Circle/ Division	Name of work	Name of the agency	Brief Particulars	Action taken by HSRDC	Status as on 31.03.2022	Present status
				<p>immediately.</p> <p>iv). In the meantime HSRDC filed FAO bearing no. 7360 of 2016 in the Hon'ble High Court Chandigarh.</p> <p>The Hon'ble High Court stayed the orders on 12.12.2016.</p> <p>v) Sh. Om Parkash Hooda fraudulently took the award money from ADJ-1 Panchkula on 12.12.2016 itself after the stay of the award was ordered by the Hon'ble High Court on 12.12.2016.</p> <p>vi) As Sh. Om Parkash Hooda fraudulently drawn the Govt. money Rs.1,16,20,002/-, inspite of Stay Orders issued by Hon'ble High Court, a contempt Petition bearing no. COCP 1856/2016 has been filed by HSRDC.</p>			
2.	SE HSRDC Gurugram DGM-I HSRDC Gurugram  Advocate: Sh. Vivek Suri, Advocate.	Collection of toll at TP-2 (Gurgaon - Pataudi Road at KM. 24).	M/s. Mahashiv Promoters	<p>The agreement with M/s. Mahashiv Promoters was terminated due to illegal location of collection of toll.</p> <p>Arbitration: The agency gone in arbitration. Arbitrator by Sh. Kapur Singh Arbitrator given award on 20.01.2014 in favour of claimant but the agency was not satisfied and filed arbitration case in District Court Gurugraon vide no. ARB/2/2014. Allowed for transfer at Panchkula.</p> <p><b>Court case stage:</b> Transfer</p>	<p>HSRDC filed objection petition in Distt. Court Panchkula bearing no. ARB/13/2014. On 13.11.2017, the case transferred to Gurugaon Court.</p> <p>CR 6219 of 2014 filed in the Hon'ble High Court against Distt. Court Panchkula order dated 13.11.2017. Dismissed on 01.03.2016.</p> <p>HSRDC filed case no. ARB-107/2017 in District Court Gurugram. Dismissed on</p>	--	--





Sr. No.	Name of Circle/ Division	Name of work	Name of the agency	Brief Particulars	Action taken by HSRDC	Status as on 31.03.2022	Present status
				<p>Application (TA 332/2016) filed by M/s. Mahashiv Promoters in Hon'ble High Court Chandigarh. Disposed of on 02.02.2017. Allowed for Panchkula.</p> <p>The agency filed case no. ARB-106/2017 in District Court Gurugram. Partly allowed on 06.02.2018</p>	<p>06.02.2018</p> <p>FAO filed in the Hon'ble High Chandigarh court bearing no. FAO CARB-28/2018 Against arbitration award dated 06.02.2018 of Rs.64,05,118/- + Rs.12% interest per annum given.</p>	<p>CM-73-FCARB-2018</p> <p>Next date of hearing is 11.10.2022</p>	<p>CM-73-FCARB-2018</p> <p>Next date of hearing is 11.10.2022</p>
3.	SE Rewari EE PD Narnaul  Advocate:  Sh. Dinesh Kumar Harit, Advocate        Sh. Naresh Jangra, Advocate	Collection of toll at TP-30 [Kotputli-Budhwal-Nangal Chaudhary-Narnaul road (near Rajasthan border)]	Sh. Om Parkash Gupta	<p>HSRDC went to Arbitration for recovery of Rs.1,34,30,365/- from Sh. Om Parkash Gupta, the then entrepreneur of TP-30.</p> <p>Sh. Kapoor Singh, Arbitrator announced the award in favour of HSRDC on dated 29.01.2016.</p> <p>Sh. Om Parkash Gupta challenged the arbitration award dated 29.01.2016 given by Sh. Kapur Singh Arbitrator in the case of, in favour of HSRDC.</p> <p>Sh. Om Parkash Gupta withdrawn the case on 28.08.2018.</p> <p>Sh. Om Parkash Gupta again filed appeal in the District Court Hisar bearing no.ARB 329/2018</p>	<p>Execution Application has also been filed by HSRDC in District Court Narnaul bearing no. EXE 323/2017</p> <p>--</p> <p>--</p>	<p>Pending in District Court Narnaul. Next date of hearing is 27.05.2022</p> <p>--</p> <p>Pending in District Court Hisar. Next date of hearing is 12.04.2022.</p>	<p>Pending in District Court Narnaul. Next date of hearing is 19.10.2022</p> <p>(FOR APPEARANCE)</p> <p>--</p> <p>Pending in District Court Hisar. Next date of hearing is 16.09.2022. FOR OBJECTION / DISPOSAL)</p>



Sr. No.	Name of Circle/ Division	Name of work	Name of the agency	Brief Particulars	Action taken by HSRDC	Status as on 31.03.2022	Present status
4.	SE Rewari EE PD Narnaul  Advocate:  Dinesh Kumar Harit, Advocate	Collection of toll at TP-19 [Kotputli-Budhwal- Nangal Chaudhary- Narnaul road (near Rajasthan border)]	Sh.Parshant Gupta	<p>The contract agreement for collection of toll at TP-19 with Sh. Parshant Gupta was terminated prematurely on 28.12.2010.</p> <p>Sh. Parshant Gupta had gone in arbitration for above termination and penalty etc.</p> <p>Sh. Kapoor Singh, Arbitrator announced the award in favour of HSRDC on dated 28.02.2017.</p> <p><b>Court case stage</b> Sh. Parshant Gupta challenged the arbitration award dated 28.02.2017 given by Sh. Kapur Singh Arbitrator in favour of HSRDC bearing ARB-06/2017 in District Court Narnaul.</p>	<p>The execution application has also been filed by HSRDC bearing no. EXE/264/2017 through EE Narnaul</p> <p>--</p>	<p>Next date is fixed for 27.04.2022</p> <p>Next date fixed for 12.04.2022</p>	<p>10.11.2022 (FOR ARGUMENTS)</p> <p>Next date fixed for 11.01.2023 (FOR ARGUMENTS)</p>
5.	SE Sonapat DGM-III Sonapat  Advocate: Sh. S.C. Sharma, Advocate	Collection of toll at TP-27 (Rohtak-Kharkhauda-Delhi road)	Sh. Sumer Singh	<p>Sh. Sumer Singh defaulted in paying monthly installment for collection of toll at TP-27. Agreement terminated with the agency.</p> <p>It was decided to encash bank guarantees but concerned bank did not paid the requisite amount.</p> <p>Sh. Sumer Singh went in arbitration against the above termination.</p> <p><b>Arbitration State</b> Arbitrator has given Rs.14,77,000/- in favour of Sumer Singh vide award dated 26.02.2017.</p>	<p>HSRDC has also challenged the award bearing no. ARB-52/2017 in Distt. Court Panchkula for recovery of Rs.17,34,500/-.</p>	<p>Both the cases are Pending in Distt. Court Panchkula. Next date of hearing is fixed for 06.07.2022.</p>	<p>Both the cases dismissed on 26.07.2022.</p> <p>FAO is being filed in Hon'ble High Court against order dated 26.07.2022.</p>





Sr. No.	Name of Circle/ Division	Name of work	Name of the agency	Brief Particulars	Action taken by HSRDC	Status as on 31.03.2022	Present status
				The award of Arbitrator Sh. Anup Chauhan. CE(R) dated 26.02.2017 challenged by Sh. Sumer Singh in Distt. Court Panchkula bearing no. ARB-141/2017.			
6.	SE HSRDC Gurugram DGM-I HSRDC Gurugram  Advocate: Sh. Vishal Garg, Advocate.  Sh. Vivek Verma, Advocate  Sh. Anuj Sehrawat, Advocate	Collection of toll at TP-39 (Hodal Nuh Pataudi Patauda Road)	M/s. RK Jain Infra Project.	M/s. RK Jain Infra Project Pvt. Ltd. went for arbitration. Arbitrator awarded on 21.02.2018 in favour of M/s. RK Jain Infra Project Pvt. Ltd.  <b>Court case stage:</b> FAO-CARB 38/2019 filed by M/s R.K. Jain Infra Projects Pvt. Ltd. as the objection petition filed by HSRDC against the arbitration award dated 21.02.2018 as awarded by the Sole Arbitrator for amounting to Rs. 1,49,01,212/- in favour of M/s R.K. Jain Infra Projects Pvt. Ltd. was allowed by the Special Commercial Court Gurugram.	The award of the Arbitrator dated 21.02.2018 was challenged in Commercial Court Gurugram bearing no. ARB-20/2018.  On 30.01.2019, Case No. ARB-20/2018 was decided by Commercial Court Gurugram. Sh. Anuj Sehrawat, Advocate has recommended to challenge the orders dated 30.01.2019 in High Court Chandigarh.	Fixed for 29.08.2022	Fixed for 22.09.2022 (LISTED)
7.	SE Hisar EE PD Fatehabad  Advocate: Sh. H.L. Jangra, Advocate	Collection of toll at TP-32 (Jakhal Darsul Bhuna Pabra road near Punjab border)	Sh. Desh Raj	The agreement with Sh. Desh Raj was terminated on 06.07.2011 due to overcharging.  <b>Arbitration Stage.</b>  Sh. Desh Raj went in arbitration for above termination.  Sh. Kapoor Singh, Arbitrator given 'Nil' award on 13.01.2016.  The award has been challenged in the court of ADJ Fatehabad by the agency bearing no.	Having 'Nil' award, no action to be taken by HSRDC.	Pending in Distt. Court Fatehabad. Next date of hearing is 12.04.2022.	Pending in Distt. Court Fatehabad. Next date of hearing is 15.09.2022. (FOR ARGUMENTS)



Sr. No.	Name of Circle/ Division	Name of work	Name of the agency	Brief Particulars	Action taken by HSRDC	Status as on 31.03.2022	Present status
				ARB-6/2016.			
8.	SE HSRDC Gurugram DGM-I HSRDC Gurugram  Advocate:  Sh. Vivek Verma, Advocate.	Collection of toll at TP-1 [Gurgaon-Sohna Road (at Km 11 Near Badshahpur)]	M/s. RK Jain Infra Projects	The agreement with M/s. RK Jain Infra Project Pvt. Ltd. was terminated w.e.f. 25.12.2014 due to declaration of Gurgaon Sohna road as National Highway.  M/s. RK Jain Infra Project went in arbitration and Arbitrator given award on 04.01.2017 in favour of M/s. RK Jain Infra Project.  Execution petition no. 1233/2017 filed by the applicant for taking the amount of arbitration award dated 04.01.2017 as awarded by the Sole Arbitrator amounting to Rs.1,41,86,871/- <b>Sine Die on 28.09.2021.</b>	Objection petition filed in Special Commercial Court Gurugram against Arbitration award dated 04.01.2017. Dismissed on 31.01.2019.  FAO CARB 37/2019 filed by the HSRDC in the Hon'ble High Court Chandigarh  CR 6011/2019 filed by HSRDC in the Hon'ble High Court Chandigarh.  On 23.09.2019, High Court stayed the orders dated 16.09.2019 of Commercial Court Gurugram and directed to deposit Rs.1,95,80,153.15 before the Special Court, Gurugram.  Funds amounting to Rs.1,95,80,153.15 transferred to DGM-I Gurugram	--  Listed for 29.09.2022  CR 6011/2019 Sine die on 03.09.2021	--  Listed for 29.09.2022  CR 6011/2019 Sine die on 03.09.2021
9.	SE Sonipat DGM-III HSRDC Sonipat  Advocate: Sh. Sandeep Moudgil, Advocate.	TP-14 Sonipat Meerut Road	Parmod Kumar	Payment fee share of Arbitrator	The SLP filed by this office dismissed on 29.06.2016 in Hon'ble Apex Court.  The matter regarding share in payment fees of arbitrators is pending Hon'ble High Court bearing no. FAO 8404/2015 CM-26504-CII-2015.  Ld. AG Haryana has recommended the name of Sh. Lokesh Sinhal, SAAG on 17.12.2021.	10.10.2022	10.10.2022





**INCOME TAX CASES**

Sr. No	Particulars	Rs. (In Laacs)	Status
1.	Appeal filed before the Commissioner of Income Tax (Appeals), Panchkula for the Assessment Year 2008-09.	Expenses for the A. Y. 2008-09 amounting to Rs. 217.02 lacs disallowed. i) Difference in income and expenses Rs.115.20 lacs. ii) Guarantee fee Rs. 96.91 lacs iii) Provision of TDS deduction Rs. 4.91 Lacs. Total Rs. 217.02 lacs	Appeal filed against the Assessment order of Asstt. Commissioner of Income Tax, Panchkula on 28.10.2021 before the Commissioner of Income Tax (Appeals), Panchkula. The case was heard on 23.02.2022. Further, next date of hearing was fixed on 05.08.2022 and reply submitted on due date through Online Income Tax Portal by this office. The next date hearing is yet to be fixed by CIT (A).
2.	Appeal filed before the Commissioner of Income Tax (Appeals), Panchkula for the Assessment Year 2011-12.	Disallowed expenses for the A.Y. 2011-12 amounting to Rs.20.48 lacs and deduction u/s 801A. i) Sales Tax Rs.10.62 lacs ii) Labour Cess Rs.9.86 lacs. Total Rs. 20.48 lacs	Appeal filed against the Assessment order of Asstt. Commissioner of Income Tax, Panchkula on 30.10.2021 before the Commissioner of Income Tax (Appeals), Panchkula. The date of hearing is yet to be fixed by CIT (A).
3.	Appeal filed with Income Tax Appellate Tribunal (ITAT) against orders of Comm. Income Tax Appeals Panchkula for the Assessment Year 2012-13 u/s 250(6) of Income Tax Act, 1961. Appeal No.-582/CHANDI-2016	Disallowed expenses for the A.Y. 2012-13 amounting to Rs.13.75 lacs, the revised return and deduction u/s 801A. i) Sales Tax Rs. 13.36 lacs ii) Labour Cess Rs. 0.39 lacs. Total Rs. 13.75 lacs	The case was fixed for hearing on 26.07.2022 with CIT (A) and the case was adjourned to 12.08.2022. The next date hearing is yet to be fixed.
4.	Appeal filed to Commissioner Income Tax (Appeal) against re-assessment order of Deputy Commissioner of Income Tax Panchkula for the Assessment Year 2011-12 u/s 143(3) w.r.t. u/s 147 of Income Tax Act, 1961. (Re-opened case) Appeal No. CIT(A), Panchkula/10364/2016-17(Manual Appeal Register No. 115/PKL/16-17	Disallowed expenses for the A.Y.2011-12 amounting to Rs.117.43 lacs i) Expenses of Registration fee and stamp duty Rs.95.60 lacs ii)Expenses of Departmental Toll collection and Traffic survey fee Rs.21.83 lacs iii) Calculation mistake Total Rs. 117.43 lacs	The case was fixed for hearing on 11.12.2019 with CIT(A), Panchkula and the case was adjourned to 19.12.2019. The software system of I.T. Department is being updated. Therefore, no further date of hearing in this case has been.
5.	Appeal filed to Commissioner Income Tax (Appeal) against assessment order of Deputy Commissioner of Income Tax Panchkula Circle for the AY 2012-13 u/s 271(1)(c) of Income Tax Act, 1961. (Penalty case)	Imposed Penalty for the AY 2012-13 amounting to Rs.6,84,99,693/- due to non- acceptance of Revised Tax Audit. Total Rs. 684.99 lacs	The case was heard on 12.12.2017 and adjourned sine die till the decision of main case for the AY 2012-13.
6.	Appeal filed with CIT(Appeals) on 21.12.2018 against the order of Asst. CIT for A.Y 2016-17	Appeal filed against the addition of Rs.54.98 Cr. in respect of unspent funds lying with HSRDC	Appeal filed with CIT (A) and 20% of demand raised i.e. Rs.4.97 Cr. has been deposited. The case was fixed for hearing on 18.02.2021 with CIT (A). The next date hearing is yet to be fixed by CIT (A).



Sr. No	Particulars	Rs. (In Laes)	Status
7.	Appeal filed with CIT(Appeals) for AY 2017-18	Appeal filed against the addition of Rs.2.50 Cr.	Appeal has been filed with CIT (A) against the addition of Rs. 2.50 crore on 25.05.2021. The next date hearing is yet to be fixed by CIT (A).

## 2. Discontinuing Operations-

There were two main sources of income of the Corporation, one was from the operation of Toll points which was levied on roads in the state of Haryana and other is Service Charges which are levied on construction work of buildings and roads which the corporation executes for client departments. From 23.07.2015 the corporation has discontinued the operation of Toll points which are transferred to the department of PWD B&R Haryana as per the notification of Haryana Govt. dated 23.07.2015.

3. The Haryana Panchayat and Urban Development Department, has deposited funds under LADT scheme for Construction / repair / maintenance of Rural & urban Link Roads in the state. The execution of works has been carried forward through Haryana PWD (B&R). Balance outstanding under LADT Funds with the Corporation as on 31<sup>st</sup> March 2022 (Rural & Urban) are Rs. 145.65 Lacs.
4. The small scale undertaking to whom amount outstanding for more than 30 days is Nil (NIL). The information has been compiled to the extent they could be identified as small scale ancillary undertaking on the basis of information available with the company.
5. In the opinion of the Board, the Current Assets, Loans & Advances are approximately of the value stated if realized in the ordinary course of Business. The provision for all known liabilities is adequate and not in excess of the amount considered reasonably necessary.
6. A sum of Rs. 42.63 Lacs is payable to Haryana Industries Department for settling the accounts with HUDA & HFC on account of amount received for allotment of Suites at HUDCO Complex, New Delhi and the same has been shown under the head Non-Current Liabilities.

## 7. Details of Prior period Adjustment :-

(Amount in Rs.)

Particulars	2021-22	2020-21	2019-20	2018-19	2017-18
Previous year expenses	16,933	71,79,341	95,547	60,94,108	0.00
Previous year income	(35,543)	(8182)	(7,31,203)	5,26,427	0.00
<b>Net Total</b>	<b>(18,610)</b>	<b>71,71,159</b>	<b>(6,35,656)</b>	<b>(55,67,681)</b>	<b>0.00</b>





8. Trade Receivables amounting to Rs. 4,640.92 lakhs have been classified as per Schedule III as on 31<sup>st</sup> March 2022, out of which provision for Bad & Doubtful debts is made for Rs.120.22 lakhs in the earlier years. Management is of the opinion that all the other debtors amounting to Rs. 4,520.70 lakhs are good. Hence no provisions on the same have been made.
9. The net amount recoverable from expired contractor Mr. Manoj Kumar (Toll No. 12 & 24) amounting to Rs.120.22 lacs have been provided as Bad and Doubtful Debts in the books of accounts for the year ending 31.03.2009. The Management of the Corporation has filed a suit for recovery against the Legal Heirs of the Deceased.

**10. Corporate Social Responsibility (CSR) Expenditure**

Particular for the year ended 31st March, 2022

Gross Amount Required to spend	Rs. 39.36 Lakh		
Amount Spend during the Year	RTGS	Yet to paid in cash	Total
(i)Construction/acquisition of any asset	-	-	-
(ii)On purposes other than (i) above	39.36 Lakh	-	39.36 Lakh

**11. Auditors Remuneration: -**

(Amount in Rs.)

	2021-22	2020-21	2019-20	2018-19	2017-18
a) Audit Fee	75,000 (+GST)	75,000 (+GST)	88,500	88,500	88,500
B) Tax Audit Fee	12,100	11,000	12,980	12,980	12,980

12. The Service charges for the Construction Project Works have been charged by the Corporation detailed as below:-

Branches	Work Done	Service charges	% age
Trf. Fund DGM-I HSRDC Gurgaon (NCR Work) <i>N</i>	23,64,01,570.00	23,64,016.00	1
Delhi Rewari Railway Line Road LC 31 (DGM-I, Gurugram)	10,41,64,366.00	0.00	0
Const. of Medical College Habitpur in Jind <i>B</i>	80,08,39,499.10	1,60,16,789.98	2
Teaching Block at Regional Center Kharal <i>B</i>	5,61,90,852.00	28,09,543.00	5
Trf. Fund Dertpp Works Yamuna Nagar <i>B</i>	12,24,142.00	61,207.00	5
Trf. Fund Library Work Murthal(36/08) <i>B</i>	9,56,362.00	47,818.00	5
Teaching Block at Regional Center Lula Ahir <i>B</i>	4,26,03,163.00	21,30,158.00	5
Teaching Block at Regional Center South Campus Bhainswal <i>B</i>	4,05,75,445.00	20,28,772.00	5
Construction of 2 lane ROB on LC 36 (DGM-III, Sonapat)	3,27,13,108.00	0	0
Construction of approaches of 2 lane ROB in lieu of LC 20	31,90,290.00	0	0

(DGM-III, Sonapat)			
Tauru Sarai Road upto Kot Kandelva in Nuh District (DGM-V, Faridabad)	12,46,73,120.00	12,46,731.00	1
Construction of 2 lane ROB at Bamnikhera Hassanpur Road at LC 561 (DGM-V, Faridabad)	3,28,01,079.00	3,28,011.00	1
Reconstruction on Punhana Kot road in Nuh District (Package-III) (DGM-V, Faridabad)	15,30,19,784.00	15,30,198.00	1
Palwal Hathin Uttawar Road MDR 135 (DGM -V, Faridabad)	4,36,99,910.00	4,36,999.10	1
Construction of 2 lane ROB at LC 564 (DGM-V, Faridabad)	60,48,507.00	60,485.00	1
Construction of ROB on Jind Panipat Railway section at Km 68/21 A-22 (DGM-III, Sonapat)	8,10,000.00	0	0
Construction of NH 10 to NH 71 in Southern bypass, Rohtak	51,80,492.00	51,805.00	1
Construction of 4 lane ROB at Lakhanmajra Meham Road at LC 79 on Delhi Bhatinda , Rohtak	2,53,66,602.00	2,53,666.00	1
Const. of elevated road on old National Highway No. 10 from Chhotu Ram Chowk to old bus statnd, Rohtak	1,12,03,934.00	1,12,039.00	1
Upgradation of existing Sonapat Rathdhana Narela Road, Sonapat	21,72,73,362.00	21,72,734.00	1
Const. of 2 lane relief highway from Ghogripur to Delhi Border, Sonapat	32,25,39,509.00	32,25,395.00	1
Upgradation by providing widening and strengthening of existing road from Sonapat Ganuar via kami, Sonapat	7,66,28,363.00	7,66,284.00	1
Construction of approaches of 3 lane ROB and underpass at LC No. 54 , Panipat and const of 2 lane ROB at LC No. 55, Panipat	59,26,289.00	59,263.00	1
Transfer of funds DGM-II, Rewari,	54,87,27,457.00	54,87,275.00	1
Construction of 3 lane ROB at village Jharli in lieu of LC No. 27,Rohtak	85,38,529.00	0	0
Construction of approaches of 2 lane RUB on Sonapat Ganuar Road, Sonapat	6,00,40,080.00	60,04,008.00	10
Connectivity of Faridabad Town with KGP Expressway	5,15,66,523.00	5,15,665.00	1
Rewari Shahjahanpur Road, DGM -II, Rewari	2,30,83,630.76	2,30,836.31	1
Rewari Bawal Road 4 lanning CCP	6,23,07,133.00	6,23,071.33	1
Const. of ROB in lieu of LC no. 11 between Pali Kholi station	6,51,16,386.00	0	0
Const. of 4 lane ROB at LC No. 61-A	2,32,48,029	0	0
Khund Khol Mandola, DGM Rewari	20,36,83,141.00	20,36,831.00	1
Dental College Nuh	17,10,000.00	0	0
<b>Total</b>	<b>3,39,20,50,656.86</b>	<b>5,05,99,600.72</b>	

### 13. Earnings per share

Basic and diluted earnings per Equity Share are computed in accordance with Indian Accounting Standard 33 'Earnings per Share', notified accounting standard by the Companies (Indian Accounting Standards) Rules of 2015 (as amended). Basic earnings per share is calculated by dividing the net profit or loss attributable to equity holder of company (after deducting preference dividends and attributable taxes, if any) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.





For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders of the company and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

- 14. Accrued interest as on 31<sup>st</sup> March 2022 on saving bank accounts has been provided for on the basis of bank statements/ bank certificates. Interest on FDR accrued during the FY 2021-22 has been added to the principal amount of FDR
- 15. The balances, debit/credit in the accounts of various parties/agencies is subject to their confirmation and reconciliation.
- 16. The Corporation is having some staff of PWD (B&R) on deputation as on 31.03.2022. The expenditure on them is borne by the Corporation as per the terms and conditions of the deputation.
- 17. No provision for Dividend on paid up capital of the company during the year ending 31.03.2022 have been made.
- 18. Additional information required under of the Companies Act 2013.
  - a) Particulars of Employees Number Salary Allowances and other perks:-
    - I) Employees whose remuneration is Rs. 60 lacs and above in the Financial year–NIL
    - II) Employees whose remuneration is Rs. 5 lacs and above per Month –NIL
  - a) Quantitative Information –NIL
  - b) Value of goods imported during the year –NIL
  - c) FOB value of foreign exchange earning during the year –NIL
  - d) Figures shown in brackets denote Previous Year figures.
- 19. Mobilisation Advance and Advances to Contractors are regrouped in the balance sheet so as to make it consistent with the nature of advances.
- 20. There are no related parties of the Corporation. All the shares are held by Government of Haryana. Shares are allotted to the post sanctioned to the officers of the Government of Haryana. No individual can control or make key decisions in individual capacity. Further all the shareholders are Haryana Government employees.  
However, the Corporatipon has paid salary to the Executive Director/ Managing Director and Chief Financial Officer as mentioned below:



(Amt. in Rs.)

Related Party	Name	Salary
Managing Director	Sh. Nihal Singh	21,17,444/-
Chief Financial Officer	Sh. B. D. Mehta	6,37,200/-
Company Secretary	Smt. Dolly Gaur	6,60,000/-

21. Various heads have been regrouped in order to present a fair and true view in Balance Sheet.


"In terms of our separate report annexed"

for Haryana State Roads & Bridges  
Development Corporation Limited

M.No.:-  
Firm Regn. No. :-  
Place  
Dated:

  
**N.K. Tomar**  
(Managing Director)  
DIN No. 09538579  
21.09.2022

  
**Vishal Seth**  
(Independent Director)  
DIN No. 09542556  
21.09.2022

  
**B.D. Mehta**  
(Chief Financial Officer)  
21.09.2022

  
**Dolly Gaur**  
(Company Secretary)  
21.09.2022

As per our separate report of even date  
For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN 006855N/N500061  
**Suruchi Mahajan**  
CA Suruchi Mahajan  
Partner  
M.No. 532126



11 OCT 2023





**M Kamal Mahajan & Co LLP**

**CHARTERED ACCOUNTANTS**

**Independent Auditor's Report**

To the Members of Haryana State Roads & Bridges Development Corporation Limited  
Report on the Audit of the Financial Statements

**Qualified Opinion**

We have audited the accompanying financial statements of Haryana State Roads & Bridges Development Corporation Limited (hereinafter referred to as 'the Corporation' or 'HSRDC'), which comprise the Balance Sheet as at 31<sup>st</sup> March 2022, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of changes in Equity and the Cash Flow Statement for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects/possible effects of the matters described in the *Basis for Qualified Opinion* section of our report, 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 Corporation as at 31<sup>st</sup> March 2022, its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Qualified Opinion**

*Following are the basis of our Qualified Opinion:*

1. Reference is invited to Note 1 – Property, Plant & Equipment of Notes to Accounts whereby the Corporation has valued certain fixed assets at ₹ 1/- for which no documents, fixed asset register or explanation has been furnished to us. As such, the



financial impact of the same, if any, cannot be ascertained due to lack of sufficient information.

- II. Reference is invited to Note 3 - Other Current & Non-Current Assets – Balance with Revenue Authorities – Advance Tax ; Note : 10 Provisions-Provision for tax of Notes to Accounts of the Corporation and Statement of Profit and Loss - Income Tax expense (1) Current Tax whereby the corporation has deposited Advance Tax of only ₹ 93.00 Lakhs as against provision of ₹ 320.04 lakhs and Tax Deducted at Source amounting to ₹177.50 lakhs. As a result, the corporation has deposited interest of ₹ 6.88 lakhs on account of delay and shortfall in payment of advance tax. The same has resulted into excess outflow of funds and financial loss to the Corporation. The financial impact of the same cannot be ascertained due to lack of sufficient information.
- III. Reference is invited to Note 3 - Other Current & Non-Current Assets – Taxes deposited under protest/appeal– Refund for AY 2018-19 and Refund for AY 2019-20; whereby the corporation has not updated the same as per the latest orders u/s 143(1) of the Income Tax Act, 1967. The financial impact of the same cannot be ascertained due to lack of sufficient information.
- IV. Reference is invited to Note 6– Cash and Cash Equivalents of Notes to Accounts of the Corporation, whereby as per the information and explanations furnished to us during the course of our audit , the amount mentioned in Balances with Banks include temporary parking of funds in the form of deposits received from other Haryana Government departments and :
- a. These deposits do not relate to the projects to be executed by the Corporation. Further, there is no financial income / interest of the Corporation in receiving these deposits as actual interest earned on these deposits are also credited to the respective parties /departments. Thus, there is mere routing of funds through the corporation in this transaction without any financial gain to the corporation. The said fact or amount of funds has not been disclosed by the Corporation in its notes to accounts. We were not furnished with the amount of such deposits and





as such we are unable to ascertain the amount of deposit along with interest actually due to the respective parties /departments by the Corporation. The financial statements do not include the impact of adjustments, if any, which may arise out of the confirmation and reconciliation process.

- b. The deposits received by the Corporation from various Government of Haryana departments for projects to be executed remain unutilised till the end of the financial year. As per the Orders of the Finance Department , Government of Haryana issued on 9<sup>th</sup> March , 2011 ; all Boards/Corporations/Societies to whom various Departments provide funds will pay an interest at the rate of 6 per cent per annum on half yearly basis, as such the corporation is liable to pay interest on the said deposits. However, the Corporation has neither paid nor made the provision of the said interest during the current financial year which is not in accordance with Fundamental accounting assumption, "Accrual" as mentioned in Indian Accounting Standard 1. As we were not furnished with the amount of such deposits, we are unable to ascertain the amount of interest payable by the corporation. The financial impact of the same cannot be ascertained due to lack of sufficient information.
  
- V. Reference is invited to Note 8- Other Equity of Notes to Accounts of the Corporation, whereby a sum of ₹1.43 lakhs has been shown under the head "Income Tax Adjustment 2021-22". Since we were not furnished with the details of the said amount, hence we are unable to comment upon the same. The financial impact of the same cannot be ascertained due to lack of sufficient information.
  
- VI. Reference is again invited to Note 17. Other Expenses of Notes to Accounts of the Corporation, whereby the corporation has booked an amount of ₹408.13 lakhs under the head "CSR Expense" whereas as per Other Notes on Accounts- 10. Corporate Social Responsibility (CSR) Expenditure of the Corporation, the amount is only ₹39.36 lakhs. The financial impact of the same on financial statements cannot be ascertained due to lack of sufficient information.



VII. Reference is invited to Note 17- Other Expenses of Notes to Accounts of the Corporation, whereby a sum of ₹0.66 lakhs has been shown under the head "GST liability." Since we were not furnished with the details of the said amount, we are unable to comment upon the same. The financial impact of the same cannot be ascertained due to lack of sufficient information.

VIII. Reference is invited to Note: Calculation of Deferred Tax of Notes to Accounts of the Corporation, whereby the Corporation has not adjusted the amount of ₹19.25 lakhs on account of Deferred Tax Liability wrongly mentioned as Deferred Tax Assets for the year 2020-21. This has resulted in the overstatement of as Deferred Tax Assets and understatement of Net Profit for the year by ₹19.25 lakhs.

IX. Reference is invited to Significant Accounting Policies :

a. Whereby the corporation has not disclosed the accounting policy related to revenue recognition. The only source of income of the Corporation is by way of service charges which are levied on the construction work of buildings and roads which are executed for client departments. The Corporation has credited the service charges in books of accounts as income on the basis of the value of work executed during the year and certified by the officials of the Corporation. Further, there is no accounting policy regarding payables to the contractors and expenditure on work. The Corporation credited the service charges in books of accounts as income on the security amount of contractor retained by them as deferred receivable, which is also not disclosed in notes to accounts which is not as per Indian Accounting Standard 1, Presentation of Financial Statements issued by the Institute of Chartered Accountants of India which states that to ensure proper understanding of financial statements, it is necessary that all significant accounting policies adopted in the preparation and presentation of financial statements should be disclosed. The financial impact of the same, if any, cannot be ascertained due to lack of sufficient information.





b. The corporation has not disclosed the policies of short term employee benefits, post employment benefits and long term employee benefits as per Ind-AS 19 –Employee Benefits. Further , the corporation has not provided any actuarial valuation by independent valuer regarding the same. The financial impact of the same on financial statements cannot be ascertained due to lack of sufficient information.

X. Reference is invited to Other Notes on Accounts- 1. Contingent Liabilities of the Corporation , whereby the corporation has not updated the latest/present status of the pending cases. The financial impact of the same on financial statements cannot be ascertained due to lack of sufficient information.

XI. During the course of our audit , the following discrepancies were observed regarding the liabilities of Statutory Dues of the Corporation which are as follows :

a. Non-Compliances of Goods and Services Tax Act (GST), 2017 :

i. Reference is invited to the Note 11 - Other Current Liabilities – Statutory Dues Payable of Notes to Accounts of the Corporation which as per the information and explanation furnished to us during the course of our audit includes the provision for Goods and Services Tax payable amounting to ₹ 59.34 lakhs of earlier years. However, the corporation has neither paid nor made the provision of interest payable on the same in the financial statements for the year ended 31.03.2022.

ii. Reference is invited to Note 13 - Revenue from Operations of Notes to Accounts of the Corporation, whereby as per the information and explanation furnished to us during the course of our audit, it has been observed that taxable turnover as per the Goods and Service Tax Annual Return filed by the Corporation is overstated by ₹0.34 lakhs as compared to the taxable turnover as mentioned in the financial statements. The corporation has not explained the reasons of the same and as such the



financial impact of the same cannot be ascertained due to lack of sufficient information.

iii. As per the information and explanation furnished to us, during the course of our audit , it has been observed that the Corporation has not made the provision for the liability of Goods and Services Tax on Reverse Charge Mechanism basis as per the Central Goods and Services Tax Act, 2017 vide notification No. 13/2017- Central tax (Rate) dated 28<sup>th</sup> June, 2017. The details of the same are as follows:

DGM-III New Roads Sonapat					
Sr. No	Name of Payee	Nature of Payment	Date of voucher/ entry	Taxable value of invoice (₹ Lakhs)	GST Payable under RCM @18% (₹ Lakhs)
1.	J.B. Sharma	Legal/ Arbitration Services	23.07.2021	0.11	0.02
2.	J.B. Sharma	Legal/ Arbitration Services	23.07.2021	0.05	0.01
3.	R.K. Garg	Legal/ Arbitration Services	04.08.2021	0.47	0.08
4.	J.B. Sharma	Legal/ Arbitration Services	16.03.2022	0.12	0.02
Total (in ₹ Lakhs)				0.75	0.13

The corporation has neither paid nor made the provision of the liability of interest due on the above in the financial statements for the year ended 31.03.2022.

iv. As per the information and explanation furnished to us, during the course of our audit, it has been observed that the Corporation has not deducted TDS which is required to be deducted at the rate of 2% (1% SGST +1% CGST) if the value of a contract exceeds ₹2.5 lakhs as per section 51 of the CGST Act, 2017 read with Notification No. 50/ 2018-Central Tax, dated 13th





(U)

September, 2018. The value of supplies will be taken as amount excluding GST and cess. The detail of the same is as follow:

Sr. No.	Centre	Name of Payee	Nature of Payment	Taxable value of invoice (₹ Lakhs)	TDS under GST @2% (₹ Lakhs)
1.	DGM Jhajjar /Rohtak	Army Enterprise	Contractual Salary	0.26	0.005
2.	DGM Jhajjar /Rohtak	Not mentioned (31.03.2022)	Contractual Salary	2.00	0.04
3.	Head Office	SAS Security & Manpower	Contractual Salary	3.32	0.07
4.	Head Office	SAS Security & Manpower	Contractual Salary	3.59	0.07
5.	Head Office	SAS Security & Manpower	Contractual Salary	0.47	0.08
6.	Head Office	SAS Security & Manpower	Contractual Salary	3.85	0.08
7.	Head Office	SAS Security & Manpower	Contractual Salary	3.84	0.08
8.	Head Office	SAS Security & Manpower	Contractual Salary	3.88	0.08
9.	Head Office	SAS Security & Manpower	Contractual Salary	4.18	0.08
10.	Head Office	SAS Security & Manpower	Contractual Salary	4.20	0.08
11.	Head Office	SAS Security & Manpower	Contractual Salary	4.20	0.08
12.	Head Office	SAS Security & Manpower	Contractual Salary	4.23	0.08
13.	Head Office	SAS Security & Manpower	Contractual Salary	3.74	0.07



14.	Head Office	SAS Security & Manpower	Contractual Salary	3.62	0.07
Total (in ₹ Lakhs)				45.38	0.965

In view of the above , the corporation has not complied with Section 122 (2) clause (a) of Central Goods and Service Tax, 2017 and Section 50(1) of the IGST/CGST Act, 2017

The financial impact of all the above said non-compliances, could not be ascertained due to lack of sufficient information.

b. Other non-Compliances of Statutory Dues:

- i. As per the information and explanation provided to us during the course of our audit , it has been observed that the Corporation has not deducted the Tax at Source (TDS) on the payments made against the services received by the Corporation in accordance with provisions of the Income Tax Act 1961. The details of the same as made available to us are as follows :

Sr. No.	Centre	Party Name	Nature of Payment	Amount (₹ Lakhs)	Amount of TDS (₹ Lakhs)
1	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.080	0.0080
2	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.075	0.0075
3	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.035	0.0035
4	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.035	0.0035
5	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.035	0.0035
6	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.075	0.0075
7	DGM V Faridabad	Vipin Gupta & Co. CA	Professional Charges	0.075	0.0075
8	DGM V Faridabad	Komal Supervisor	Survey Charges	0.36	0.004







4.	Head office	Manoj Kumar (Toll 12)	Trade Receivables	120.22
5.	Head office	Ranbir Singh (Toll 14)	Trade Receivables	0.69
6.	Head office	Parshant (Toll 19)	Trade Receivables	19.45
7.	Head office	Sumer Singh	Trade Receivables	19.66
8.	Head office	Om Parkash Gupta	Trade Receivables	134.10
9.	Head office	S.N. Jain(AO)	Advance to staff	1.00
10.	Head office	Agate Management	Professional Charges payable	0.04
Total (in ₹ Lakhs)				297.78

In the absence of balance confirmations, we are unable to comment on the actual amounts recoverable/payable.

XIV. During the course of our audit, it has been observed that the internal audit system and internal controls of the Corporation are inadequate and does not commensurate with the nature and size of its business and it needs to be further strengthened. Due to weak internal control system, following discrepancies have been observed in the workings of the Corporation:

- a) Reference is invited to Other Notes to Accounts - 1 Contingent Liabilities of the Corporation, whereby the Arbitration awards/Cases are pending since long. It seems that no time frame has been incorporated in the arbitrator's terms of appointment by the legal division of the Corporation.
- b) The Corporation has not maintained fixed asset register showing full particulars of original cost, date of purchase/ disposal and situation of the fixed asset etc. Further, as per the information and explanations provided to us, the Corporation has neither physically verified its fixed assets nor has any policy regarding the same.
- c) The Corporation has neither physically verified its fixed assets nor there is any policy regarding the same.

XV. We have not been furnished with sufficient and appropriate audit evidence for the following :

- a) Note 3 Other Current & Non-current Assets – Other Current Assets – Advance to Suppliers, Note 9 Financial Liabilities –(B) Other Financial Liabilities – Others and Note 11 Other Current Liabilities of Notes to Accounts of the





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Corporation includes the following long outstanding dues for which no details or explanations were furnished to us :

Sr. No.	Field Name	Nature of Statutory Liability	Amount (₹ Lakhs)
1.	Rohtak Elevated Road NH 10	TDS	0.66
2.	HSRDC 200 Bed Hospital, Panipat	Service Tax	13.63
3.	Regional Centre Jind	Labour Cess Payable	0.02
4.	Regional Centre Jind	Sales Tax Payable	5.17
5.	Rohtak New Work	Sales Tax Payable	1.93 (Dr.)
6.	Rohtak New Work	TDS Payable	1.54
7.	Rohtak New Work	Labour Cess	0.79
8.	Head Office	Labour Cess	0.02
9.	Head Office	Other TDS Payable	0.27
10.	Head Office	Registration fee payable (Net)	5.24
11.	Head Office	Stamp Duty Payable (Net)	98.42
12.	ROB Hisar Sadalpur Railway Line	Labour Cess payable	0.38
13.	Library Building at Murthal	Labour Cess payable	0.02
14.	Library Building at Murthal	TDS payable	0.04
15.	DGM III New Roads Sonapat	Salary Payable	0.28
Total (in ₹ Lakhs)			124.55

The Corporation has not made any provision for the interest due on the same, if any, till date. As we were not furnished with any details for the same, we are unable to ascertain the amount of provision or contingent liability to be made by the corporation. Further, no efforts are being made by the Corporation to trace the same as the same amount existed in the financial statements for the financial year ended on 31.03.2021 as well. The financial impact of the same cannot be ascertained due to lack of sufficient information.

b) Note : 6 Cash and Cash Equivalent

The bank Statements of the following bank accounts were not furnished to us during the course of our audit :

(Amount in ₹ Lakhs)

Sr. No.	Field Name	Bank Account	Balance as per Books
1.	Hospital Add	1.HDFC Bank A/c No. 2931	4.94



	<i>Block Rewari</i>	<i>2.IDBI Bank A/c No. 11732</i>	<i>0.08</i>
<i>2.</i>	<i>Bahadurgarh</i>	<i>Bank name not known</i>	<i>2.13</i>
<i>3.</i>	<i>Head Office</i>	<i>Fixed Deposit – State Bank of India</i>	<i>0.05</i>
<i>Total (in ₹ Lakhs)</i>			<i>7.21</i>

*The above balances are being carried over from year to year, pending confirmation/ reconciliation and no efforts are being made to trace the same.*

- c) *The Corporation has not produced before us the third party (balance) confirmations and age wise details in respect of Other Financial Liabilities, Trade payables, Other current liabilities, Provisions, Other Non-Current Assets, Trade Receivables and Other Current Assets. The above liabilities / assets are subject to confirmation, reconciliation and consequential adjustments, if any. As a result, due to absence of information and explanations, we are unable to express our opinion on the same.*
- d) *The Corporation has not produced before us data for details of works executed during financial year 2021-22, as certified by the field officers for which the payment was made in financial year 2022-23 during the course of our audit.*
- e) *Miscellaneous:*
- i. *The numbering assigned to the notes to accounts by the Corporation is very arbitrary and confusing. Few examples of this are: Note no. 2 being shown after Note No. 1 and then again after Statement of Changes in Equity, Note No. 9 being shown after Statement of Changes in Equity and then again after Note No. 8. Further, the same note numbers are assigned to current and non-current components of the Balance Sheet*
  - ii. *There are few amounts booked as negative figures under various heads viz. Other Financial Liabilities, Trade payables, Other current liabilities, Provisions etc. which results in assets being booked as negative liability whereas the same should have been booked under assets and vice versa.*





- (4)
- iii. *There are few notes which are hidden in the printed copy of the financial statements, for eg., the note under the ageing schedule of Trade Receivables.*
  - iv. *As per the generally accepted accounting principles, the Corporation was not required to present the figures relating to the Financial Year 2019-20, however the same have been presented as part of the financial statements.*

*XVI. We are unable to ascertain the financial impact, if any, where the amount is unascertainable.*

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Corporation in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on the financial statements.

#### **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone financial statements of the current period. These matters were addressed in the context of our audit of the Standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



**Information other than the Financial Statements and Auditor's Report thereon**

The Corporation's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

**Management's Responsibilities for the Financial Statements**

The Corporation's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 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, changes in equity and cash flows of the Corporation in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Corporation 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 Corporation'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 Corporation or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section



143(3)(i) of the Companies Act, 2013 we are also responsible for expressing our opinion on whether the Corporation has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation'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 Corporation 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.

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

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





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

#### Other Matters

*Reference is invited to Other Notes on Accounts – 1 Contingent liabilities, whereby the Corporation has not updated the latest status and the claim amount of the cases. The amount of the same is unascertainable due to non-availability of sufficient information and as such, we are unable to comment or express our opinion on the effect thereof on financial statements.*

Our opinion on the financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters.

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in the 'Annexure-A', a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit , we report that:
  - a) We have sought and *except for the possible effects of the matters described in the Basis for Qualified Opinion section*, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Corporation so far as it appears from our examination of those books , *except for the effects/possible effects of the matters described in the Basis for Qualified Opinion section*;



- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this report are in agreement with the books of account *except for the effects/ possible effects of the matters described in the Basis for Qualified Opinion section;*
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act *except for the effects/possible effects of the matters described in the Basis for Qualified Opinion section,;*
- e) On the basis of the written representations received from the company secretary of the Corporation as on March 31, 2022 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 Corporation and the operating effectiveness of such controls , refer to our separate Report in "Annexure B";
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Corporation to its directors during the year is in accordance with the provisions of section 197 of the Act.

- 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 Corporation has disclosed the impact of pending litigations on its financial position in its financial statements as at 31<sup>st</sup> March, 2022 *except for those*





*mentioned under the Basis for Qualified Opinion paragraph of our Audit Report– Refer Other Notes on Accounts I- Contingent Liabilities;*

- ii. As per information and explanation furnished to us during the course of our audit, the Corporation did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31<sup>st</sup> March, 2022;
- iii. As per information and explanation furnished to us during the course of our audit , there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Corporation during the year ended 31<sup>st</sup> March 2022;
- 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 Corporation 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 Corporation (“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 Corporation 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; and



(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 mis-statement.

v. The Corporation has not declared or paid any dividend during the year.

3. As required by the directions issued under section 143(5) of the Companies Act, 2013 on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, on the directions issued by the Comptroller and Auditor General of India, we report that:

- i. As per the information and explanations furnished to us during the course of our audit, the Corporation has clear lease deeds for freehold and leasehold lands respectively;
- ii. As per the information and explanations furnished to us during the course of our audit, there is no case of restructuring of an existing loan or cases of waiver/ write off of debts / loans / interest etc. made by a lender to the corporation due to the Corporation's inability to repay the loan;
- iii. As per the information and explanations furnished to us, there is no inventory lying with the third parties and there are no assets received as gift from government or other authorities during the relevant financial year. Hence , provisions of this para are not applicable to the Corporation;
- iv. As per the information and explanations furnished to us during the course of our audit, there is no case of encroachment of any ideal land owned by the Corporation and there are proper measures to prevent the same;
- v. As per the information and explanations furnished to us, no Public Private Partnership project has been dealt by the Corporation during the relevant financial year;



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- vi. As per the information and explanations furnished to us and based on our examination of the books of accounts there is a proper mechanism for monitoring the execution of work vis-à-vis the milestones stipulated in the agreements and all the revenues and losses relating to the projects have been properly accounted for in the books;
- vii. As per the information and explanations furnished to us and based on our examination of books of accounts, funds received / receivable for specific scheme from Central/State agencies were properly accounted for and utilised by the Corporation and as per our examination there is no case of deviation.
- viii. As per the information and explanations furnished to us, bank guarantees have been revalidated in time;
- ix. No confirmation of trade payables and trade receivables were provided to us. However, term deposits , bank balances and cash balances have been verified by us, *except for those mentioned under the Basis for Qualified Opinion paragraph of our Audit Report;*
- x. As per the information and explanations furnished to us , there is no case of abandonment of any project during the relevant financial year;
- xi. As per the information and explanations furnished to us, the Corporation has the suitable pricing policy to ensure that all the cost components are covered;
- xii. As per the information and explanations furnished to us, the Corporation has properly charged and recorded the services charges receivable for works executed on behalf of government / other organisations. The Corporation has an efficient system of billing and collection of revenue;
- xiii. As per the information and explanations furnished to us and based on our examination of the books of account, the Corporation has proper system for regularly monitoring timely receipt of subsidy from government and the same is





properly recorded in its books of accounts however, there is no subsidy received by the Corporation during the relevant financial year;

- xiv. As per the information and explanations furnished to us, interest earned on parking of funds received for specific projects from government have been properly accounted for in the books of the Corporation *except as mentioned under the Basis for Qualified Opinion paragraph of our Audit Report;*
- xv. As per the information and explanations furnished to us, the Corporation has not entered into memorandum of understanding with its administrative ministry during the year.
- xvi. As per the information and explanations furnished to us during the course of our audit, all the accounting transactions have been processed through Tally system.

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN : 006855N/N500061

*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No: 532126  
UDIN: 23532126BGWSMC7351



Place: Chandigarh  
Date: 11.10.2023

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Para 1 under 'Report on other legal and regulatory requirements' section of our report to the members of Haryana State Roads and Bridges Development Corporation of even date)

i. In respect of the Corporation's Property, Plant & Equipment:

a) (A) *The Corporation has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets.*

(B) The Corporation does not have any intangible assets and therefore the provisions of the Clause 3 (i)(a)(B) of the Order are not applicable to the Company.

b) *The Corporation has neither physically verified its fixed assets nor has any policy regarding the same. As such, we are unable to comment on the same.*

c) According to information and explanation furnished to us by the Corporation during the course of our audit, the title deeds of the immovable properties are held in the name of the Corporation.

d) According to information and explanation furnished to us, the Corporation has not revalued any of its Property, Plant and Equipment during the year and hence, reporting under clause 3(i)(d) of the Order are not applicable to the Company.

e) According to information and explanation furnished to us, no proceedings have been initiated during the year or are pending against the Corporation as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. (a) As per the information and explanation furnished to us during the course of our audit, the Corporation is in Service industry and thus there is no inventory held in the name of the Corporation as on 31<sup>st</sup> March 2022. Accordingly, para 3(ii)(a) of the order is not applicable.



- (b) The Corporation has not been sanctioned working capital limits in excess of ₹5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
  
- iii. According to information and explanation furnished to us during the course of our audit, the Corporation has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.
  
- iv. According to information and explanation furnished to us during the course of our audit, the Corporation has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013 applies. Accordingly, paragraph 3 (iv) of the order is not applicable.
  
- v. According to the information and explanations furnished to us during the course of our audit, the Corporation has not accepted any deposits, *except for those mentioned under the Basis for Qualified Opinion paragraph of our Audit Report.*
  
- vi. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the Corporation and accordingly paragraph 3 (vi) of the order is not applicable.
  
- vii. In respect of statutory dues:
  - a) According to the information and explanations furnished to us during the course of our audit and on the basis of our examination of the records of the Corporation, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, Goods and Service tax, and other material statutory dues as may be applicable to





the Corporation with the appropriate authorities, *except for those mentioned in the Basis of Qualified Report paragraph of our report*, have been generally regularly deposited during the year by the Corporation with the appropriate authorities.

According to the information and explanations furnished to us during the course of our audit, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs, duty of excise, 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 for those mentioned under Basis for Qualified report paragraph of our report*.

- b) According to the information and explanations furnished to us during the course of our audit and the records of the Corporation examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute, *except as mentioned under Note: Other Notes on Accounts- 1. Contingent Liabilities and for those mentioned under Basis for Qualified report paragraph of our report*.
  
- viii. According to the information and explanations furnished to us during the course of our audit, 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).
  
- ix. According to the information and explanations furnished to us during the course of our audit, the Corporation has no outstanding dues to any financial institutions, banks, government, debenture holders during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.



x. (a) The Corporation has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3(x)(a) of the order is not applicable.

(b) During the year, the Corporation has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. (a) According to the information and explanations furnished to us during the course of our audit and to the best of our knowledge, no fraud by the Corporation and no fraud on the Corporation has been noticed or reported during the year nor have we been informed of any such case by the management and hence reporting under clause 3 (xi)(a) of the Order is not applicable..

(b) According to the information and explanations furnished to us during the course of our audit, 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 upto the date of this report.

(c) According to the information and explanations furnished to us during the course of our audit, there were no whistle blower complaints received by the Corporation during the year (and upto the date of this report) and hence reporting under clause 3(xi)(c) of the Order is not applicable.

xii. According to the information and explanations furnished to us during the course of our audit, the Corporation is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Corporation.

xiii. According to the information and explanations furnished to us during the course of our audit, transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable and details of such transactions have



been disclosed in the financial statements as required by the applicable accounting standards.

xiv. (a) *The internal audit system of the Corporation is inadequate and does not commensurate with the nature and size of its business.*

(b) The reports of the Internal Auditors for the period under audit were considered by us.

xv. According to the information and explanations furnished to us during the course of our audit, the Corporation has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

xvi. According to the information and explanations furnished to us during the course of our audit and based on our examination of the records of the Corporation:

- a) The Corporation is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934 (2 of 1934) and hence reporting under clause 3(xvi)(a) of the Order is not applicable.
- b) The Corporation has not conducted any Non-Banking Financial or Housing Finance activities and hence reporting under clause 3(xvi)(b) of the Order is not applicable.
- c) The Corporation is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and accordingly reporting under clauses 3(xvi)(c) and (d) of the Order are not applicable.

xvii. According to the information and explanations furnished to us during the course of our audit and based on our examination of the records of the Corporation, the Corporation has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year and hence reporting under clause 3(xvii) of the Order is not applicable.





- xviii. There has been no resignation of the statutory auditors of the Corporation during the year and hence reporting under clause 3(xviii) of the Order is not applicable.
- xix. The Corporation has not prepared financial ratios, however on the basis of the 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 causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Corporation 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. We, however, state that this is not an assurance as to the future viability of the Corporation. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Corporation as and when they fall due.
- xx. According to the information and explanations furnished to us during the course of our audit and based on our examination of the records of the Corporation, the Corporation has no unspent amount as 31.03.2022, hence reporting under clause 3(xx) of the Order is not applicable.

For M Kamal Mahajan & Co LLP  
Chartered Accountants  
FRN : 006855N/N500061

*Suruchi Mahajan*  
CA Suruchi Mahajan  
Partner  
M.No: 532126  
UDIN: 23532126BGWSMC7351



Place: Chandigarh  
Date: 11.10.2023

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in Para 2(f) under 'Report on other legal and regulatory requirements' section of our report to the Members of Haryana State Roads and Bridges Development Corporation 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")**

We have audited the internal financial controls over financial reporting of Haryana State Roads and Bridges Development Corporation ("the Corporation") as at 31<sup>st</sup> March 2022, in conjunction with our audit of the financial statements of the Corporation for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Management of the Corporation is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Corporation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (the "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 the Corporation'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 Corporation's internal financial controls over financial reporting of the Corporation 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were 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 in the financial statements, whether due to fraud or error.

**Meaning of Internal Financial Controls over Financial Reporting**

A Corporation'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 Corporation'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 Corporation; (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 Corporation are being made only in accordance with authorizations of management and directors of the Corporation; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Corporation'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 of 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





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inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Basis for Disclaimer of Opinion**

In our opinion, to the best of our information and according to the explanations given to us, and on the basis of the assessment of the internal financial controls over financial reporting, the Corporation has not established its internal financial control over financial reporting on criteria based on or 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. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Corporation had adequate internal financial control over financial reporting and whether such internal financial controls were operating effectively as at 31.03.2022. This disclaimer does not affect our opinion on the financial statements of the Corporation.

#### **Disclaimer of Opinion**

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph above, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Corporation had adequate internal financial control over financial reporting and whether such internal financial controls were operating effectively as at 31.03.2022. Accordingly, we do not express an opinion on the Corporation's Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act"). This disclaimer does not affect our opinion on the financial statements of the Corporation.

**For M Kamal Mahajan & Co LLP**

**Chartered Accountants**

**FRN :006855N/N500061**

*Suruchi Mahajan*

**CA Suruchi Mahajan**

**Partner**

**M.No: 532126**

**UDIN: 23532126BGWSMC7351**



**Place: Chandigarh**

**Date: 11.10.2023**

**AUDIT OF ANNUAL ACCOUNTS OF HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LIMITED, PANCHKULA FOR THE YEAR 2021-22.**

**REPLIES OF THE CORPORATION TO THE COMMENTS UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF HARYANA STATE ROADS & BRIDGES DEVELOPMENT CORPORATION LIMITED, PANCHKULA FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022.**

Sr. no.	Comments on Financial Position	Reply of HSRDC
A.	<p>Balance Sheet Current liabilities Financial Liabilities Other Financial Liabilities (Note-9): <b>Rs. 35.60 crore</b></p>	
A.1	<p>Above does not include Rs. 2.49 crore on account of 2<sup>nd</sup> RA bill submitted by a contractor during 2021-22 for construction of 4 lane ROB on Rewari-Jaipur Railway line, payment for which was made in year 2022-23. As the work was executed during 2021-22, the provision for payment should have been made. This has resulted in understatement of liability towards contractors and understatement of receivable from various government departments/work done during the year by Rs. 2.49 crore.</p>	<p>The Budget for works is sanctioned to the Corporation on yearly basis by the Government under relevant head of accounts and accordingly the budget/LOC is released under the same head of accounts. Therefore, even though the works amounting of ₹2.49 crore has been executed in the F.Y. 2021-22 but the expenditure is booked in the books of accounts of the Corporation under the relevant head as and when the LOC/ Budget is released by the Government so that the expenditure account of the Corporation is duly reconciled with the Budget/LOC released by the Government. As the funds were received in the year 2022-23 by the Corporation, the expenditure was booked in this year. In the view of above, it is hereby requested that this para may kindly be dropped.</p>
A.2	<p>Current and Non-Current Liabilities Trade Payable (Note-12): <b>Rs. 124.38 crore</b>  The Finance Department, Government of Haryana directed (October 2019) that the Corporations will pay interest at MCLR of SBI prevalent for the period for which the Government funds remained idle with</p>	<p>The required provisions for interest on unutilized funds for the F.Y. 2020-21 &amp; 2021-22 has been</p>




<p>them and parked in their bank accounts instead of depositing the same in Government account at the end of the Financial Year. However, the Company has not made provision for interest payable of Rs. 23.15 crore (FY 2020-21: Rs. 13.01 crore + FY 2021-22: Rs. 10.14 crore) for the year 2020-22 as government funds of Rs. 167.84 crore and Rs. 144.84 crore on account of deposit works remained unutilized with the Company during 2020-21 and 2021-22 respectively. This has resulted in understatement of Liabilities and Expenses by Rs. 23.15 crore and overstatement of current year Profit by Rs. 10.14 crore and Other Equity by Rs. 13.01 crore.</p>	<p>created amounting to Rs. 6.70 Cr. &amp; Rs. 6.05 Cr. respectively, in the books of F.Y. 2022-23. The provisions have been created on the unutilized funds of Rs. 81.16 Cr. as referred in Note 9 for the two years. With regards to the provisions as pointed out in Note 12, the provisions on the amount of Rs. 5.32 Cr &amp; Rs. 5.22 Cr. have been created for the years 2020-21 &amp; 2021-22 respectively at the specified MCLR of SBI. As to the balance of the unutilized funds specified in the Note 9 &amp; 12 are subject to reconciliation and the remaining funds not pertains to the funds of Deposit works of the Corporation. However, Finance Department, Haryana had been requested to review the interest rate to be paid on unutilized funds and the matter is still under consideration with the FD, Haryana. In the view of above, it is hereby requested that this para may kindly be dropped.</p>
<p><b>Current and Non-Current Liabilities</b>  <b>Financial Liabilities (Note-9): Rs. 140.05 crore</b>  <b>Other Liability: Rs. 8.29 crore</b></p>	<p>It is submitted that the legal opinion in the cases in total amounting to Rs. 19.82 lakh is being taken from Advocate to take further action in the matter accordingly i.e. whether to proceed for further appeal or not. In view of the above, there is no understatement of other liabilities and overstatement of profit by Rs. 19.82 lakh. Since, the matter of filing of appeal is under consideration, therefore the compliance in the matter will be done only after the final decision by the competent authority is taken. Hence, this para may kindly be dropped.</p>
<p><b>A.3</b></p>	<p>Against Contracts awarded for toll collection, the Company filed eight court cases for recovery of Stamp duty and registration fees of Rs. 19.82 lakh. These cases have been dismissed by the courts and no appeal is pending. However, the company has not provided for it in the accounts. This has resulted in understatement of Other liabilities and overstatement of profit by Rs. 19.82 lakh.</p>
<p><b>A.4</b></p>	<p><b>Assets</b>  <b>Other Non-Current Assets (Note-3): Rs. 47.42 crore</b>  Above includes Rs. 90.09 lakh (Secured advance: Rs. 71.21 lakh + Mobilization advance: Rs. 18.88 lakh) on account of secured advance given to a party for construction work of hospital in Panipat. This</p>

*[Handwritten signature]*



	<p>advance was given during the year 2015-16 for which final payment has been made during the year 2020-21. However, the advance remains in the accounts unadjusted. This has resulted in overstatement of Non-current assets and balance towards various Government departments by Rs. 90.09 lakh.</p>	<p>for the Financial Year 2022-23 in the books of the respective branches. The ledger entries for the adjustment made have been attached herewith as Annexure I. Therefore, it is requested that the para may kindly be dropped.</p>
<p><b>B.</b></p> <p><b>COMMENTS ON PROFITABILITY</b></p> <p>Statement of Profit and Loss Other Expenses (Note 17): <b>Rs. 5.13 crore</b></p>	<p>Above includes Rs. 4.08 crore being the Corporate Social Responsibility (CSR) amount related to previous years 2015-21, payment for which was made in 2021-22. This has resulted in understatement of prior period expenses/ current year Profit and overstatement of Other Expenses by Rs. 4.08 crore.</p>	<p>As per Ind AS 8, the prior period expenses will be shown separately under the respective head instead of showing the same under other expenses for future compliance. Therefore, the expenses of Rs. 4.15 crore have not affected the profit for the year 2021-22 in any way and it is just a mere difference in presentation of the amount which will be complied with in future. Thus, this para may kindly be dropped.</p>
<p><b>B.2</b></p>	<p><b>Employee benefit expenses (Note 15): Rs. 6.70 crore</b> <b>Other expenses (Note 17): Rs. 5.13 crore</b></p> <p>Above does not include amount of Rs. 14.76 lakh on account of employee expenses, fuel expenses, misc. expenses relating to the year 2021-22, which were paid during 2022-23. This has resulted in understatement of current liabilities as well as expenses and overstatement of profit by Rs. 14.76 lakh.</p>	<p>The amount of Rs. 14.76 lakh relating to expenses had been recorded on actual basis as and when the payment for the expenses was actually made due to the reason of receiving invoices amounting to Rs. 14.76 lakh in the F.Y. 2022-23 only even though they relate to F.Y. 2021-22. So there is no understatement of current liabilities as well as expenses and no overstatement of profit in the F.Y. 2021-22. Therefore, this para may kindly be dropped.</p>
<p><b>B.3</b></p>	<p><b>Other Income (Note 14): Rs. 20.19 crore</b></p> <p>The Company accounted interest income of Rs. 58.93 lakh twice (received from Haryana State Financial Services Limited) during 2021-22. This has resulted in overstatement of Interest income/ Profit as well as Cash &amp; Cash Equivalents (Fixed Deposit) by Rs. 58.93 lakh.</p>	<p>The interest amount of Rs. 58.93 lakh on FD deposits which was taken twice has been corrected in the books of F.Y. 2022-23, so this para may kindly be dropped.</p>

  
 Deputy General Manager  
 Haryana State Roads &  
 Bridges Dev. Corpn. Ltd.  
 Panchkula



**SURESH KUMAR PILLAY :****Company Secretary**

Off: SCO 11, First Floor, Eastern Court, Dhakoli, Zirakpur, Distt Mohali-140603

Mobile : +91 9896087150

Email : sksuresh78@gmail.com

Form No. MR-3

**SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED MARCH 31<sup>ST</sup>, 2022*[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,  
 The Members,  
 Haryana State Roads and Bridges Development Corporation Limited  
 Bay No 13-14, Sector 2  
 Panchkula Haryana- 134109

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Haryana State Roads and Bridges Development Corporation Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31<sup>st</sup>, 2022 has complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Haryana State Roads and Bridges Development Corporation Limited** ("the Company") for the financial year ended on March 31<sup>st</sup>, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder.

The Management has identified and confirmed the following laws as specifically applicable to the company:

- i. The Companies Act, 2013
- ii. The Payment of Wages Act, 1936,
- iii. The Environment (Protection) Act, 1986
- iv. The Minimum Wages Act, 1948,
- v. The Payment of Bonus Act, 1965,



- vi. Employee State Insurance Act, 1948,
- vii. The Employee's Provident Fund and Miscellaneous Provisions Act, 1952,
- viii. The Payment of Gratuity Act, 1972,
- ix. The Apprentices Act 1961
- x. Electricity Act, 2003
- xi. Indian Stamp Act, 1999
- xii. Income Tax Act 1961 and Indirect Tax Law
- xiii. Negotiable Instrument Act, 1881
- xiv. Maternity Benefits Act, 1961
- xv. Goods and Services Tax Act, 2017
- xvi. Prevention of Sexual Harassment Act, 2013
- xvii. Water (Prevention & Control of Pollution) Act, 1974 and rules thereunder
- xviii. Air (Prevention & Control of Pollution) Act, 1981 and rules thereunder

I have also checked and also the management identified that the following laws are not applicable upon the company:

- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;**(Not Applicable as the company is not a listed company)**
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;**(Not Applicable on the company)**
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;**(Not Applicable as the company does not have any Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings)**
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):**(Not Applicable as the company is not a listed company)**
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2013;**(Not Applicable as the company is not a listed company)**
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;**(Not Applicable as the company is not a listed company)**
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009- **(Not applicable as the company is not a listed company)**
  - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme Guidelines, 1999- **(Not applicable as the company is not a listed company).**
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- Not applicable as the company has not issued any debt securities during the financial year under review .**(Not applicable as the company is not a listed company).**
  - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- **(Not applicable as the company is not a listed company).**

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- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- - (Not applicable as the company is not a listed company).
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- Not applicable as the company has not bought back any of its securities during the financial year under review. (Not applicable as the company is not a listed company).

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India

During the course of our audit, the following discrepancies were observed with respect to various compliances under the Companies Act 2013 :

- a) Annual General Meeting for the financial year 2020-21 was held on 07.09.2021 but the meeting stands adjourned as statutory audit report and comments of comptroller and Auditor General of India was not available on the date of AGM Hence the report of directors is not prepared as per sub - sections (3), (4) and (5) thereto. However, the adjourned AGM was held on 29.09.2023 but the same was not held within prescribed time as per the companies ACT,2013
- b) The corporation had neither adopted the financial statements for the financial year 2020-2021 nor filed the same with the Registrar of company as comments of comptroller and Auditor General of India was not available during the year, However the same was adopted on adjourned AGM held on 29.09.2023 and filed with Registrar of company within 30 days of adjourned AGM
- c) There was no woman director on the board of directors of the corporation from on 16.12.2020 to 22.06.2021. The Corporation has not filled the vacancy within the prescribed period as per the Companies Act 2013. Hence the corporation has contravened the second provisions of Section 149(1) of the Companies Act 2013 and specified rules therein.
- d) The composition of the Audit Committee was not proper in meeting held on 29.06.2021, Hence the corporation has contravened the provisions of Section 177 of the Companies Act 2013 for the above said meeting.
- e) The composition of the Nomination and Remuneration Committee was not properly constituted during the year. Hence the corporation has contravened the provisions of Section 178 of the Companies Act 2013.

Based on our examination and the information received and records maintained, I further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. However there was vacancy for the position of women director from 16.12.2020 to 22.06.2021, on the board of directors of the Corporation. Further, the Corporation had not filled the vacancy of women director within the period as prescribed under the companies Act 2013. The changes in the composition of the Board of Directors, that took place in

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the prior period, have been filed with the Registrar of Companies during the year under review. However, it is hereby reported that the composition of Committees of the Board have been properly constituted as required to be constituted under the provisions of the Companies Act, 2013 and rules made thereunder except the composition of Audit Committee and NRC Committee.

2. Adequate period notices for convening the Board Meetings have been given to the directors. However, a system exists for seeking information and clarifications on the agenda items even before the meetings in order to have meaningful participation at the meeting.
3. All decisions are carried through majority while the dissenting members' views, if any, are captured and recorded as part of the minutes. However, there was no dissenting views of any members of the board during the meetings.

Based on the compliance mechanism established by the company and on the basis of the compliance certificate(s) issued by the Management/ Officers and taken on record by the board of directors in their meeting(s), I am of an opinion that:


1. There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
2. Apart from the laws and the regulations stated above, there are no specific acts applicable to the company which are specific to the industry in which the company is currently operating.

I further report that during the audit period the company had filed returns regarding board resolutions passed for changes in KMPs and approval of balance sheet.

Apart from the business stated above, there were no instances of:

- (i) Public / Rights / Preferential issue of shares / debentures / sweat equity.
- (ii) Redemption / buy-back of securities.
- (iii) Merger / amalgamation / reconstruction etc.
- (iv) Foreign technical collaborations.

Place: Zirakpur  
Date :28.03.2024  
UDIN : F011552E003641200

  
SURESH KUMAR PILLAY  
FCS No. F11552 SECRETARY  
C P No.: 21089

**Note :**

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

87.



To,  
The Members,  
Haryana State Roads and Bridges Development Corporation Limited  
Bay No 13-14, Sector 2  
Panchkula Haryana- 134109

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records, based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. We believe that the processes and practices, we followed, provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the extent of verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Zirakpur  
Date 28.03.2023  
UDIN: F011552E003641200



## Annexure-5

### A. **FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT**

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

CSR policy of HSRDC is available on the website: [www.hsrdc.org.in](http://www.hsrdc.org.in).

2. The composition of the CSR Committee.

S. No	Designation
1.	Whole-time Director (Whether Managing or Executive)
2.	Non-executive Directors
3.	Independent Directors

3. Average net profit of the company for last three financials years.  
Net profits of preceding 3 years: Rs.19,67,91,815.00
4. Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above).  
Rs.39,35,836.30/-
5. Details of CSR spent during the financial year.
  - (a) Total amount to be spent for the financial year;  
Rs.39,35,836.30/-
  - (b) Amount unspent, if any;  
NIL
  - (c) Manner in which the amount spent during the financial year is detailed below:



(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity Identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget ) project or programs wise	Amount spent on the projects or programs sub-Heads: (1) Direct expenditure on projects or programs (2) Overheads:	Cumulative expenditure upto the reporting period.	Amount spent: Direct or through implementing agency
1.	Promotion of Healthcare Services	Healthcare	Uchana & Badhra	Rs. 46 lakh	Rs. 46 lakh	Rs. 46 lakh	Through NHM
	Total						

- In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

N.A.

**B.** Details of information relating to schedule VII-Projects (numbers), the amount provided and amount spent there against.

Sr. No	Head of expenditure	No. of projects sanctioned	Estimated Amount to be spent	No. of project on which work started	Actual amount spent
	Urban slum development				
	Rural development				
	PM relief fund				
	Rural sports				
	Technology incubation				
	Environment sustainability				

	Armed forces				
	Heritage, Art & culture				
	Gender equality				
	Education and skills				
	Healthcare	1	Rs. 46 lakh	1	Rs. 46 lakh

**C. Actual to prescribed spent by the CPSE**

Exactly as prescribed



**CORPORATE SOCIAL  
RESPONSIBILITY POLICY**  
**-HARYANA STATE ROADS & BRIDGES DEVELOPMENT  
CORPORATION LIMITED**

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## **1. Introduction:**

Corporate Social Responsibility (herein after referred to as CSR) is strongly connected with the principles of Sustainability (i.e., an organization should make decisions based not only on financial factors and business outcomes, but also on the social and environmental consequences). Haryana State Roads & Bridges Development Corporation Limited (herein after referred to as the Company) wishes to contribute to harmonious and sustainable development of society and the Earth through its business activities. This Policy sets forth the Company's goals in complying with all the CSR-related provisions of the Companies Act, 2013.

## **2. Objectives of the Policy:**

- 2.1 To behave ethically and contribute to sustainable development
- 2.2 To contribute to Society through the Company's Business
- 2.3 To comply with the provisions of Companies Act, 2013 and rules made thereunder
- 2.4 To act with utmost respect for human rights and pursue a high sense of corporate ethics
- 2.5 To promote social contribution activities as a good corporate citizen in order to make a better society
- 2.6 To build a bond and sense of harmony with the environment
- 2.7 To play an effective role in addressing issues such as access to education, health care and livelihood opportunities

## **3. Scope and Applicability:**

This Policy is formulated based on the provisions of Companies Act, 2013, Companies (Corporate Social Responsibility Policy) Rules, 2014 and notification made thereunder.

The Policy must be followed by such Directors who are appointed from the Board of the Company from time to time. The members of Corporate Social Responsibility Committee may modify this Policy if required with the approval of Board of Directors of the Company. The Board shall abide by this Policy.

#### **4. Activities to be undertaken:**

The Company is committed towards environmental and social safety and protection. In compliance of the Schedule VII of the Companies Act, 2013 and the Company's Policy any of the below mentioned activities shall be carried out by the Company to contribute towards CSR:

- 4.1 Eradicating hunger poverty and malnutrition, promoting preventing health care and sanitation and making available safe drinking water.
- 4.2 Promoting social business projects like giving medical and legal aid, treatment to road accident victims and provisions for aid and appliances to disabled persons.
- 4.3 Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and disabled persons and livelihood enhancement projects.
- 4.4 Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically disadvantaged groups.
- 4.5 Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare and agro forestry, conservation of natural resources and maintaining quality soil, air and water.
- 4.6 Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works for art; setting up public libraries, promotion and development of traditional arts and handicrafts.
- 4.7 Measure for benefit of armed forces veterans, war widows and their dependents.
- 4.8 Training to promote rural sports, nationally recognized sports, Paralympic sports and Olympic sports.



- 4.9 Contribution to Prime Minister national Relief Fund or any other fund setup by the central government for socio-economic development and relief and welfare of the scheduled tribes, other disadvantaged classes, minorities and women.
- 4.10 Contributions or funds provided to technology incubators located within academic institution which are approved by the central government.
- 4.11 Rural development projects.

## **5. CSR Committee:**

The Company's Corporate Social Responsibility Committee shall be constituted in accordance with the terms of reference, powers and functions covered under this Policy for the purpose of establishing a formal, purposive and transparent Committee for initiating, overseeing, recommending and reviewing the Company's CSR activities and projects undertaken by it from time to time.

The Committee shall ensure that the Policy & Practices in the Company reflect the highest standards of corporate governance and facilitate necessary compliances and appropriate disclosures periodically.

## **6. Composition of the Committee:**

- 6.1 The Committee shall be constituted with three Directors, provided if the number of Directors in the Company falls to two, such two Directors shall be the members of the Committee
- 6.2 The Chairman of the Committee can be any member of the Committee
- 6.3 The members of the Committee shall be elected by the Board of the Company
- 6.4 Tenure of the membership in the Committee shall be based on tenure of the Directorship in the Company
- 6.5 The Committee shall be formulated with following Members:

S. No	Designation
1.	Whole-time Director (Whether Managing or Executive)
2.	Non-executive Directors
3.	Independent Directors

6.6 The Directors of the Committee may be changed by the Board of Directors as and when required.

## 7. Committee Meetings:

### 1.1 Frequency of the Meeting:

The CSR Committee shall meet in person **at least two** times in a financial year and one meeting shall be held to recommend CSR activities and to allocate the funds for CSR programs/projects and one meeting shall be held to review the activities of CSR and any other meetings at such appropriate times as is deemed necessary by the Committee.

### 1.2 Quorum and Place of the Meeting:

1.2.1 The quorum necessary for the meeting shall be a minimum of two Directors present in person.

1.2.2 The Meeting can be held at any place as the Directors decide.

1.2.3 Any person other than Directors of the Committee may attend the Meeting.

### 1.3 Notice of the Meeting:

1.3.1 Meeting shall be called by any Director or at the request of the Board of Directors of the Company.

1.3.2 Unless otherwise agreed, notice of each meeting confirming the venue, time and date together with an agenda of items to be discussed, shall be forwarded to each Director of the Committee, any other person required to

attend and all other non-executive directors, not later than **seven days** before the date of the meeting.

**1.4 Minutes of the Meeting:**

- 1.4.1 Any authorized person shall minute the proceedings and decisions of all the meetings of the Committee including recording the names of those who are present and in attendance.
- 1.4.2 Draft minutes of Committee meetings shall be circulated promptly to all Directors of the Committee and should be signed by the Chairman of that meeting not later than 30 days after the meeting.
- 1.4.3 Once approved, minutes should be circulated to all other members of the Company's Board of Directors and shall be taken on record in the immediately subsequent meeting of the Company's Board of Directors.

**8. Functions and Powers of the Committee:**

- 8.1 Formulate and recommend to the Board, a CSR Policy which shall indicate the activities to be undertaken by the Company as specified in areas of CSR chosen by the Board from time to time.
- 8.2 The Committee shall recommend the projects/activities to be taken up during the financial year to the Company's Board of Directors.
- 8.3 To receive reports and review activities initiated or/and implemented by the Company from associated agencies and companies managing CSR operations of the Company across all areas.
- 8.4 Recommending the amount of expenditure to be incurred on the activities to the Board to ensure that the financial statements relating to CSR is correct, sufficient and credible.
- 8.5 Approval of payment to any independent professionals or consultants for any other services rendered for the purpose of monitoring and effectively implementing the CSR projects/programmes of the Company.



- 8.6 To prepare the Annual Company/Group Corporate CSR Report to be included in the Annual Report including website communications of the Company and ensure that it is a fair reflection of the Company's CSR approach, policies, systems and performance, is coherent and published in a timely manner.
- 8.7 To review the internal CSR program of the Company, ensure co-ordination between internal and external activities and ensure that the internal CSR function is adequately resourced and has appropriate standing within the Company.
- 8.8 Monitor and Review the CSR projects from time to time as may be required.
- 8.9 The Committee shall institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the Company.
- 8.10 To consider other matters as may be specified by the Board.

## **9. Execution of CSR Projects:**

### **9.1 Outsourcing to External Trust or NGO:**

- 9.1.1 The Company may make arrangements with Registered Trust or registered society or a company established under Section 8 of the Companies Act, 2013 or any Non-Governmental Organization organized for the principal purpose of carrying out CSR activities and, if so, the Company shall conduct the agreed upon CSR activity(ies) with such external organization.
- 9.1.2 The Company shall specify the CSR activity(ies) to be undertaken by such external organizations.
- 9.1.3 The modalities of utilization of funds on such projects and programs should be specified by the Company and be monitored.

### **9.2 Collaboration with other Body Corporate:**

The Company may have collaboration with other companies for undertaking CSR projects or programs in such a manner that the CSR Committees of the both companies are in a position to report separately on such activities or programs in accordance with their respective CSR Policies.

**9.3 Management to conduct the CSR projects/ programs:**

The Company shall decide on the projects or programs carried out under this Policy with consultation with the CSR Committee. Such projects/programs shall be conducted by the Company individually.

**10. Allocation for CSR:**

- 10.1 The Company shall contribute for CSR activities in every financial year (after the adoption of this Policy) at least two percent (2%) of its average net profit earned during three immediately preceding financial years.
- 10.2 Based on the profits earned the Board of Directors may allocate for CSR activities more than two percent of the net profit earned during three immediately preceding financial year but shall not exceed 5 percent (5%).
- 10.3 In case, if the Company does not fall under Section 135 of the Companies Act, 2013 in any financial year, the Company may not allocate funds for CSR purpose in such financial year.

**11. CSR Expenditure:**

- 11.1 The amount allocated for the purpose of CSR projects/programs decided by the Board, shall be spent only for the purposes/activities mentioned under this Policy.
- 11.2 If the Company arrives at any surplus from the activities conducted under this Policy, such amount shall not be considered as business profit.
- 11.3 Such surplus should be utilized for the purpose of other CSR activities under this Policy only.
- 11.4 Expenses incurred by the Company's Parent or subsidiaries for CSR activities in India as routed through the Company shall be considered as CSR spend of the Company.

## **12. Computation of Net Profit:**

The net profit for the purpose of CSR spending shall be computed according to Section 198 of the Companies Act, 2013. The following shall be taken into consideration for calculation of net profit for this purpose:

12.1 In making the computation of net profit, the following sums shall be deducted:

- (a) All the usual working charges;
- (b) Directors' Remuneration;
- (c) Bonus or commission paid or payable to any member of the company's staff, or to any engineer, technician or person employed or engaged by the Company, whether on a whole-time or on a part-time basis;
- (d) Any tax notified by the Central Government as being in the nature of a tax on excess or abnormal profits;
- (e) Any tax on business profits imposed for special reasons or in special circumstances and notified by the Central Government in this behalf;
- (f) Interest on debentures issued by the Company;
- (g) Interest on mortgages executed by the company and on loans and advances secured by a charge on its fixed or floating assets;
- (h) Interest on unsecured loans and advances;
- (i) Expenses on repairs, whether to immovable or to movable property, provided the repairs are not of a capital nature;
- (j) Outgoings inclusive of contributions made to any charitable funds etc.
- (k) Depreciation to certain extent;
- (l) The excess of expenditure over income, which had arisen in computing the net profits in accordance with this section in any year;
- (m) Any compensation or damages to be paid in virtue of any legal liability including a liability arising from a breach of contract;
- (n) Any sum paid by way of insurance against the risk of meeting any liability
- (o) Debts considered bad and written off or adjusted during the year of account.



12.2 In making the computation aforesaid, the following sums shall not be deducted:

(a) Income-tax and super-tax payable by the Company under the Income-tax Act, 1961, or any other tax on the income of the Company;

(b) Any compensation, damages or payments made voluntarily, that is to say, otherwise than in virtue of a liability;

(c) Loss of a capital nature including loss on sale of the undertaking or any of the undertakings of the Company or of any part thereof not including any excess of the written-down value of any asset which is sold, discarded, demolished or destroyed over its sale proceeds or its scrap value;

(d) Any change in carrying amount of an asset or of a liability recognized in equity reserves including surplus in profit and loss account on measurement of the asset or the liability at fair value.

### **13. Implementation Process:**

13.1 The projects to be undertaken by the Company under this Policy shall be identified in particular manner in consultation with the CSR Committee members.

13.2 The projects should be within the purview of the activities mentioned in this Policy.

13.3 The Board of Directors shall oversee each CSR project for effective implementation in consultation with the CSR Committee.

13.4 Time frame should be given for each projects/ programs undertaken.

13.5 The focus area of CSR activities by the Company shall include but not be limited to education and gender equality/women's empowerment.

### **14. Organizational mechanism and responsibilities:**

14.1 The Board of Directors shall periodically review the performance of the CSR Committee, **at least annually** review its constitution and terms of reference to

ensure it is operating efficiently and recommend any changes it considers necessary.

- 14.2 Evaluate the performance of the CSR Committee and the individual members of the Committee.
- 14.3 Shall monitor the implementation of every project taken up by the Company including evaluation of the projects by an outside agency.
- 14.4 Give due consideration to laws and regulations, the provisions of the Companies Act, 2013, and any other applicable laws, as appropriate.

#### **15. Management Commitment:**

The Board of Directors, Directors of the CSR Committee, and directors of the HSRDC are committed to developing impactful CSR programs/projects to contribute to a harmonious and sustainable development of society and the Earth, and to encourage Company employees and their families to participate in such programs/projects to transform their local communities.

#### **16. CSR Reporting:**

- 16.1 The Company must prepare an annual report containing all the particulars of activities conducted during every financial year.
- 16.2 The annual report shall be in the format given in Annexure I to the Policy.
- 16.3 The Board of Directors must in its Report to the Shareholders disclose by way of a detailed report the composition of the CSR Committee, a description of the programs/projects initiated and implemented, ongoing status and impact of the CSR activities proposed and undertaken by the Company along with the accounts and accounting treatment thereof.

#### **17. Information Dissemination:**

The Board of Directors of the Company shall disclose the content of this Policy in its annual Report and the same shall be made available on the Company's website.



**Annexure I:**

**FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES**

1. Brief outline of the Company's CSR Policy
2. Overview of the projects undertaken or proposed to be undertaken
3. Composition of CSR Committee
4. Average Net Profit of the Company for last three years
5. Amount allocated for the purpose of CSR
6. CSR expenditure made during the year
7. Details of CSR spent during the financial year
  - Total amount spent during the financial year
  - Amount unspent, if any
8. Manner in which the amount was spent during the financial year is detailed below:

Sl. No	CSR Projects/ activities identified	Section in which The projects Is covered	Projects or Programs Local area or other Specify the state and district where projects or programs was undertaken	Amount outlay per projects	Amount spent on the projects	Cumulative expenditure	Amount spent directly Or through implementing agencies
					Direct expenditure on projects or programs		
					Overheads		

Total							

9. Details of implementing agency

10. In case the company has failed to spend the two per cent, of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report

11. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

**Annexure II:**

**YEARLY PLAN OF ACTION:**

This annexure contains the plan of action for the Company for the financial year April 1, 2019 to March 31, 2020. This annexure shall be revised by the CSR Committee members for every financial year.

1. First Meeting of the Committee: The CSR Committee must meet in the financial year to adopt this policy and to recommend the activities to be undertaken during the year. In the first year of the contribution of CSR, the Company shall focus on the following activities –
  - Plantation of trees in order to be covered under 'Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare and agro forestry, conservation of natural resources and maintaining quality soil, air and water.' Clause of Schedule VII of the Companies Act, 2013.
  - Any other expenditure qualifying for CSR purposes as per provisions of Companies Act, 2013 and meant for welfare of the society.
2. Approval by Board of Directors: The board should meet and approve the activities recommended by the Committee and shall allocate the funds for CSR activities.
3. Review of CSR activities: The Committee shall review the activities undertaken at least once in every three months.
4. The Committee shall prepare a brief report of the progress of the activities undertaken and place the same before the Board.
5. The Committee shall meet in the first quarter of the next financial year to take a complete over view of the activities conducted during the year.
6. An annual report as per Annexure I shall be prepared by the Committee and the same shall be made as a part of annual report of the Company.