

SRINIVASA RAO K & CO

CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of M/s. V.L.InfraprojectsPrivate Limited

Report on the audit of Financial Statements

Opinion

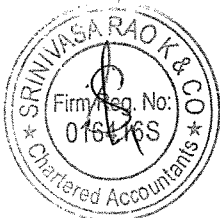
We have audited the accompanying financial statements of M/s. V.L.InfraprojectsPrivate Limited ("*the Company*") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report there.

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

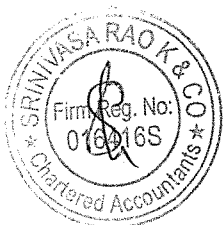
In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears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

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

Management's Responsibility for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless



management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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



auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

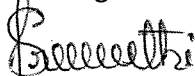
Report on Other Legal and Regulatory Requirements

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 Act, we give in the "Annexure1" 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, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. Reporting on the adequacy with respect to the internal financial controls over financial reporting of the company and the operating effectiveness of such controls are not applicable to the company.
- g. In our opinion, Section 197 of the Companies Act, 2013 is not applicable to the Private Limited Company.
- 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, in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **SrinivasaRao K & Co.,**
Chartered Accountants
Firm Registration Number: 016416S



G. Sravanthi

Proprietor

Membership Number: 230175

UDIN: 21230175AAAADC2288

Camp: Ahmedabad

Date: July 05, 2021



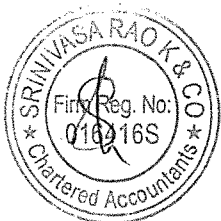
SRINIVASA RAO K & CO

CHARTERED ACCOUNTANTS

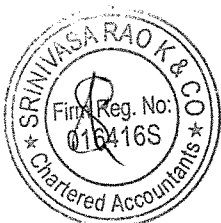
Annexure 1 referred to in our report of even date

Re: V.L. Infraprojects Private Limited

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management, which in our opinion, is reasonable having regard to the size of the company and nature of its business. No material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties including tangible assets are held in the name of the company.
- 2) The management has conducted the physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
- 3) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Companies Act, 2013 are applicable and hence not commented upon.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) Maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

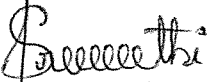


- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, GST, Cess and any other statutory dues with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.
- (c) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan from the government and has not issued any debentures.
- 9) Based on our audit procedures performed and the information and explanations given by the management, the term loans taken during the year have been applied for the purpose for which those are raised. The company has not raised monies by way of initial public offer or further public offer including debt instruments.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Being the Company is a Private Limited Company, the provisions of section 197 read with Schedule V to the Companies Act will not apply and hence not commented upon.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company and hence not commented upon.
- 13) Based upon the audit procedures performed and the information and explanations given by the management, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed notes in the notes to the Financial Statements, as required by the applicable accounting standards.



- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him.
- 16) The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For **SrinivasaRao K & Co.,**
Chartered Accountants
Firm Registration Number: 016416S


G. Sravanthi
Proprietor
Membership Number: 230175
UDIN: 21230175AAAADC9288



Camp: Ahmedabad
Date: July 05, 2021

V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Balance Sheet as at March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

	Notes	As at March 31, 2021	As at March 31, 2020
Equity and liabilities			
Shareholders' funds			
Share capital	3	2,74,00,000	1,00,00,000
Reserves and surplus	4	3,56,90,351	4,36,88,658
		<u>6,30,90,351</u>	<u>5,36,88,658</u>
Non-current liabilities			
Long-term borrowings	6	2,67,96,766	1,83,12,158
Deferred tax liability	5	78,922	3,86,575
		<u>2,68,75,689</u>	<u>1,86,98,734</u>
Current liabilities			
Short-term borrowings	7	2,09,16,356	2,18,25,679
Trade payables	8	3,01,74,041	3,63,73,991
Other current liabilities	9	2,10,26,915	1,29,67,482
Short-term provisions	10	20,45,708	12,21,131
		<u>7,41,63,020</u>	<u>7,23,88,283</u>
TOTAL		<u><u>16,41,29,060</u></u>	<u><u>14,47,75,675</u></u>
Assets			
Non-current assets			
Fixed assets			
Tangible assets	11	1,81,36,940	1,16,39,145
Capital work-in progress		33,58,609	-
Non-current assets	12.1	37,47,093	48,59,961
		<u>2,52,42,642</u>	<u>1,64,99,106</u>
Current assets			
Trade receivables	13.1	5,65,16,381	3,63,72,154
Inventory	14	1,62,41,639	1,75,18,349
Cash and bank balances	15	37,54,802	32,39,201
Loans and advances	12.2	1,31,24,294	1,03,90,922
Other current assets	13.2	4,92,49,302	6,07,55,943
		<u>13,88,86,418</u>	<u>12,82,76,569</u>
TOTAL		<u><u>16,41,29,060</u></u>	<u><u>14,47,75,675</u></u>
Summary of significant accounting policies	2.1		

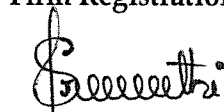
The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Srinivasa Rao K & Co.,

Chartered Accountants

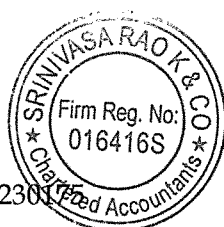
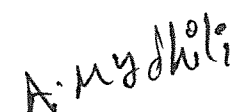
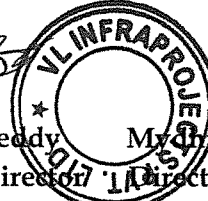

Firm Registration No.016416S



G. Sravanthi

Proprietor

Membership No. 230175

For and on behalf of the Board of Directors of
V.L. Infraprojects Private Limited
Rajagopal Reddy Mythili Rajagopal Reddy
Managing Director Director
DIN: 07039573 DIN: 07039579

Place: Ahmedabad

Date: July 05, 2021

V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Statement of profit and loss for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

	Notes	Year ended March 31, 2021	Year ended March 31, 2020
Income			
Revenue from operations	16	30,72,07,627	24,40,05,687
Other income	17	5,49,113	17,01,511
Total revenue		30,77,56,740	24,57,07,198
Expenses			
Cost of materials consumed	18	12,28,20,306	9,73,68,824
Employee benefits expense	19	1,15,79,972	1,18,58,557
Sub-contract expenses	-	9,74,29,224	7,52,43,569
Other expenses	20	5,03,94,287	4,23,84,781
Depreciation and amortization expense	21	11,83,278	11,40,360
Finance costs	22	1,20,94,056	99,83,350
Total		29,55,01,123	23,79,79,442
Profit before tax		1,22,55,617	77,27,756
Tax expenses			
Current tax		31,61,576	20,46,224
Deferred tax		(3,07,652)	47,816
Total tax expenses		28,53,924	20,94,040
Profit for the year		94,01,693	56,33,716

Earnings per equity share [nominal value of share Rs.
10 (March 31, 2020: Rs. 10)]

Basic

Computed on the basis of profit from total operations
and total profit for the year.

23 3.43 5.63

Diluted

Computed on the basis of profit from total operations
and total profit for the year.

23 3.43 5.63

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Srinivasa Rao K & Co.,

Chartered Accountants

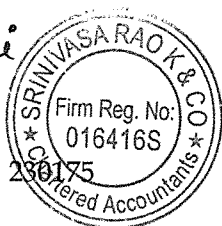
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G. Sravanthi

G. Sravanthi

Partner

Membership No. 280175



For and on behalf of the Board of Directors of V.L.
Infraprojects Private Limited

Rajagopal Reddy

Rajagopal Reddy

Managing Director

DIN: 07039573

A. Mydhili

Mydhili Rajagopal Reddy

Director

DIN: 07039579

Place: Ahmedabad

Date: July 05, 2021

V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Cash flow statement for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

	Year ended March 31, 2021	Year ended March 31, 2020
Cash flows from operating activities		
Profit / (loss) before tax	1,22,55,617	77,27,756
Depreciation and amortization	11,83,278	11,40,360
Interest expense	1,10,49,699	78,30,964
Operating profit before working capital changes	2,44,88,595	1,66,99,080
Movements in working capital :		
(Decrease) / Increase in trade payables	(61,99,950)	(7,67,87,039)
(Decrease) / Increase in other liabilities	9,52,166	5,65,191
Decrease / (Increase) in trade receivables	(2,01,44,227)	3,23,50,441
Decrease / Increase in Inventory	12,76,709	7,63,368
Decrease / Increase in loans and advances	(27,33,372)	(14,44,194)
Decrease / Increase in non current assets	(3,000)	(4,000)
Increase in other current assets	1,15,06,641	3,79,80,228
Cash generated from operations	91,43,561	1,01,23,075
Direct taxes paid	12,21,131	24,58,857
Net cash used in operating activities (A)	79,22,430	76,64,218
Cash flows from investing activities		
Purchase of fixed assets	(1,10,39,682)	(5,70,009)
Net cash used in investing activities (B)	(1,10,39,682)	(5,70,009)
Cash flows from financing activities		
Proceeds from long-term borrowings	2,29,52,667	2,29,52,667
Repayment of long-term borrowings	(74,40,793)	(1,84,45,912)
Proceeds from short-term borrowings (net)	(9,09,323)	(36,72,344)
Interest paid	(1,09,69,697)	(77,19,396)
Net cash flow from financing activities (C)	36,32,853	(68,84,985)
Net increase in cash and cash equivalents (A + B + C)	5,15,601	2,09,224
Cash and cash equivalents at the beginning of the year	32,39,202	30,29,978
Cash and cash equivalents at the end of the year	37,54,803	32,39,202
Components of cash and cash equivalents		
Cash on hand	99,618	3,79,854
With banks-on current account	8,10,200	66,040
- on deposit accounts	28,44,984	27,93,308
Total cash and cash equivalents (refer note 15)	37,54,803	32,39,202

Summary of significant accounting policies

2.1

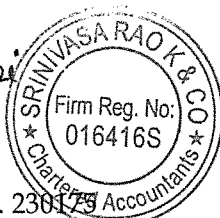
As per our report of even date

For Srinivasa Rao K & Co.,

Chartered Accountants

Firm Registration No.016416S

G.Sravanthi
Proprietor
Membership No. 236179



For and on behalf of the Board of Directors of
V.L. Infraprojects Private Limited

Rajagopal Reddy
Managing Director
DIN: 07039573

A. Mydhili
Director
DIN: 07039579

Place: Ahmedabad

Date: July 05, 2021

V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

1. Corporate information

VL Infraprojects Private Limited (the company) is a private company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in the business of construction, laying and commissioning contracts in various infrastructure projects like irrigation & water supply etc.

2. Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of Previous Year.

2.1 Summary of significant accounting policies

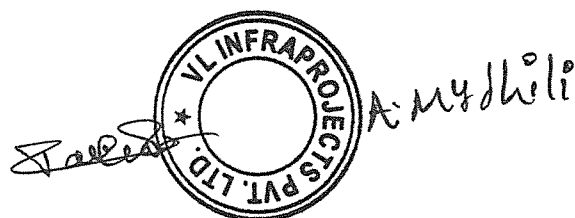
a. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b. Tangible fixed assets

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.



V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

c. Depreciation on tangible fixed assets

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management which coincides with the rates prescribed under Schedule II to the Companies Act, 2013.

The Company has used the following rates to provide depreciation on its fixed assets.

Asset Description	Useful lives estimated by the Management (years)
Plant and equipment	8
Vehicles	8 to 10
Furniture & Fixtures	10
Office Equipment	5

d. Impairment of Tangible and Intangible Assets

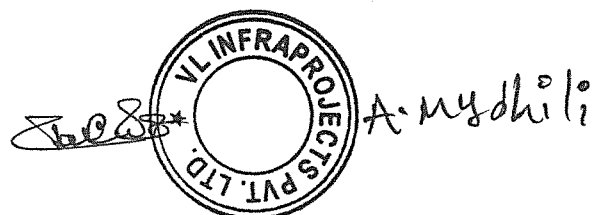
The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the assets recoverable amount. An asset recoverable amount is higher of an asset's or cash generating unit's (CGU) net selling price and its value in use. the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre tax discount rate that reflects current market assessments of the time value of money and the risks specific to the assets. After impairment, depreciation is provided and the revised carrying amount of the asset over its remaining useful life.

e. Inventories

Raw Materials, components, stores and spares are valued at lower of cost and net realizable value.

Cost is determined on a First in First out (FIFO) basis. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

Cost of inventories comprise of all costs of purchases, costs of conversion and other costs incurred in bringing them to their respective present location and condition. Stock of construction materials, stores, spares and oil and lubricants as certified by the management have been valued at cost.



V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

f. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from Contracts:

Revenue and costs associated there with have been recognised in accordance with AS 7 Constructions Contracts.

Revenue from Construction contracts is recognised by reference to the stage of completion of the contract activity at the reporting date of the financial statements on the basis of percentage of completion method. The stage of completion of contracts is measured by reference to the proportion that contract cost incurred for work performed up to the reporting date bear to the estimated total contract cost for each contract.

An expected loss on construction contract is recognised as an expense immediately and it is certain that the total contract cost will exceed the total contract revenue.

Incentive payments, as per the customer specified performance standards, are included in the contract revenue only when:

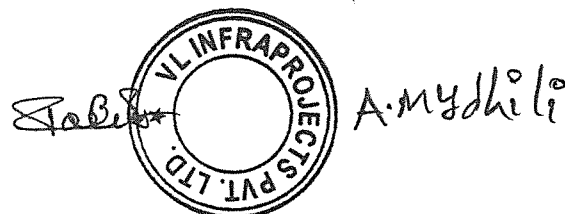
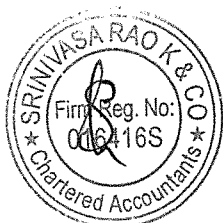
- The contract is sufficiently advanced that it is probable that the specified performance standards will be met; and
- The amount incentive payment can be measured reliably.

g. Income taxes

Tax expenses comprises of current and deferred tax. Current income tax has been measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet 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 tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each reporting date, the company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.



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Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

The carrying amount of deferred tax assets are reviewed at each reporting date. The company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

h. Segment reporting

Business segment:

The Company has considered "Construction, Laying and commissioning contracts" as one business segment for disclosure in the context of Accounting Standard 17 notified in Section 133 of the Companies Act, 2013. The Company is engaged in the business of Construction, Laying and commissioning contracts segment only for the year under report.

i. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue.

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

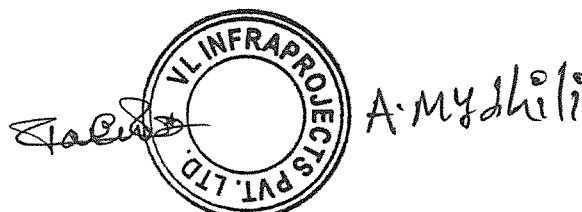
j. Provisions

A provision has been recognized in respect of a present obligation as a result of past event i.e. based on the probability of there being an outflow of resources to settle the obligation, in respect of which a reliable estimate can be made. Provisions have not been discounted to its present value and have been determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The company does not recognize a contingent liability but discloses its existence in the financial statements.

k. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprises of cash at bank and in hand and short-term investments with an original maturity of three months or less.



V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

3. Share Capital	As at March 31, 2021	As at March 31, 2020
Authorized Capital		
3000,000 (March 31, 2020: 1000,000) Equity shares of Rs.10 each	3,00,00,000	1,00,00,000
Issued, subscribed and fully paid-up shares		
2,740,000 (March 31, 2020: 1000,000) Equity shares of Rs.10 each	2,74,00,000	1,00,00,000
Total issued, subscribed and fully paid-up share capital	2,74,00,000	1,00,00,000

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

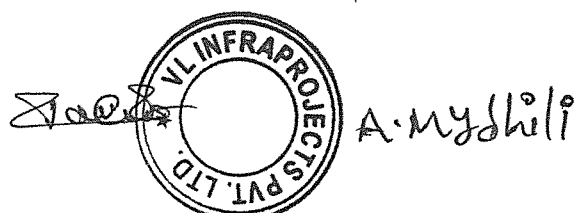
Equity shares	As at March 31, 2021		As at March 31, 2020	
	No. of shares	Rs.	No. of shares	Rs.
At the beginning of the year	10,00,000	1,00,00,000	10,00,000	1,00,00,000
Issued during the year	17,40,000	1,74,00,000	-	-
Outstanding at the end of the year	27,40,000	2,74,00,000	10,00,000	1,00,00,000

b. Details of shareholders holding more than 5% shares in the company

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% of holding in the class	No. of shares	% of holding in the class
Equity shares of Rs. 10 each fully paid				
Rajagopal Reddy	10,00,100	36.50%	3,65,000	36.50%
Mydhili Rajagopal Reddy	10,00,100	36.50%	3,65,000	36.50%
Dhartiben A Trivedi	2,74,000	10.00%	1,00,000	10.00%
R Nageswara Rao	2,74,000	10.00%	1,00,000	10.00%
A Radha Krishna Reddy	1,37,000	5.00%	50,000	5.00%

The Company has only one class of equity shares having a par value of Rs. 10 per share. Equity shares carry equal voting rights.

4. Reserves and surplus	As at March 31, 2021	As at March 31, 2020
Securities Premium Account		
Balance as per last financial statements	-	-
Add: Additions during the year on account of allotment of bonus shares	2,61,00,000	-
Net Securities Premium Account	2,61,00,000	-
Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statements	4,36,88,658	3,95,27,580
Bonus shares issued of Rs. 25 each	(4,35,00,000)	-
Profit for the year	94,01,693	56,33,716
Net surplus in the statement of profit and loss	95,90,351	4,51,61,296
Less: Excess amount transferred to MAT Credit entitlements during F.Y.18-19	-	14,72,638
Total reserves and surplus	3,56,90,351	4,36,88,658



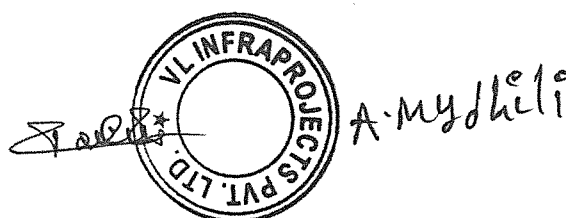
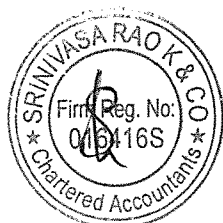
V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

5. Deferred tax liability			As at March 31, 2021	As at March 31, 2020
Opening liability			3,86,575	3,38,759
Differences in depreciation as per tax books and financial books			(3,07,652)	47,816
Gross deferred tax liability			78,922	3,86,575
6. Long-term borrowings	Non-current portion		Current maturities	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Indian rupee loan from Bank	2,18,75,094	1,26,96,666	1,19,71,500	55,72,234
Indian rupee loan from financial institutions	49,21,672	56,15,492	30,73,638	24,45,638
	2,67,96,766	1,83,12,158	1,50,45,138	80,17,872
The above amount includes				
Secured borrowings	4,18,768	8,22,932	4,01,631	3,68,424
Unsecured Borrowings	2,63,77,998	1,74,89,226	1,46,43,507	76,49,448
Amount disclosed under the head "other current liabilities" (refer note no. 9)	-	-	(1,50,45,138)	(80,17,872)
Net amount	2,67,96,766	1,83,12,158	-	-
7. Short-term borrowings			As at March 31, 2021	As at March 31, 2020
From banks (secured)			2,09,16,356	2,18,25,679
			2,09,16,356	2,18,25,679
8. Trade payables			As at March 31, 2021	As at March 31, 2020
Trade payables			3,01,74,041	3,63,73,991
			3,01,74,041	3,63,73,991
9. Other current liabilities			As at March 31, 2021	As at March 31, 2020
Current maturities of long-term borrowings (refer note no. 6)			1,50,45,138	80,17,872
Interest accrued but not due on borrowings			4,47,543	3,67,541
Provisions and other current liabilities			23,32,623	16,89,893
Statutory liabilities			32,01,612	28,92,176
			2,10,26,915	1,29,67,482
10. Provisions			As at March 31, 2021	As at March 31, 2020
Other provisions				
Provision for taxation			20,45,708	12,21,131
			20,45,708	12,21,131



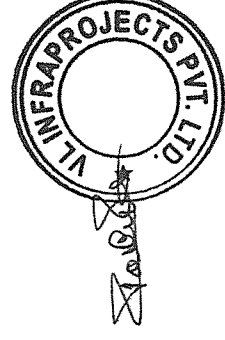
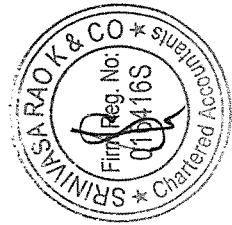
V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

11. Tangible assets	Buildings	Vehicles	Plant and machinery	Temporary structures	Furniture and fixtures	Office equipment	Computers	Total tangible assets
Cost								
As on April 1, 2019	75,90,581	44,19,576	8,22,584	8,52,701	2,50,062	3,05,331	2,20,939	1,44,61,774
Additions	-	-	-	-	2,98,874	2,71,135	-	5,70,009
Disposals	-	-	-	-	-	-	-	-
As at March 31, 2020	75,90,581	44,19,576	8,22,584	8,52,701	5,48,936	5,76,466	2,20,939	1,50,31,783
Additions	-	-	30,09,905	35,97,766	9,34,145	20,712	1,18,545	76,81,073
Disposals	-	-	-	-	-	-	-	-
As at March 31, 2021	75,90,581	44,19,576	38,32,489	44,50,467	14,83,081	5,97,178	3,39,484	2,27,12,856
Depreciation / Amortization								
As at April 1, 2019	88,383	10,23,034	1,70,813	5,66,125	88,745	1,52,710	1,62,467	22,52,278
Charge for the year	1,26,510	4,79,384	1,02,823	2,86,576	27,904	68,488	48,674	11,40,360
Disposals	-	-	-	-	-	-	-	-
As at March 31, 2020	2,14,893	15,02,418	2,73,636	8,52,701	1,16,649	2,21,198	2,11,141	33,92,638
Charge for the year	1,26,510	4,79,384	2,90,444	36,142	1,23,282	1,03,123	24,395	11,83,278
Disposals	-	-	-	-	-	-	-	-
As at March 31, 2021	3,41,403	19,81,802	5,64,080	8,88,843	2,39,931	3,24,321	2,35,536	45,75,916
Net Block								
As at March 31, 2021	72,49,178	24,37,774	32,68,409	35,61,624	12,43,150	2,72,857	1,03,948	1,81,36,940
As at March 31, 2020	73,75,688	29,17,158	5,48,948	-	4,32,287	3,55,268	9,798	1,16,39,145



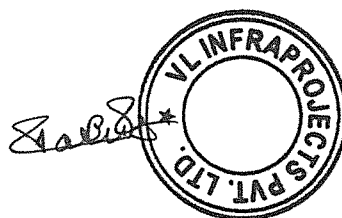
V.L. INFRAPROJECTS PRIVATE LIMITED

CIN: U45200GJ2014PTC081602

Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

12.1 Non Current Assets	As at March 31, 2021	As at March 31, 2020
Deposits		
Unsecured, considered good	43,000	40,000
MAT credit entitlements	37,04,093	48,19,961
Total	37,47,093	48,59,961
12.2 Loans and advances	As at March 31, 2021	As at March 31, 2020
Goods and service tax (ITC)	5,45,274	-
Income Tax (F.Y.2016-17)	-	10,92,996
Income Tax (F.Y.2017-18)	4,67,847	4,67,847
Income Tax (F.Y.2018-19)	4,02,698	19,45,308
Income Tax (F.Y.2019-20)	35,71,860	-
Tax deduction at source (FY2020-21)	54,95,557	47,63,310
Interest accrued on fixed deposits and others	13,58,877	9,11,540
Prepaid expenses	-	31,800
Other receivables	12,82,181	11,78,121
Total	1,31,24,294	1,03,90,922
13. Trade receivables and other assets		
13.1 Trade receivables	As at March 31, 2021	As at March 31, 2020
Unsecured, considered good	5,65,16,381	3,63,72,154
Total	5,65,16,381	3,63,72,154
13.2. Other Current assets	As at March 31, 2021	As at March 31, 2020
Unbilled revenue (Value of work done, not yet certified by debtors)	4,92,49,302	6,07,55,943
Total	4,92,49,302	6,07,55,943
14. Inventories	As at March 31, 2021	As at March 31, 2020
Materials	1,62,41,639	1,75,18,349
	1,62,41,639	1,75,18,349
15. Cash and bank balances	As at March 31, 2021	As at March 31, 2020
Cash and cash equivalents		
Balances with banks:		
In current accounts	8,10,200	66,040
Cash on hand	99,618	3,79,854
	9,09,818	4,45,893
Other bank balances		
Fixed deposits	28,44,984	27,93,308
	28,44,984	27,93,308
Total	37,54,802	32,39,201



Amydhili

V.L. INFRAPROJECTS PRIVATE LIMITED

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Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

16. Revenue from operations

	Year ended March 31, 2021	Year ended March 31, 2020
Revenue from operations	30,18,27,627	24,40,05,687
Revenue from technical professional services	53,80,000	-
	30,72,07,627	24,40,05,687

17. Other income

Interest income on		
Bank deposits	5,49,113	5,49,716
Miscellaneous income	-	11,51,795
	5,49,113	17,01,511

18. Cost of materials consumed

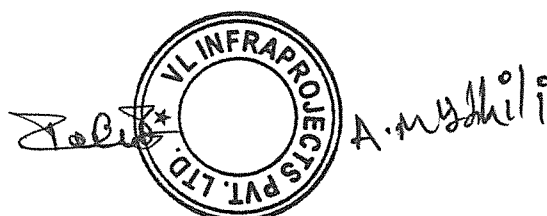
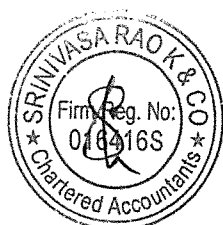
Inventory at the beginning of the year	1,75,18,349	1,82,81,715
Add: Purchases	12,15,43,596	9,66,05,459
	13,90,61,945	11,48,87,173
Less: Inventory at the end of the year	1,62,41,639	1,75,18,349
Cost of materials consumed	12,28,20,306	9,73,68,824

19. Employee benefits expenses

Salaries	1,11,66,586	1,11,87,297
Contribution to provident fund	2,05,700	2,96,050
Staff welfare expenses	2,07,686	3,75,210
	1,15,79,972	1,18,58,557

20. Other Expenses

Consumption of stores and spares	49,72,293	35,19,198
Hire charges	50,60,779	43,65,444
Masonry charges	3,48,55,685	2,90,70,063
Legal and professional fees	6,52,794	3,05,489
Power and fuel	97,302	1,68,550
Freight charges	4,77,682	7,97,306
Rent	9,54,025	9,17,700
Rates and taxes	18,49,278	14,69,677
Insurance	31,800	6,819
Tender expenses	1,72,359	1,18,853
Repairs and maintenance others	4,69,263	5,63,316
Business promotion	9,499	71,412
Travelling and conveyance	1,67,246	3,41,183
Communication costs	63,342	1,07,251
Printing and stationery	57,056	1,14,471
Office maintenance	4,03,884	3,48,049
Audit fee	1,00,000	1,00,000
	5,03,94,287	4,23,84,781



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Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

21. Depreciation and amortization

Depreciation of tangible assets

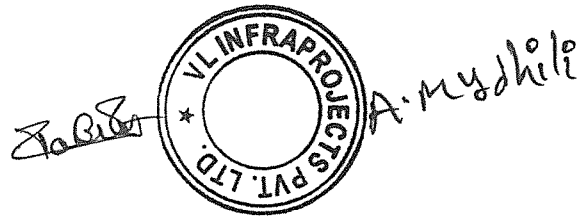
	Year ended March 31, 2021	Year ended March 31, 2020
	11,83,278	11,40,360
	<u>11,83,278</u>	<u>11,40,360</u>

22. Finance costs

Interest

Bank charges

	1,10,49,699	78,30,964
	10,44,357	21,52,385
	<u>1,20,94,056</u>	<u>99,83,350</u>



V.L. INFRAPROJECTS PRIVATE LIMITED

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Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

23. Earnings per share (EPS)

The following reflects the profit and share data used in the basic and

	<u>As at March 31, 2021</u>	<u>As at March 31, 2020</u>
Total operations for the year		
Profit after tax	94,01,693	56,33,716
Net profit for calculation of basic EPS and diluted EPS	<u>94,01,693</u>	<u>56,33,716</u>
	<u>No. of shares</u>	<u>No. of shares</u>
Weighted average number of equity shares in calculating basic EPS	27,40,000	10,00,000
Weighted average number of equity shares in calculating diluted EPS	27,40,000	10,00,000
Face Value per share	10.00	10.00
Earning Per share -Basic (Rs.)	3.43	5.63
Earning Per share -Diluted (Rs.)	3.43	5.63

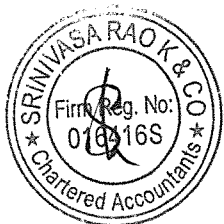
24. Related party disclosures



a. Names of the related parties and description of relationship:

Nature of the relationship	Name of the related party
Key managerial personnel	Rajagopal Reddy Mydhili Rajagopal Reddy

b. Summary of transactions with aforesaid parties

Nature of transaction	<u>As at March 31, 2021</u>	<u>As at March 31, 2020</u>
1. Rajagopal Reddy		
(i) Managerial remuneration	28,75,000	30,00,000
2. Mydhili Rajagopal Reddy		
(i) Managerial remuneration	15,18,000	15,84,000
(ii) Rent	1,29,000	1,29,000



  A. Mydhili

V.L. INFRAPROJECTS PRIVATE LIMITED

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Notes to financial statements for the year ended March 31, 2021

(All amounts in Indian Rupees, except for share data or as otherwise stated)

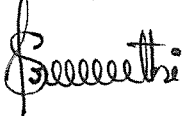
25. Disclosure as per AS-7 on construction contracts	As at March 31, 2021	As at March 31, 2020
Revenue from construction contracts	30,18,27,627	24,40,05,687
Contract cost incurred and recognized gross profit or Losses up to reporting date of contracts in progress	42,48,43,409	40,06,15,024
Advances received for contracts in progress	-	-
Retention Money for contracts in progress	2,03,45,518	1,66,16,053
Gross amount due from customers for contract work shown as an asset	4,92,49,302	6,07,55,943
Gross amount due to customers for contract work	5,65,16,381	3,63,72,154

As per our report of even date

For Srinivasa Rao K & Co.,

Chartered Accountants

Firm Registration No.016416S




G.Sravanthi

Proprietor

Membership No. 230175



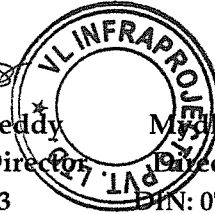
For and on behalf of the Board of Directors of
V.L. Infraprojects Private Limited



Rajagopal Reddy

Managing Director

DIN: 07039573



Mythili Rajagopal Reddy

Director

DIN: 07039579

Place: Ahmedabad

Date: July 05, 2021