



RAJKUMAR RATHI & CO.
CHARTERED ACCOUNTANTS

A-34 Mira CHS, Srishti Sector 3, Mira Road (East), Mumbai - 401107

INDEPENDENT AUDITOR'S REPORT

To the Members of

Delhi Airport Metro Express Private Limited

Opinion

We have audited the accompanying financial statements of **Delhi Airport Metro Express Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and of the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its Loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of 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 Act 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.

Emphasis of Matters:

a) We draw attention to note no. 22 (4) where the company had in earlier years, claimed CENVAT Credit of Rs. 43.04 crores on purchases of fixed assets and accordingly netted off the same from the "Right Under Concession Agreement". The claim of CENVAT Credit was disallowed by Commissioner, Rohtak, which was under dispute with Commissioner (Appeals) of Customs and Excise, Delhi and imposed a penalty of Rs. 65.01 crores. The company has filed an appeal with CESTAT against the order of commissioner and pending the outcome of the appeal, the same has not been provided for in the books of accounts.

b) We draw attention to Note No. 23 (a) regarding the dispute between Delhi Airport Metro Express Private Limited (DAMEPL) and Delhi Metro Rail Corporation (DMRC). The dispute was referred to the Arbitration Tribunal, which, vide its Order dated May 11, 2017, granted arbitration award in favour of DAMEPL for Rs 4,662.59 Crore. The said award was upheld by the single bench of Hon'ble High Court of Delhi and challenged in division bench by DMRC. Based on facts of the case and legal opinion, the management is confident that the Order of single Bench will be upheld. Resultant impact on the Statement of Profit & Loss and the final adjustment entries will be determined when the final Order is passed.

c) We draw attention to Note No. 32 (a) regarding the company's accumulated losses exceeding the net worth of the company. Pending the hearing of special leave petition before Hon'ble Supreme Court, the financial statements are prepared on going concern basis.

d) We draw attention to Note No. 32 (b) regarding no adjustment has been carried out for the impairment of fixed assets. The arbitration award amount was more than the carrying value of fixed assets. However, the award was set aside by the division bench of the Honorable High Court of Delhi and Special Leave Petition has been filed in the Honorable Supreme Court of India. As the matter is pending for hearing and final order is yet to be passed, no adjustment entries for impairment of fixed assets have been carried out in the books of accounts.

Our conclusion is not modified on these matters.



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Responsibilities of Management and Those Charged with Governance 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, changes in equity 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 accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the Company'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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure 1**" a statement on the matters specified in paragraphs 3 & 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 (including Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
 - (e) The going concern matter described in Material Uncertainty Related to Going Concern section above, in our opinion, may have an adverse effect on the functioning of the Company
 - (f) On the basis of the written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure 2**".
 - (h) 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 Company to its directors is in accordance with the provisions of the Act.
 - (i) 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:
 - The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements- Refer note 22 to 23 to the Ind AS financial statements;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the investor's education and protection fund by the Company.

For **Rajkumar Rathi & Co.**
Chartered Accountants
Regn.No.006342C

Vikas Rathi
Partner
Membership No.135597
Place: Mumbai
Date: May 11, 2021
UDIN: 21135597AAAAV8142



RAJKUMAR RATHI & CO.
CHARTERED ACCOUNTANTS

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ANNEXURE - 1 To The INDEPENDENT AUDITORS' REPORT

Referred to in our report of even date of **Delhi Airport Metro Express Private Limited** on the accounts for the year ended March 31, 2021:

- i) As informed to us, the Company has handed over all the assets to Delhi Metro Rail Corporation (DMRC) upon termination of concession agreement with effect from 1st July 2013, however, due to pending legal proceedings, the fixed assets have been continued to be shown in the books of accounts of the Company. Therefore, clause (i) of the Order is not applicable.
- ii) According to the information and explanations given to us, the Company does not have any inventory. Therefore, clause (ii) of the Order is not applicable to the Company.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act. Therefore, clause (iii) of the Order is not applicable to the Company.
- iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, investment, guarantees and security. Hence, clause (iv) of the Order is not applicable.
- v) In terms of the information and explanations given by the Company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that the company has not accepted any deposit from the public in terms of Section 73 to 76 or any other provisions of the Act and the rules framed there under.
- vi) In our opinion and according to the information and explanation given to us during the course of audit, the Central Government has not prescribed maintenance of cost records under section 148 (1) of the Act for the product of the company. Therefore, clause (vi) of the Order is not applicable to the Company.
- vii) a) In terms of the information and explanations given by the Company and the books and records examined by us, we state that the undisputed statutory dues including provident fund, employees' state insurance, income-tax, Goods and Service tax, duty of customs, cess and any other statutory dues, as applicable were paid on regular basis. There were no statutory dues, outstanding for more than six months from the date they became payable as on March 31, 2021.
b) In terms of the information and explanations given by the Company and the books and records examined by us and to the best of our knowledge and belief, we state that there are no dues of income tax or sale tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute, except as below:

| Name of Statute | Nature of Dues | Period to which it relates | Amount in Rs. ('000) | Forum Where dispute is pending |
|-------------------|----------------|----------------------------|----------------------|--------------------------------|
| Finance Act, 1994 | CENVAT penalty | A.Y.2010-11 & 2011-12 | 65,01,44 | CESTAT |

- viii) In terms of the information and explanations given by the Company and the books and records examined by us and to the best of our knowledge and belief, the Company has made default in repayments of dues to the banks and financial institutions. Delays existing as on March 31, 2021 are as under:

(Amt in '000')

| Bank | Amount Due - Interest | Amount due – Principal Repayment | Period |
|----------------------------|-----------------------|----------------------------------|--|
| Axis bank | 5,24,622 | 3,93,800 | Jan 19 to Mar 21 |
| Allahabad Bank | 3,65,055 | 2,81,300 | Jan 19 to Mar 21 |
| Andhra Bank | 2,35,214 | 1,87,500 | Jan 19 to Mar 21 |
| Bank of India | 5,26,726 | 3,75,000 | Jan 19 to Mar 21 |
| Canara Bank | 1,46,026 | 1,36,800 | Interest –july 19 to march 21 and Repayment jan 19 to mar 21 |
| Central Bank of India | 5,10,313 | 3,75,000 | Jan 19 to Mar 21 |
| Bank of Baroda (Dena Bank) | 7,02,069 | 3,75,000 | Jan 19 to Mar 21 |
| Punjab & Sindh Bank | 3,87,127 | 2,81,200 | Jan 19 to Mar 21 |
| UCO Bank | 5,82,253 | 4,22,804 | Jan 19 to Mar 21 |
| IIFC UK | 6,33,069 | 7,40,239 | Jan 19 to Mar 21 |
| Total | 46,12,473 | 35,68,643 | |



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*Pursuant to default of Delhi Metro Rail Corporation (DMRC) Arbitration Award is sub-judice and was last listed for hearing on October 07, 2020 in Honorable Supreme Court and it was directed by Honorable Supreme Court not to declare the account as Non Performing Asset vide Order dated April 22, 2019 - (On interim relief application) Refer Note 23(a) and 30 of the Notes to Accounts. Next Hearing is scheduled to take place on July 06, 2021.

- ix) In our opinion and according to the information and explanation given to us during the course of audit, the company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Therefore clause (ix) of the Order is not applicable.
- x) In our opinion and according to the information and explanations given to us, no fraud on the Company or by the Company, by its officers or employees has been noticed or reported during the year.
- xi) In our opinion and to the best of our information and according to the explanations given to us, the Company has complied with the provisions of section 197 of the Act.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Therefore, clause (xii) of the Order is not applicable to the Company.
- xiii) In terms of the information and explanations given by the company and the books and records examined by us and to the best of our knowledge and belief, we state that transactions with the related parties are in compliance with sections 177 & 188 of the Act, where applicable and details of such transactions have been disclosed in Ind AS financial statements as required by the applicable accounting standards.
- xiv) In terms of the information and explanations given by the Company and the books and records examined by us and to the best of our knowledge and belief, we state that the Company has not made any preferential allotment of Shares or debentures during the year except receipt of sub-ordinate debt from the promoter company.
- xv) In terms of the information and explanations given by the Company and the books and records examined by us and to the best of our knowledge and belief, we state that the Company has not entered into non-cash transaction with directors or persons connected with him. Therefore, clause (xv) of the Order is not applicable to the Company.
- xvi) In our opinion and according to the information and explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Rajkumar Rathi & Co.**
Chartered Accountants
Regn.No.006342C

Vikas Rathi
Partner
Membership No.135597

Place: Mumbai
Date: May 11, 2021



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ANNEXURE - 2 TO THE INDEPENDENT AUDITORS' REPORT

Referred to in our report of even date of **Delhi Airport Metro Express Private Limited**
for the year ended March 31, 2021:

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

We have audited the internal financial controls over financial reporting of the Company as of March 31, 2021 in conjunction with our audit of the Ind AS financial statements for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



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CHARTERED ACCOUNTANTS

A-34 Mira CHS, Srishti Sector 3, Mira Road (East), Mumbai - 401107

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

For **Rajkumar Rathi & Co.**
Chartered Accountants
Regn.No.006342C

Vikas Rathi
Partner
Membership No.135597

Place: Mumbai
Date: May 11, 2021

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Balance Sheet as at March 31, 2021

(Amount in Rs.'000)

| Particulars | Note No. | As at March 31, 2021 | As at March 31, 2020 |
|--|----------|-------------------------|-------------------------|
| Assets | | | |
| I. Non-current assets | | | |
| (a) Property, plant and equipment | 2.1 | 90,802 | 90,802 |
| (b) Other Intangible Assets | 2.2 | 2,71,24,551 | 2,71,24,551 |
| (c) Other non-current assets | | | |
| (i) Advance other than capital advance | 3 | 40,898 | 40,898 |
| (ii) Others | 3 | 4,30,401 | 4,30,401 |
| | | 2,76,86,652 | 2,76,86,652 |
| Current assets | | | |
| (a) Financial assets | | | |
| (i) Trade receivables | 4 | - | - |
| (ii) Cash and Bank Balance | 5 | 1,39,126 | 1,38,960 |
| (iii) Other Recoverable | 6 | 1,82,48,346 | 1,60,84,461 |
| (b) Current tax assets | 7 | 177 | 188 |
| | | 1,83,87,649 | 1,62,23,609 |
| Total assets | | 4,60,74,301 | 4,39,10,261 |
| Equity and liabilities | | | |
| Equity | | | |
| Share capital | 8 | 9,600 | 9,600 |
| Other equity | 9 | 1,74,69,521 | 1,74,78,687 |
| | | 1,74,79,121 | 1,74,88,287 |
| Liabilities | | | |
| Non-current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 10 | 1,04,55,178 | 1,26,30,699 |
| (ii) Provisions | 11 | 2,207 | 2,333 |
| | | 1,04,57,385 | 1,26,33,032 |
| Current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Trade payables | | | |
| Total outstanding dues of Micro and Small Enterprise | 12 | - | - |
| Total outstanding dues to creditors other than Micro Enterprise and Small Enterprise | 12 | 13,19,091 | 13,17,443 |
| (ii) Other financial liabilities | 13 | 95,66,443 | 52,18,993 |
| (b) Provisions | 14 | 69 | 117 |
| (c) Other current liabilities | 15 | 72,52,192 | 72,52,389 |
| | | 1,81,37,794 | 1,37,88,943 |
| Total Equity and Liabilities | | 4,60,74,301 | 4,39,10,261 |

See accompanying notes to the financial statements

In terms of our Report of even date

For Rajkumar Rathi & Co.
Chartered Accountants
(Firm Regn. No. 006342C)

For and on behalf of the Board

Vikas Rathi
Partner
Membership No. 135597

Place : Mumbai
Date: 11.05.2021

Milind Ramchandra Mule
Director
DIN: 08867556

Place : New Delhi

Rakesh Kumar Yadav
Director
DIN-0008364895

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Statement of Profit and Loss for the year ended March 31, 2021

(Amount in Rs.'000)

| Particulars | Note No. | Year ended March 31,2021 | Year ended March 31,2020 |
|--|-----------|-----------------------------|-----------------------------|
| Revenue from Operations | | - | - |
| Other Income | | 54 | 63 |
| Total Income | 16 | 54 | 63 |
| Expenses | | | |
| Employee benefit expenses | 17 | 7,288 | 9,286 |
| Finance Cost | 18 | 8,153 | 9,448 |
| Depreciation and Amortization Expense | 2.1 & 2.2 | - | - |
| Other Expenses | 19 | 27,686 | 40,141 |
| Total Expenses | | 43,127 | 58,875 |
| Profit/ (Loss) before tax | | (43,074) | (58,813) |
| Tax Expense: | | | |
| Current Tax | | - | - |
| Deferred Tax | | - | - |
| Profit/ (Loss) for the year | | (43,074) | (58,813) |
| Other Comprehensive Income | | | |
| Item that will not be reclassified to profit or loss - | | | |
| Total Other Comprehensive Income, net of taxes | | - | - |
| Total Comprehensive income for the year | | (43,074) | (58,813) |
| Earning per equity share of Rs.10 each fully paid | | | |
| (1) Basic | 28 | (45) | (61) |
| (2) Diluted | 28 | (45) | (61) |
| See accompanying notes to the financial statements | | | |

In terms of our Report of even date
For Rajkumar Rathi & Co.
Chartered Accountants
(Firm Regn. No. 006342C)

For and on behalf of the Board

Vikas Rathi
Partner
Membership No. 135597

Milind Ramchandra Mule
Director
DIN: 08867556

Rakesh Kumar Yadav
Director
DIN-0008364895

Place : Mumbai
Date: 11.05.2021

Place : New Delhi

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Statement of Changes in Equity for the year ended March 31, 2021

A. EQUITY SHARE CAPITAL

(Amount in Rs.'000)

| Particulars | Notes | Balance at the beginning of the year | Changes in equity share capital during the year | Balance at the end of the year |
|----------------------|--------|--------------------------------------|---|--------------------------------|
| As at March 31, 2020 | 10 (a) | 9,600 | - | 9,600 |
| As at March 31, 2021 | | 9,600 | - | 9,600 |

B. OTHER EQUITY

| Particulars | Notes | Other Equity- Equity Component of compound financial instruments | Retained Earning | Other Comprehensive Income | Total Equity |
|--|-------|--|---------------------|----------------------------------|--------------|
| As at 1 April 2019 | 11 | 2,51,37,641 | (76,68,616) | (266) | 1,74,68,759 |
| Profit/(Loss) for the year | | - | (58,813) | - | (58,813) |
| Other comprehensive income/(loss) for the year | | - | - | - | - |
| Total comprehensive income/(loss) for the year | | - | - | - | - |
| Sub Debt Taken/ (Paid) during the year | | 68,740 | - | - | 68,740 |
| As at March 31, 2020 | | 2,52,06,381 | (77,27,429) | (266) | 1,74,78,687 |
| As at April 1, 2020 | | 2,52,06,381 | (77,27,429) | (266) | 1,74,78,687 |
| Profit/(Loss) for the year | | - | (43,074) | - | (43,074) |
| Other comprehensive income/(loss) for the year | | - | - | - | - |
| Total comprehensive income/(loss) for the year | | - | - | - | - |
| Sub Debt Taken/ (Paid) during the year | | 33,908 | - | - | 33,908 |
| As at March 31, 2021 | 11 | 2,52,40,289 | (77,70,503) | (266) | 1,74,69,521 |

The above Statement of Changes in equity should be read in conjunction with the accompanying notes.

In terms of our Report of even date

For Rajkumar Rathi & Co.
Chartered Accountants
(Firm Regn. No. 006342C)

For and on behalf of the Board

Vikas Rathi
Partner
Membership No. 135597

Milind Ramchandra Mule
Director
DIN: 08867556

Rakesh Kumar Yadav
Director
DIN-0008364895

Place : Mumbai
Date: 11.05.2021

Place : New Delhi

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Cash Flow Statement for the year ended March 31, 2021

(Amount in Rs.'000)

| Particulars | Note No. | Year ended March 31, 2021 | Year ended March 31, 2020 |
|---|----------|------------------------------|------------------------------|
| (A) Cash flow from Operating Activities | | | |
| Net Profit / (Loss) after tax | | (43,074) | (58,813) |
| Adjustment to reconcile profit before tax to net cash flow: | | | |
| Finance Cost (including Interest and Finance Charges) | 18 | 8,153 | 9,448 |
| Finance Income (including Interest & Dividend Income and Capital Gain) | 16 | (54) | (63) |
| Net Foreign Exchange Differences | 19 | 798 | 17,770 |
| Cash Flow from operating activities before Working Capital Changes | | (34,178) | (31,658) |
| Working Capital Adjustment: | | | |
| (Increase)/Decrease in Other Financial Assets | 6 | (4) | (37,451) |
| Increase/(Decrease) in Non Current Provision | 11 | (125) | (6) |
| Increase/(Decrease) in Trade Payables | 12 | 850 | 4,950 |
| Increase/(Decrease) in Other Current Liabilities | 15 | (198) | 489 |
| Increase/(Decrease) in Current Provision | 14 | (48) | (14) |
| Cash flow from Operating Activities | | (33,703) | (63,688) |
| Income Tax (Paid) / refund (net) | | 11 | - |
| Cash Flow from/ (used in) Operating Activities (A) | | (33,692) | (63,688) |
| (B) Cash Flow from Investing Activities | | | |
| Interest Income | 16 | 54 | 63 |
| Investment in Deposits including Margin money | 5 | (50) | (56) |
| Cash Flow from/ (used in) Investing Activities (B) | | 4 | 6 |
| (C) Cash flow from Financing Activities | | | |
| Repayment of Secured Loans | 10 | 0 | (4,459) |
| Proceeds from Sub Debt and ICD (net) | 9 | 33,908 | 68,740 |
| Financial Expenses | 18 | (104) | (419) |
| Cash flow from/ (used in) Financing Activities (C) | | 33,804 | 63,862 |
| (D) Net Increase/(Decrease) in Cash and Cash equivalents (A+B+C) | | 116 | 181 |
| Opening Balance of Cash and Cash equivalents | 5 | 1,38,064 | 1,37,883 |
| Closing Balance of Cash and Cash equivalents | | 1,38,180 | 1,38,064 |
| Net Increase/(Decrease) in Cash and Cash equivalents | | 116 | 181 |
| Components of Cash and Cash Equivalents | | | |
| Balances with Banks | | | |
| (a) In Current account | 5 | 1,38,180 | 1,38,064 |
| (b) In Deposit account | 5 | - | - |
| | | 1,38,180 | 1,38,064 |

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Cash Flow Statement for the year ended March 31, 2021

(Amount in Rs.'000)

| Notes | | | | | | |
|--|----------------------|------------------------|------------|-----------------------|------------------------------|-------------------------|
| i. The above cash flow statement has been prepared under the "Indirect Method" as set out in the IND AS-7 on Cash Flow Statements. | | | | | | |
| ii. Reconcilaiton of Liablities arising out from financing activities | | | | | | |
| | Particulars | As at April 1, 2020 | Cash Flows | Non Cash flow changes | | As at March 31, 2021 |
| | | | | Fair Value Changes | Foreign exchange movement | |
| 1 | Long Term Liablities | 1,54,02,516 | 0 | 8,049 | (1,13,135) | 1,52,97,430 |
| | | | | | | |
| | Particulars | As at April 1, 2019 | Cash Flows | Non Cash flow changes | | As at March 31, 2020 |
| | | | | Fair Value Changes | Foreign exchange movement | |
| 1 | Long Term Liablities | 1,51,09,684 | (4,459) | 9,028 | 2,88,263 | 1,54,02,516 |

In terms of our report of even date

For Rajkumar Rathi & Co.
Chartered Accountants
(Firm Regn. No. 006342C)

For and on behalf of the Board

Vikas Rathi
Partner
Membership No. 135597

Milind Ramchandra Mule
Director
DIN: 08867556

Rakesh Kumar Yadav
Director
DIN-0008364895

Place : Mumbai
Date: 11.05.2021

Place : New Delhi

Note 1. Corporate Information, Basis of Preparation of Financials and Significant Accounting Policies**1.1 Background of the Company**

Delhi Airport Metro Express Private Limited (the "Company" or "DAMEPL"), having CIN U74210DL2008PTC176177, was incorporated on April 01, 2008. Its registered office is at Radisson Blu plaza, Commercial Tower, A - Wing, Ground Floor, NH-8 Mahipalpur, South West Delhi, New Delhi 110037.

DAMEPL has been set up to undertake the business of "Design, Installation, Commissioning, Operation and Maintenance of Airport Metro Express Line i.e. New Delhi - Indira Gandhi International Airport - Dwarka Sector-21" (Project). Delhi Metro Rail Corporation Limited (DMRC) had entered into a Concession Agreement with the Company on August 25, 2008 for the project for a period of 30 years.

Delhi Airport Metro Express Private Limited had terminated the Concession Agreement vide Termination Notice dated October 8, 2012 and entire assets and operations had been handed over to DMRC with effect from 1st July 2013. The dispute was referred to an Arbitral Tribunal which, vide its Award dated May 11, 2017, granted Termination Payment and other compensation in favour of DAMEPL for Rs 4,662.59 crore along with post-Award interest. The said Award was upheld by the single Judge bench of Hon'ble High Court of Delhi and challenged before division bench by DMRC; it was set aside by the division bench of Hon'ble High Court of Delhi on January 15, 2019. DAMEPL has filed Special Leave Petition before the Hon'ble Supreme Court of India against the said Judgement of Division Bench. The matter was listed for hearing by the Honorable Supreme Court of India on July 23, 2019. Meanwhile, an interim direction vide order dated April 22, 2019 was issued directing not to declare DAMEPL's accounts as Non-Performing Assets till further orders. However, the matter was adjourned on DMRC's request dated July 22, 2019. Later, the hearing could not take place due to various reasons. Hearings commenced on Sept 17, 2020 and continued on Sept 21 and Oct 07, 2020 and the next hearing is scheduled to take place on July 06, 2021.

1.2 Basis of Preparation**a. Statement of Compliance**

The financial statements have been prepared in accordance with IND ASs notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended to date.

b. Basis of Measurement

These financial statements are prepared in accordance with Indian Accounting Standards (IND ASs) with the going-concern principle and on a historical cost basis except for Certain Financials Assets and Liabilities that are measured at Fair Value (Refer Accounting Policy Regarding Financial Instruments). The methods used to measure fair values are discussed below.

The presentation and grouping of individual items in the Balance Sheet, the Statement of Profit & Loss and the Statement of Cash Flow are based on the principle of materiality.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statement are categorised within the fair value hierarchy, describes as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

c. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is the Company's functional currency.

d. Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

An asset is classified as current if:

- It is expected to be realised, or is intended to be sold or consumed, in the normal operating cycle; or
- It is held primarily for the purpose of trading; or
- It is expected to realise the asset within 12 months after the reporting period; or
- The asset is a cash or equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

All other assets are classified as non-current.

Similarly, a liability is classified as current if:

- It is expected to be settled in the normal operating cycle; or
- It is held primarily for the purpose of trading; or
- It is due to be settled within 12 months after the reporting period; or
- The Company does not have an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. Terms of a liability that could result in its settlement by the issue of equity instruments at the option of the counterparty does not affect this classification.

All other liabilities are classified as non-current.

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

e. Use of Estimates :

The preparation of financial statements requires management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets, liabilities, income, expenses and related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. The estimates and management's judgments are based on previous experience and other factors considered reasonable and prudent in the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

1.3 Significant accounting policies

A summary of the significant accounting policies applied in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all periods presented in the financial statements.

a Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a.1 Financial assets**a.1.1 Initial recognition and measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition or issue of the financial asset.

a.1.2 Subsequent measurement**Debt instruments at amortized cost**

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- (a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- (b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the Statement of profit and loss. The losses arising from impairment are recognized in the Statement of profit and loss. This category generally applies to trade and other receivables.

*

Debt instrument at FVTOCI (Fair Value through OCI)

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- (a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- (b) The asset's contractual cash flows represent SPPI

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the profit and loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to profit and loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL (Fair value through profit or loss)

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to classify a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Equity investments

All equity investments in entities other than subsidiaries and joint ventures are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

a.1.3 Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

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

a.1.4 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- (a) Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.
- (b) Financial assets that are debt instruments and are measured as at FVTOCI.
- (c) Trade receivables under Ind AS 18.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

a.2 Financial liabilities

a.2.1 Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

a.2.2 Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at amortized cost

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss. This category generally applies to trade payables and other contractual liabilities.

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risk are recognized in OCI. These gains/losses are not subsequently transferred to profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

Borrowings

After initial recognition, borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

b. Intangible Assets :
Initial recognition and measurement

The company has classified the rights under the Concession Agreement to manage, operate and maintain the Airport Metro Express Line as Intangible Assets being 'Rights under Concession Agreement'. The value of the Intangible asset was measured and recognized on the date of completion of construction for the completed portion of the project at the cost incurred on the Project towards construction, Design, Installation and Commissioning of the Airport Express Line.

Cost incurred on project includes all project related expenditure viz civil works, machinery under erection, construction and erection materials, pre-operative expenditure, expenditure incidental/ attributable to the construction of project and related borrowing cost. These expenses are net of recoveries and income (net of tax) from surplus funds arising out of project specific borrowings.

The Company has elected to utilize the option under Ind AS 101 by not applying the provisions of Ind AS 38 retrospectively and continue to use the previous GAAP carrying amount as a deemed cost under Ind AS at the date of transition to Ind AS. Therefore, the carrying amount of intangible assets as per the previous GAAP as at 1 April 2015, i.e.; the Company's date of transition to Ind AS, were maintained on transition to Ind AS.

Derecognition

An intangible asset is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and losses on disposal of an item of intangible assets are determined by comparing the proceeds from disposal with the carrying amount of intangible assets and are recognized in the statement of profit and loss.

c. Property, Plant & Equipment :
Initial recognition and measurement

The gross block of the Property, Plant and Equipment's are stated at cost of acquisition or construction including any cost attributable to bringing the asset to their working condition for their intended use, less accumulated depreciation and accumulated impairment in value.

The carrying values of Property, Plant and Equipment's are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Derecognition

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in statement of Profit & Loss in the year the asset is derecognised.

The asset's residual values, useful lives and methods are reviewed, and adjusted if appropriate, at each financial year end.

d. Depreciation & Amortisation:

(i) Depreciation on Property, Plant and Equipment's

Depreciation on Property, Plant and Equipment's is provided on the Straight Line Method rates over the useful lives as prescribed in the Schedule II to the Companies Act, 2013.

Depreciation on additions to/deductions from property, plant & equipment during the year is charged on pro-rata basis from/up to the month in which the asset is available for use/disposed.

(ii) Amortisation:

Intangible Assets being 'Rights under Concession Agreement' are amortized over the remaining Concession period on straight line method as per Ind AS - 38 as prescribed in Schedule - II to the Companies Act, 2013.

Cost of software recognized as intangible asset, is amortized on straight line method over a period of legal right to use or 3 years, whichever is less.

(iii) Leasehold Improvement :

Leasehold Improvements are amortized over the respective lease period.

However, depreciation/ amortization on assets are not charged w.e.f. 1st July, 2013 as the entire assets had been handed over to DMRC on account of termination of concession agreement, as explained above.

e. Impairment of Non- Financial Assets :

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment considering the provisions of Ind AS 36 'Impairment of Assets'. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit is the higher of its fair value less costs to disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit", or "CGU").

An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognized in profit or loss. Impairment losses recognized in respect of CGUs are reduced from the carrying amounts of the assets of the CGU.

Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

f. Borrowing Cost :

Borrowing costs that are directly attributable to the acquisition, construction/exploration/ development or erection of qualifying assets are capitalized as part of cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial period of time to get ready for their intended use or sale.

When the Company borrows funds specifically for the purpose of obtaining a qualifying asset, the borrowing costs incurred are capitalized. When Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the capitalization of the borrowing costs is computed based on the weighted average cost of general borrowing that are outstanding during the period and used for the acquisition, construction/exploration or erection of the qualifying asset.

Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Income earned on temporary investment of the borrowings pending their expenditure on the qualifying assets is deducted from the borrowing costs eligible for capitalization. Borrowing costs include exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Other borrowing costs are recognized as an expense in the year in which they are incurred.

g. Provisions :

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

h. Employee benefits**I. Defined contribution plans**

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into separate entities and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as an employee benefits expense in profit or loss in the period during which services are rendered by employees.

Contributions to defined contribution schemes such as Provident Fund, etc. are charged to the Statement of Profit and Loss, as and when incurred.

II. Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The gratuity is funded by the Company and is managed separately.

The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted. The discount rate is based on the prevailing market yields of Indian government securities as at the reporting date that have maturity dates approximating the terms of the Company's obligations and that are denominated in the same currency in which the benefits are expected to be paid.

The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Company, the recognized asset is limited to the total of any unrecognized past service costs and the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. An economic benefit is available to the Company if it is realizable during the life of the plan, or on settlement of the plan liabilities. Any actuarial gains or losses are recognized in OCI in the period in which they arise.

When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognized in profit or loss on a straight-line basis over the average period until the benefits become vested. To the extent that the benefits vest immediately, the expense is recognized immediately in profit or loss.

III. Other long-term employee benefits

Benefits under the Company's leave encashment constitute other long term employee benefits.

The Company's net obligation in respect of leave encashment is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is based on the prevailing market yields of Indian government securities as at the reporting date that have maturity dates approximating the terms of the Company's obligations. The calculation is performed using the projected unit credit method. Any actuarial gains or losses are recognized in profit or loss in the period in which they arise.

IV. Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid under performance related pay if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

i. Lease

Leases, where the lessor effectively retains substantially all risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Finance leases which effectively transfer to the company substantial risks and benefits incidental to ownership of the leased item, are capitalized and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

j. Revenue Recognition :

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue comprises:

(i) Income from fare collection is recognized on the basis of use of tokens, money value of actual usage in case of Smart Cards and other direct fare collection.

(ii) Interest income is recognized, when no significant uncertainty as to measurability or collectability exists, on time Proportion Basis (using the effective interest method that is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset).

(iii) Income on investment is recognized based on the terms of the investment. Income from mutual fund scheme having fixed maturity plans is accounted on declaration of dividend or on maturity of such investment.

k. Foreign Currency Transactions

The functional/ reporting currency of the Company is Indian Rupees.

(i) Transactions denominated in foreign currencies are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Foreign currency monetary items (assets and liabilities) are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in foreign currency, are reported using the exchange rate at the date of the transaction.

Gains and losses, if any, at the year-end in respect of monetary assets and monetary liabilities are recognised in the Statement of Profit and Loss except in case of gains or losses arising on long term foreign currency monetary items relating to the acquisition of depreciable assets which are added to or deducted from the cost of such assets.

l. Earnings per share :

Basic earnings are calculated by dividing the net profit/ (loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earning per share are calculated by dividing the net profits attributable to ordinary equity holders and potential equity holders by the weighted average number of ordinary equity shares outstanding during the year and weighted average number of equity shares that would be issued on conversion of all the diluted potential ordinary shares into ordinary shares.

m. Accounting for Taxes on Income :

Provision for current tax represents the amount that would be payable based on computation of tax as per the provisions of the Income Tax Act, 1961. Current tax is determined based on the amount of tax payable in respect of taxable income for the year after taking into consideration benefits admissible under the Income Tax Act, 1961. Current tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in OCI or equity.

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

Deferred tax is recognized in profit or loss except to the extent that it relates to items recognized directly in OCI or equity, in which case it is recognized in OCI or equity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

n. Cash and Cash Equivalents:

Cash comprises of Cash on Hand, Cheques on Hand and demand deposits with Banks. Cash Equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risks of changes in value.

o. Cash flow statement

Cash flow statement is prepared in accordance with the indirect method prescribed in Ind AS 7 'Statement of Cash Flows'.

p. Contingent liabilities :

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Notes forming part of Financial Statements for the year ended March 31, 2021

Note 2.1: Property, plant and equipment

| Description | GROSS BLOCK | | DEPRECIATION | | NET BLOCK | |
|--------------------------------|---------------------|--------------------|---------------------|--------------|--------------------|---------------------|
| | As at April 1, 2020 | As at Mar 31, 2021 | As at April 1, 2020 | For the Year | As at Mar 31, 2021 | As at April 1, 2020 |
| Tangible Assets | | | | | | |
| Fixture & Furniture | 56,872 | 56,872 | - | - | - | 56,872 |
| Vehicles | 608 | 608 | - | - | - | 608 |
| Office Equipment | 14,908 | 14,908 | - | - | - | 14,908 |
| IT & Communication equipment's | 18,414 | 18,414 | - | - | - | 18,414 |
| Total | 90,802 | 90,802 | - | - | - | 90,802 |

| Description | GROSS BLOCK | | DEPRECIATION | | NET BLOCK | |
|--------------------------------|---------------------|--------------------|---------------------|--------------|--------------------|---------------------|
| | As at April 1, 2019 | As at Mar 31, 2020 | As at April 1, 2019 | For the Year | As at Mar 31, 2020 | As at April 1, 2019 |
| Tangible Assets | | | | | | |
| Fixture & Furniture | 56,872 | 56,872 | - | - | - | 56,872 |
| Vehicles | 608 | 608 | - | - | - | 608 |
| Office Equipment | 14,908 | 14,908 | - | - | - | 14,908 |
| IT & Communication equipment's | 18,414 | 18,414 | - | - | - | 18,414 |
| Total | 90,802 | 90,802 | - | - | - | 90,802 |

Note : Pursuant to certain events of default by Delhi Metro Rail Corporation (DMRC), Delhi Airport Metro Express Private Limited (DAMEPL), the "Company" had terminated the Concession Agreement vide Termination Notice dated October 08, 2012 and consequently the entire assets (including project assets) had been handed over to DMRC with effect from 1st July 2013 and the Company ceased to provide for depreciation/amortisation. Resultant impact on the profit & loss account and the final adjustment entries will be determined when the final order is passed. [refer Note 23 (a)].

(Amount in Rs.'000)

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED
Notes forming part of Financial Statements for the year ended March 31, 2021

Note 2.2: Other Intangible Assets

| Description | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | |
|-------------------------------------|---------------------|-----------|----------|----------------------|--------------|--------------|----------------------|---------------------|
| | As at April 1, 2020 | Additions | Deletion | As at March 31, 2021 | For the Year | Deletions | As at March 31, 2021 | As at April 1, 2020 |
| Intangible Assets | | | | | | | | |
| Software | 20 | - | - | 20 | - | - | 20 | 20 |
| Rights Under Concession Agreement * | 27,124,531 | - | - | 27,124,531 | - | - | 27,124,531 | 27,124,531 |
| Total | 27,124,551 | - | - | 27,124,551 | - | - | 27,124,551 | 27,124,551 |
| | | | | | | | | |
| Description | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | |
| | As at April 1, 2019 | Additions | Deletion | As at Mar 31, 2020 | For the Year | On Deletions | As at Mar 31, 2020 | As at April 1, 2019 |
| Intangible Assets | | | | | | | | |
| Software | 20 | - | - | 20 | - | - | 20 | 20 |
| Rights Under Concession Agreement * | 27,124,531 | - | - | 27,124,531 | - | - | 27,124,531 | 27,124,531 |
| Total | 27,124,551 | - | - | 27,124,551 | - | - | 27,124,551 | 27,124,551 |

Pursuant to certain events of default by Delhi Metro Rail Corporation (DMRC), Delhi Airport Metro Express Private Limited (DAMEPL), the "Company" had terminated the Concession Agreement vide Termination Notice dated October 08, 2012 and consequently the entire assets (including project assets) had been handed over to DMRC with effect from 1st July 2013 and the Company ceased to provide for depreciation/amortisation. Resultant impact on the profit & loss account and the final adjustment entries will be determined when the final order is passed. (refer Note 23 (a)).

| Assets | Amount in Rs. '000 | |
|-------------------------------------|--------------------|--------------------|
| | As at Mar 31, 2021 | As at Mar 31, 2020 |
| Depot, Workshop & other Civil works | 4,250,902 | 4,250,902 |
| Electrical & Mechanical Equipments | 11,977,468 | 11,977,468 |
| Trains and Track Works | 10,976,765 | 10,976,765 |
| Gross Block | 27,205,135 | 27,205,135 |
| Less: Accumulated Depreciation | 80,605 | 80,605 |
| Net Block | 27,124,531 | 27,124,531 |

*Breakup of "Rights Under Concession Agreement"

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2021

Note 2.3: Disclosure of Service Concession Arrangement

(Amount in Rs. '000)

| Name of Project | Description of the arrangement | Significant terms of the arrangement | Intangible Assets | | Financial Asset | | |
|----------------------------|--|---|-------------------------------------|----------------|-----------------|----------------|---|
| | | | Gross book value | Net book value | | | |
| Airport Metro Express Line | Design, Installation, Commissioning, Operation and Maintenance of Airport Metro Express Line i.e. New Delhi - Indira Gandhi International Airport - Dwarka Sector-21 (project) | Period of concession | August 25, 2008 to August 25, 2038* | March 31, 2021 | March 31, 2020 | March 31, 2021 | |
| | | Remuneration | NA* | | | | |
| | | Investment grant from concession grantor | NA* | 27,124,551 | 27,124,551 | | - |
| | | Infrastructure return at the end of concession period | NA* | March 31, 2020 | March 31, 2019 | March 31, 2020 | |
| | | Investment and renewal obligations | NA* | | | | |
| | | Re-pricing dates | NA* | 27,124,551 | 27,124,551 | | - |
| | | Basis upon which re-pricing or re-negotiation is determined | NA* | | | | |
| Premium payable to grantor | NA* | | | | | | |

(Amount in Rs.'000)

Note 3. Other Non Current Assets

(I) Advance other than capital advance

Security Deposits

Sub Total (A)

(II) Others

CENVAT Credit Receivable [Refer note - 22(4)]

Sub Total (B)

Total (A+B)

| | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| | 40,898 | 40,898 |
| | 40,898 | 40,898 |
| | 430,401 | 430,401 |
| | 430,401 | 430,401 |
| | 471,299 | 471,299 |

Note 4. Trade Receivables

(i) Unsecured, considered good

Sub Total (A)

(ii) Credit Impaired

Less: Provision for Credit Impaired

Sub Total (B)

Total (A+B)

| | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| | - | - |
| | - | - |
| | 12,008 | 12,008 |
| | (12,008) | (12,008) |
| | - | - |
| | - | - |

| Note 5. Cash and Bank Balance | (Amount in Rs.'000) | |
|---------------------------------|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| Balances with Banks | | |
| Current Accounts* | 138,180 | 138,064 |
| Sub Total (A) | 138,180 | 138,064 |
| Cash on Hand | - | - |
| Cash and Cash Equivalent | 138,180 | 138,064 |
| Other Bank Balance | | |
| Margin Money deposit** | 946 | 896 |
| Sub Total (B) | 946 | 896 |
| Total (A+B) | 139,126 | 138,960 |

* Bank Balance of Rs. 137584 (Amt in '000') are specifically for the purpose of repayment of bank loan and interest thereon.

**Margin money deposits are given as guarantees to various government departments and banks.

| Note 6. Other Recoverable | (Amount in Rs.'000) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| Trade Advances | 1,475 | 1,471 |
| Recoverable from DMRC [Refer note - 23(a)]* | 18,246,795 | 16,082,915 |
| Other Advances | 76 | 76 |
| Total | 18,248,346 | 16,084,461 |
| * DMRC Recoverable majorly includes: | | |
| Foreign Exchange Loss on repayment | 897,805 | 1,010,940 |
| Interest Expense | 16,399,823 | 14,122,808 |
| Liquidated Damages and others | 348,077 | 348,077 |
| Bank Guarantee Encashed | 601,089 | 601,089 |
| Total | 18,246,795 | 16,082,915 |

| Note 7. Current Tax Assets | (Amount in Rs.'000) | |
|--|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| Advance Tax and Tax Deducted at Source | 177 | 188 |
| Total | 177 | 188 |

| | (Amount in Rs.'000) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| Note 8. Equity Share Capital | | |
| Authorized | | |
| Equity Shares of Rs. 10/- each (as at Mar 31, 2021, : 870,000,000, as at Mar 31, 2020: 870,000,000) | 8,700,000 | 8,700,000 |
| | <u>8,700,000</u> | <u>8,700,000</u> |
| Issued, Subscribed & Paid up | | |
| Equity Shares of Rs. 10/- each fully paid up (as at Mar 31, 2021 : 9,60,000, as at Mar 31, 2020: 9,60,000) | 9,600 | 9,600 |
| | <u>9,600</u> | <u>9,600</u> |

| (a) Movements in equity share capital | (Amount in Rs.'000) | | | |
|--|----------------------|--------------|----------------------|--------------|
| | As at March 31, 2021 | | As at March 31, 2020 | |
| | No of Shares | Amount | No of Shares | Amount |
| At the beginning of the year | 960,000 | 9,600 | 960,000 | 9,600 |
| Add: Shares Issued / bought back during the year | - | - | - | - |
| Outstanding at the end of the year | <u>960,000</u> | <u>9,600</u> | <u>960,000</u> | <u>9,600</u> |

(b) Rights, preferences and restrictions attached to shares

The Company has only one class of equity shares having a par value of Rs. 10/- each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Equity Shares held by holding company

| | As at March 31, 2021 | | As at March 31, 2020 | |
|---------------------------------|----------------------|------------|----------------------|------------|
| | No of Shares | Percentage | No of Shares | Percentage |
| Reliance Infrastructure Limited | 959,499 | 99.95% | 959,499 | 99.95% |

(d) Equity Shares held by each shareholder holding more than 5% shares

| | As at March 31, 2021 | | As at March 31, 2020 | |
|---------------------------------|----------------------|------------|----------------------|------------|
| | No of Shares | Percentage | No of Shares | Percentage |
| Reliance Infrastructure Limited | 959,499 | 99.95% | 959,499 | 99.95% |

Note 9. Other Equity

| | (Amount in Rs.'000) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| (I) Retained Earnings | | |
| Balance as per last Balance Sheet | (7,727,429) | (7,668,616) |
| Add: Gain / (Loss) for the year | (43,074) | (58,813) |
| Balance at the end of the year | (7,770,503) | (7,727,429) |
| (II) Other Comprehensive Income | | |
| Balance as per last Balance Sheet | (266) | (266) |
| Add: Gain / (Loss) for the year | - | - |
| Balance at the end of the year | (266) | (266) |
| (III) Other Equity component of financing instrument | | |
| Subordinate Debt | 14,502,028 | 14,502,028 |
| 0% Subordinate Debt | 9,510,897 | 9,510,897 |
| Inter Corporate Deposit | 1,227,364 | 1,193,456 |
| Balance at the end of the year | 25,240,289 | 25,206,381 |
| Grand Total | 17,469,521 | 17,478,687 |

a) 0% Subordinate Debts are repayable by mutual consent of the parties only after the primary lenders (Banks and Financial Institution) are paid in full and in instalments as may be mutually agreed between the company and investors.

b) Subordinate Debt and Inter Corporate deposits carry zero percent interest and are repayable after one year from the balance sheet date on mutual consent of the parties.

Financial Liabilities- Non Current

| Note 10. Borrowings- Non Current portion | Maturity | (Amount in Rs.'000) | |
|--|-----------|-------------------------|-------------------------|
| | | As at March 31, 2021 | As at March 31, 2020 |
| Secured | | | |
| Loan from Banks | | | |
| Indian Rupee Term Loan (Floating Rate of Interest) | 2012-2026 | 8,288,730 | 9,942,342 |
| Loan from Others | | | |
| Foreign Currency Loan From Financial Institution (Floating Rate of Interest) | 2012-2026 | 2,166,448 | 2,688,357 |
| | | 10,455,178 | 12,630,699 |

Repayment Terms of Long Term Borrowings

A. The Rupee Term loan from Banks and Foreign Currency loan from financial institution is repayable by quarterly installment of 0.25% starting from 1st April 2012 to January 2015 of the disbursed amount. The quarterly installment shall increase by 0.25% every year after 31st March 2015 and by additional 0.25% in F.Y. 2018-19, 2020-21, 2021-22 and 2024-25.

Effective Interest Rate

| | |
|-----------------------------------|------------------|
| Rupee Term Loan | 11.90% to 15.25% |
| Foreign Currency Loan from Others | 8.66% |

If floating rate financial liability is recognised initially at an amount equal to the principal payable on maturity, re-estimating the future interest payments normally has no significant effect on the carrying amount of the liability.

Security for Term Loans

Indian Rupee Term Loan and Foreign Currency Loan from others, are secured by first charge against moveable properties, machinery, machinery spares, equipment, tools and accessories, vehicles, and all other movable assets except project assets, both present and future and the borrower's other assets, book debts, operating cash flow, commission, outstanding moneys including claims etc.

A Corporate Undertaking had been provided by the Investing Company, M/s Reliance Infrastructure Limited to Consortium Lenders (Banks and Financial Institution) for debt servicing.

Loan covenants:

Bank loans contain certain debt covenants relating to limitation on indebtedness, debt -equity ratio, net borrowings to EBIDA ratio and debt service coverage ratio. The limitation on indebtedness covenant gets suspended if the company meets certain prescribed criteria. Due to the handing over the project and termination of the concession agreement, pending award of arbitration, the limitation on indebtedness remains suspended the debt covenants prescribed in the terms of bank loan.

Details of default as at balance sheet date :

| Particulars | Interest | Principal Repayment | Period |
|--|------------------|---------------------|------------------|
| Indian Rupee Term Loan (Floating Rate of Interest) | 3,979,404 | 2,828,404 | Jan 19 to Mar 21 |
| Foreign Currency Loan From Financial Institution (Floating Rate of Interest) | 633,069 | 740,239 | Jan 19 to Mar 21 |
| Total | 4,612,473 | 3,568,643 | |

Note 11. Non Current Provision

Provision for Employee Benefits

-Provision for Gratuity and Leave Encashment

| | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| | 2,207 | 2,333 |
| | 2,207 | 2,333 |

Financial Liabilities- Current

| Note 12. Trade Payables | (Amount in Rs.'000) | |
|--|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 |
| Total outstanding dues of Micro Enterprise and Small Enterprise* | - | - |
| Total outstanding dues to creditors other than Micro Enterprise and Small Enterprise | 1,319,091 | 1,317,443 |
| | 1,319,091 | 1,317,443 |

*Note: There are no outstanding dues to Micro, Medium and Small Scale Business Enterprises. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

Note 13. Other Financial Liabilities- Current portion

| | As at March 31, 2021 | As at March 31, 2020 |
|--|--|-------------------------|
| | Current Maturities of Indian Rupee Term Loan | 3,778,723 |
| Current Maturities of Foreign Currency Loan From Financial Institution | 1,063,529 | 651,723 |
| Interest accrued but not due on borrowings | 2,452 | 1,347 |
| Interest accrued and due on borrowings | 4,721,739 | 2,445,828 |
| | 9,566,443 | 5,218,993 |

Note 14. Current Provision

| Provision for Employee Benefits | As at March 31, 2021 | As at March 31, 2020 |
|---------------------------------|--|-------------------------|
| | -Provision for Leave Encashment and gratuity | 69 |
| | 69 | 117 |

Note 15. Other Current Liabilities

| | As at March 31, 2021 | As at March 31, 2020 |
|-----------------------------|---|-------------------------|
| | Amount Received against Arbitration Award | 6,784,237 |
| Refundable Security Deposit | 30,487 | 30,487 |
| BG Encashment | 432,691 | 432,691 |
| Employee Benefit Payable | 19 | 456 |
| Statutory Dues Payable | 1,298 | 2,642 |
| Expense Payable | 3,460 | 1,877 |
| | 7,252,192 | 7,252,389 |

DELHI AIRPORT METRO EXPRESS PRIVATE LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2021

(Amount in Rs.'000)

Note 16. Other Income**Interest received on**

Fixed Deposits

Total

| | Year ended March 31,2021 | Year ended March 31,2020 |
|--------------|-------------------------------------|-------------------------------------|
| | 54 | 62 |
| Total | 54 | 63 |

Note 17. Employee Benefit Expenses

Salaries and Wages

Contribution to Provident Fund

Workmen and Staff Welfare Expenses

Total

| | Year ended March 31,2021 | Year ended March 31,2020 |
|--------------|-------------------------------------|-------------------------------------|
| | 6,242 | 7,886 |
| | 619 | 772 |
| | 427 | 629 |
| Total | 7,288 | 9,286 |

Note 18. Finance Cost

Other interest

Other borrowing Cost (Including Bank charges)

Total

| | Year ended March 31,2021 | Year ended March 31,2020 |
|--------------|-------------------------------------|-------------------------------------|
| | 96 | 412 |
| | 8,057 | 9,035 |
| Total | 8,153 | 9,448 |

(Amount in Rs.'000)

Note 19. Other Expenses

| | Year ended March 31,2021 | Year ended March 31,2020 |
|---|-----------------------------|-----------------------------|
| Rent | 115 | 1,095 |
| Operating Expense | - | 1 |
| Repairs and Maintenance | | |
| - Others | 4 | 6 |
| Insurance | 48 | - |
| Legal and Professional Charges | 26,498 | 20,068 |
| Foreign Exchange Fluctuation Loss (net) | 798 | 17,770 |
| Communication Expenses | 31 | 54 |
| Vehicle Hire Charges | 2 | 583 |
| Travelling and Conveyance | 46 | 196 |
| Payment to auditors (refer note below) | 124 | 194 |
| Other Miscellaneous Expenses | 22 | 175 |
| Total | 27,686 | 40,141 |

Note : Payment to Auditors

| Particulars | Year ended March 31,2021 | Year ended March 31,2020 |
|----------------------------|-----------------------------|-----------------------------|
| As auditors | | |
| Audit Fee | 53 | 53 |
| Limited Review | 53 | 53 |
| Others | - | 58 |
| In other Capacities | | |
| Certification | 17 | 30 |
| Total | 124 | 194 |

Note 20 : Financial Instruments - Accounting Classification and Fair Value Measurements

The fair value of the financial assets and liabilities are included at the amount at which the instruments could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short terms deposits, trade and other short receivables, trade payables , other current liabilities , short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short term maturities of these instruments.

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameter such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level: 1 Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 Other techniques for which all inputs which have a significant effect on the recorded fair value are observables, either directly or indirectly

Level 3 : Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

Note 21 : Financial Risk Management Objective and Policies

The company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board of Directors.

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk.

Credit Risk Management

Credit risk arises when a counterparty defaults on its contractual obligations to pay resulting in financial loss to the Company. The company's business model was such that it worked purely on a cash basis for its fare revenue (which was the predominant source of revenue.

Credit risk arises when a counterparty defaults on its contractual obligations to pay resulting in financial loss to the Company. The company does not have any operations at present due to handing over of its operations to DMRC pursuant to default as per Concession Agreement with effect from 1st July 2013.

Liquidity Risk

a) Post handing over of the operations to DMRC, the company obtains sub-ordinate debts and other debts from the Holding Company to meet out the operational cost and repayment of loans.

b) Maturities of financial liabilities:

Pursuant to certain events of default by Delhi Metro Rail Corporation (DMRC), Delhi Airport Metro Express Private Limited (DAMEPL), the "Company" had terminated the Concession Agreement vide Termination Notice dated October 08, 2012 and consequently the entire assets (including project assets) had been handed over to DMRC with effect from 1st July 2013 and the Company ceased to provide for depreciation/amortisation. Resultant impact on the profit & loss account and the final adjustment entries will be determined when the final order is passed. (refer Note 23 (a)).

The contractual maturity is based on the earliest date on which the Company may be required to pay.

| Particulars | Less than 1 Year | 1-3 Years | 3 Years to 5 Years | 5 years above |
|------------------------------|-------------------|------------------|--------------------|------------------|
| Financial liabilities | | | | |
| 31-Mar-21 | | | | |
| Borrowings | 4,842,252 | 4,745,292 | 5,709,886 | - |
| Trade payables | 1,319,091 | - | - | - |
| Other financial liabilities | 4,724,191 | - | - | - |
| Total | 10,885,534 | 4,745,292 | 5,709,886 | - |
| 31-Mar-20 | | | | |
| Borrowings | 2,771,817 | 4,387,202 | 5,367,859 | 2,875,639 |
| Trade payables | 1,317,443 | - | - | - |
| Other financial liabilities | 2,447,176 | - | - | - |
| Total | 6,536,436 | 4,387,202 | 5,367,859 | 2,875,639 |

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The company is exposed to 2 types of market risks namely currency risk and interest rate risk. Fluctuation on account of currency risk and interest rate risk with respect to financial liabilities except trade payables (in foreign currency), are adjustable from Arbitration award (refer Note 23 a).

a) Currency Risk:

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Fluctuation on account of currency risk with respect to financial liabilities are adjustable from the Arbitration Award (refer note 23 (a)).

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the year are as follows.

| Particulars | Foreign Currency | As at Mar 31, 2021 | | As at March 31, 2020 | |
|--|------------------|-----------------------------|--------------|-----------------------------|--------------|
| | | Amounts in foreign currency | Amount (INR) | Amounts in foreign currency | Amount (INR) |
| Trade payables | USD | 1,508 | 110,237 | 1,508 | 114,090 |
| Trade payables | EUR | 1,560 | 133,808 | 1,560 | 129,158 |
| Advances Receivables | EUR | 348 | 29,865 | 348 | 28,827 |
| Secured bank loans | USD | 44,280 | 3,237,311 | 44,280 | 3,350,446 |
| Interest Accrued but not due on borrowings | USD | 15 | 1,086 | 18 | 1,347 |
| Interest Accrued and due on borrowings | USD | 8,644 | 631,983 | 4,687 | 354,650 |

Foreign currency sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in USD and EUR exchange rates, with all other variables held constant. The impact on the Company's loss before tax and equity is due to changes in the carrying value of monetary assets and liabilities other than secured bank loans since the exchange differences in respect of these loans are adjustable from arbitration award (refer note 27a). The Company's exposure to foreign currency changes for all other currencies is not material.

| Particulars | Currency | Change in rate | Effect on loss before tax and pre-tax equity |
|--|----------|----------------|--|
| 31-Mar-21 Based on YOY change between FY20 & FY21 | USD | +10% | -11,023.75 |
| | USD | -10% | 11,023.75 |
| | EUR | +10% | -10,394.29 |
| | EUR | -10% | 10,394.29 |
| 31-Mar-20 Based on YOY change between FY19 & FY20 | USD | +10% | -11,409.00 |
| | USD | -10% | 11,409.00 |
| | EUR | +10% | -10,033.06 |
| | EUR | -10% | 10,033.06 |

b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings with floating interest rates. Pursuant to default of DMRC, any fluctuation on account currency risk and interest rate risk with respect to financial liabilities except trade payables (in foreign currency), are recoverable from DMRC or adjustable against the arbitration award (refer note 23 a).

Interest rate sensitivity

The sensitivity analyses below have been determined based on exposure to interest rate for variable rate borrowings at the end of reporting period. The analysis is prepared assuming the amount of liability outstanding at the end of the reporting period was outstanding for the whole year.

The sensitivity to a reasonably possible change in interest rates on variable rate borrowings with all other variables held constant, the Company's profit before tax will not be affected because interest paid is recoverable from DMRC or adjustable against the arbitration award and the arbitration award was given in favour of DAMEPL (refer note 23 a).

Collaterals

The company has pledged part of its short term deposit in order to fulfil collateral (margin's money) requirements of guarantees given in favour of various Government Authorities and property plant and equipment's in favour of lenders. The amortised cost / carrying amount of collaterals on each reporting date are given in table below. The counter parties have an obligation to return the securities to the company upon settlement of contracts.

| | Notes | As at March 31, 2021 | As at March 31, 2020 |
|---|-------|-------------------------|-------------------------|
| Current | | | |
| Financial assets | | | |
| First charge | | | |
| Cash and cash equivalents (at Amortised cost) | 6 | 139,126 | 138,960 |
| Non-financial assets | | - | - |
| Total current assets pledged as security | | 139,126 | 138,960 |
| Non-current | | | |
| First charge | | | |
| Property, plant and equipment at carrying cost | 2.1 | 90,802 | 90,802 |
| Intangible Assets (at carrying cost) | | - | - |
| Total non-current assets pledged as security | | 90,802 | 90,802 |
| Total assets pledged as security | | 229,928 | 229,762 |

Note: 22 Contingent Liabilities and commitments

(i) Claim against the company not acknowledged as debts and under litigation:

(Amount in Rs. '000)

| S. No. | Contingent Liabilities | As at March 31, 2021 | As at March 31, 2020 |
|--------|---|-------------------------|-------------------------|
| 1 | <p>Liquidated Damages Delhi Metro Rail Corporation (DMRC) has demanded Rs 60.38 crores as liquidated damages for delay in completion of the project. The Company has paid Rs. 43.48 crores against the same under protest. The Company has disputed the demand as the delay in execution of the project is attributable to DMRC and matter was referred to arbitration. Arbitrators awarded claim amount of Rs. 23.25 crores and interest on same Rs. 1.75 crores vide Award dated 27th June 2014 and sustained the balance in favour of DMRC. The company has challenged the award before the Delhi High Court. Matter being sub-judice, the net amount Rs. 34.97 (i.e. Rs. 43.48 crores less Rs. 8.51 crores refunded by DMRC) to DMRC is considered as recoverable (Refer Note No 7).</p> | 603,800 | 603,800 |
| 2 | <p>Deployment cost of CISF: The Ministry of Urban Development, Government of India had insisted on the engagement of Central Industrial Security Force (CISF). Cost of deployment of CISF was Rs. 39.48 crores for the period from February 2011 to June 2013. Out of the same Rs. 23.78 crores were provided in the books and balance Rs. 15.70 crores for the period from 1st May 2012 to 30th June 2013 was not provided in the books. The amount of Rs. 39.48 crores along with interest and other miscellaneous claims was disputed by the Company and the matter was referred to arbitration. Arbitrators awarded the decision against the company vide Award dated 27th June 2014. The company has challenged the award before Hon'ble Delhi High Court.</p> | 157,000 | 157,000 |
| 3 | <p>Maintenance cost of Rolling Stock (CAF): Construcciones Y Auxiliar de Ferrocarriles (CAF) has demanded Rs. 5.35 crores and Euro 703,321.59 (approx. Rs. 5.37 crores) i.e. an amount of Rs. 10.72 crores of Rolling Stock Maintenance and Euro 4,761,964 (approx. Rs. 36.38 crores) towards bank guarantee encashed by the Company. The same was disputed by the company and the matter was referred to arbitration.</p> <p>Arbitrators delivered their decision against the company vide Award dated 22nd August 2016. The company had filed a petition challenging the award before Hon'ble High Court of Delhi. The Hon'ble High Court of Delhi dismissed the petition on the issue of maintainability. The Company has filed a section 37 appeal petition before the Division Bench of Delhi High Court. Pending disposal of the same, the company has not provided maintenance cost of Rolling stock for the period 1st April 2013 to 30th June 2013 amounting to Rs. 1.52 crores, Euro 212,739 (approx. Rs.1.63 crores) and impact of Forex Gain of Rs. 3.56 crores on reinstatement of bank guarantee encashed, as on March 31, 2018, has not been provided in the books of accounts.</p> | 32,364 | 32,364 |
| 4 | <p>CENVAT Credit Receivable: The company had in earlier years, claimed Cenvat Input Credit of Rs. 43,04,01,291/- on purchases of fixed assets and accordingly netted off the same from the "Right Under Concession Agreement". The claim of Cenvat Credit was disallowed by Commissioner, vide Order No.16/ST/COMMR/DM/RTK/2014-15, dated 12-12-2014 which was under dispute with Commissioner (Appeals) of Customs and Excise, Delhi and he imposed a penalty of Rs. 65.01 crores. The company has filed an appeal with CESTAT against the order of commissioner and pending the outcome of the appeal, the same has not been provided in the books of accounts.</p> | 650,100 | 650,100 |

Note: 23. Termination of Concession Agreement

- a) Pursuant to certain events of default by Delhi Metro Rail Corporation (DMRC), Delhi Airport Metro Express Private Limited (DAMEPL), the "Company" had terminated the Concession Agreement vide Termination Notice dated October 08, 2012 and consequently the entire assets (including project assets) had been handed over to DMRC with effect from 1st July 2013 and the Company ceased to provide for depreciation/amortisation. The dispute was referred to an Arbitration Tribunal which, vide its Award dated May 11, 2017, granted Termination Payment and other compensation in favour of DAMEPL for Rs 4,662.59 crore along with post-Award interest. The said Award was upheld by the single bench of Hon'ble High Court of Delhi and challenged before division bench by DMRC, it was set aside by the division bench of Hon'ble High Court of Delhi on January 15, 2019. DAMEPL has filed Special Leave Petition before the Hon'ble Supreme Court of India against the said Judgement of Division Bench. The matter was listed for hearing by the Honorable Supreme Court of India on July 23, 2019. Meanwhile, an interim direction vide order dated April 22, 2019, was passed to not declare DAMEPL's accounts as Non-Performing Assets till further orders. However, the matter was adjourned on DMRC's request dated July 22, 2019. Later, the hearing could not take place due to various reasons. Hearings commenced on Sept 17, 2020 and continued on Sept 21 and Oct 07, 2020 and the next hearing is scheduled to take place on July 06, 2021. Based on facts of the case and legal opinion, the management is confident that the order of single Bench and the award will be upheld. Resultant impact on the profit & loss account and the final adjustment entries will be determined when the final order is passed.

b) The promoter company has infused funds into the Company by way of Subordinate Debt and Inter Corporate Deposits for the purpose of the Project. DAMEPL has been set up to undertake the business of "Design, Installation, Commissioning, Operation and Maintenance of Airport Metro Express Line i.e. New Delhi - Indira Gandhi International Airport - Dwarka Sector-21" (project). Delhi Metro Rail Corporation Limited (DMRC) had entered into a Concession Agreement with the Company on August 25, 2008 for the project for a period of 30 years. These funds infused, carry zero percent interest and are repayable by mutual consent of the parties only after the senior lenders (Banks and Financial Institution) are paid in Full. On May 11, 2017, the Arbitral Tribunal awarded claim in favour of the Company which included interest on Termination Payment. Presently the matter is subjudice and pending before Hon. Supreme Court. If the Hon. Supreme Court decides in favour of the Company, the Company would receive award amount along with the interest thereon. Since the Company would be receiving interest on the funds infused by the promoter for the purpose of the Project, the promoter has raised claim for interest on the funds infused by them from the date of commencement of the arbitral proceedings and at a rate equivalent to the rate awarded by the arbitral tribunal and Hon'ble Supreme Court. The interest expenditure as claimed by the promoters is not accounted for since the matter is sub-judice.

c) Additional works claims

The Company had also filed claims worth Rs. 102.36 Crores on account of change in Scope, namely additional works for the baggage handling system (Rs. 25.12 crores), additional works related to Passenger Tunnel at IGI Airport Station (Rs. 22.89 crores) and various other additional works (Rs. 54.35 crores), which have not been awarded in favour of the company vide award dated 27th June 2014. The Company has challenged the award before Hon'ble High Court of Delhi.

Note 24. Un-hedged Foreign Currency Risk Exposure

Foreign Currency Risk Exposures are not hedged by derivative instruments or otherwise. Particulars of Un-hedged foreign currency exposure as at the reporting date are as follows:

| | Foreign Currency (USD '000) | | (Amount in Rs.'000) | |
|--|------------------------------|-------------------------|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 | As at March 31, 2021 | As at March 31, 2020 |
| Foreign Currency Exposure in USD | | | | |
| Trade Payables | 1,508 | 1,508 | 110,237 | 114,075 |
| Borrowing from Banks | 44,280 | 44,280 | 3,237,311 | 3,350,003 |
| Interest accrued but not due on borrowings | 15 | 18 | 1,086 | 1,347 |
| Interest accrued and due on borrowings | 8,644 | 4,687 | 631,983 | 354,603 |
| Total Payables | 54,447 | 50,493 | 3,980,618 | 3,820,029 |
| | | | | |
| | Foreign Currency (EURO '000) | | (Amount in Rs.'000) | |
| | As at March 31, 2021 | As at March 31, 2020 | As at March 31, 2021 | As at March 31, 2020 |
| Foreign Currency Exposure in Euro | | | | |
| Trade Payables | 1,560 | 1,560 | 133,808 | 129,158 |
| Total Payables | 1,560 | 1,560 | 133,808 | 129,158 |
| | | | | |
| Advances | 348 | 348 | 29,865 | 28,827 |
| Total Receivables | 348 | 348 | 29,865 | 28,827 |

Note 25. Employee benefit obligations

A. Defined contribution plans

(a) Provident Fund;

(b) State Defined Contribution Plan:

-Employer's Contribution to Employees' Pension Scheme 1995

-National Pension Scheme

Company are required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits. These funds are recognized by the Income tax authorities. The only obligation of the company with respect to the retirement benefit plan is to make the specified contribution. The total expenses recognised in Statement of Profit and loss of Rs.225 thousand (for the year ended March 31, 2020: Rs. 268 thousand) represent contributions payable to these plans by the company at rates specified in the rules of the plans. As at March 31, 2021, contributions of Rs. 19 thousand (as at March 31, 2020 Rs. 29 thousand) due in respect of 2020-21 had not been paid over to the plans. The amounts were paid subsequent to March 31, 2021.

The Company has recognised the following amounts as expense in the financial statements for the year:

| Particulars | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|--------------------------------------|--------------------------------------|
| Contribution to Provident Fund | 271 | 322 |
| Contribution to National Pension Scheme | 225 | 268 |
| Total | 496 | 590 |

B. Defined benefit plans

Gratuity is payable to employees as per Payment of Gratuity Act. Valuations in respect of Gratuity have been carried out by independent actuary, as at the Balance Sheet date, based on the assumptions described below.

(a) Gratuity

The Company operates a funded gratuity plan administered by trust. Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972 or Company scheme whichever is beneficial. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.

| Particulars | PV of obligation | FV of Plan Assets | Total |
|---|------------------|-------------------|--------------|
| As at April 1, 2019 | 1,205 | - | 1,205 |
| Current Service Cost | 140 | - | 140 |
| Interest Expense/(Income) | 92 | - | 92 |
| Total Amount Recognised in Statement of Profit & Loss | 232 | - | 232 |
| Remeasurement (gains)/losses: | | | |
| Return on plan assets, excluding amount included in interest expense/(income) | - | - | - |
| Actuarial (Gain)/loss from change in demographic assumptions | - | - | - |
| Actuarial (Gain)/loss from change in financial assumptions | 76 | 0 | 75 |
| Actuarial (gain)/loss from change in Experience adjustments | (141) | - | (141) |
| Total Amount Recognised in OCI | (65) | 0 | (66) |
| Contributions : | | | |
| Employers | - | - | - |
| Withdrawals | - | - | - |
| Benefit Payments | - | - | - |
| As At March 31, 2020 | 1,372 | 0 | 1,372 |

| Particulars | PV of obligation | FV of Plan Assets | Total |
|---|------------------|-------------------|--------------|
| As at April 1, 2020 | 1,372 | - | 1,372 |
| Current Service Cost | 138 | - | 138 |
| Interest Expense/(Income) | 90 | - | 90 |
| Total Amount Recognised in Statement of Profit & Loss | 229 | - | 229 |
| Remeasurement (gains)/losses: | | | |
| Return on plan assets, excluding amount included in interest expense/(income) | - | - | - |
| Actuarial (Gain)/loss from change in demographic assumptions | - | - | - |
| Actuarial (Gain)/loss from change in financial assumptions | 21 | 0 | 21 |
| Actuarial (gain)/loss from change in Experience adjustments | (139) | - | (139) |
| Total Amount Recognised in OCI | (119) | 0 | (119) |
| Contributions : | | | |
| Employers | - | - | - |
| Withdrawals | - | - | - |
| Benefit Payments | - | - | - |
| As At March 31, 2021 | 1,482 | 0 | 1,482 |

The net liability relates to funded plans is as follows:

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| Present value of funded defined benefit obligations | 1,482 | 1,372 |
| Fair value of plan assets | 0 | 0 |
| Funded status Surplus/(Deficit) | (1,482) | (1,372) |
| Others | - | - |
| Net liability arising from defined benefit obligation | (1,482) | (1,372) |

The plan exposes the company to actuarial risks such as: investment risk, interest rate risk, salary risk and longevity risk.

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

C. Significant estimates: Actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|------------------------------|-------------------------|-------------------------|
| Mortality Rate | IAL 2006-08 Ultimate | IAL 2006-08 Ultimate |
| Attrition Rate | 0% P.A. | 0% P.A. |
| Imputed Rate of Interest (D) | 6.26% P.A. | 6.59% P.A. |
| Salary growth rate | 5% P.A. | 8% P.A. |
| Return on Plan Assets | N.A. | N.A. |
| Remaining Working Life | 6 Years | 7 Years |

D. Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

(a) Change in Assumptions

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--------------------|-------------------------|-------------------------|
| Salary growth rate | (+/-) 1% P.A. | (+/-) 1% P.A. |
| Discount rate | (+/-) 1% P.A. | (+/-) 1% P.A. |
| Attrition rate | (+/-) 1% P.A. | (+/-) 1% P.A. |

(b) Impact on defined benefit obligation

| Particulars | Increase in assumptions | | Decrease in assumptions | |
|--------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | As at March 31, 2021 | As at March 31, 2020 | As at March 31, 2021 | As at March 31, 2020 |
| Salary growth rate | 1 | 1 | (1) | (1) |
| Discount rate | (66) | (73) | 70 | 78 |
| Attrition rate | 7 | 11 | - | - |

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

Information with respect to Assets for gratuity is as follows:
Major category of plan assets are as follows

| Particulars | Quoted | As at March 31, 2021 | | |
|----------------------------|--------|----------------------|----------|-------------|
| | | Unquoted | Total | in % |
| Government of India assets | - | - | - | 0% |
| Debt instruments | - | - | - | 0% |
| Corporate bonds | - | - | - | 0% |
| Investment funds | - | - | - | 0% |
| Insurer Managed Funds | - | 0 | 0 | 100% |
| Others | - | - | - | 0% |
| Total | - | 0 | 0 | 100% |

| Particulars | Quoted | As at March 31, 2020 | | |
|----------------------------|--------|----------------------|-------|-------------|
| | | Unquoted | Total | in % |
| Government of India assets | - | - | - | 0% |
| Debt instruments | - | - | - | 0% |
| Corporate bonds | - | - | - | 0% |
| Investment funds | - | - | - | 0% |
| Insurer Managed Funds | - | - | - | 100% |
| Others | - | - | - | 0% |
| Total | - | - | - | 100% |

E. The following payments are expected contribution to the defined benefit plan in future years

Gratuity

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| Within the next 12 months i.e. 2021-22 (PY: 2020-21) | 11 | 9 |
| 2022-23 (PY: 2021-22) | 13 | 11 |
| 2023-26 (PY: 2022-25) | 48 | 45 |
| beyond 2026 (PY: beyond 2025) | 1,922 | 1,928 |

Note 26. Segment Reporting

There are no reportable segments in accordance with Indian Accounting Standard-108 'Operating Segment' prescribed under the Companies (Indian Accounting Standards) Rules, 2015 as amended.

Note 27. Related Party Disclosures ^

As per the Indian Accounting Standard-24 prescribed under the Companies (Indian Accounting Standards) Rules, 2015, the Company's related parties and transactions are disclosed below:

A) Holding Company

- Reliance Infrastructure Limited (R Infra)

B) Key management personnel

- Mr. Rakesh Kumar Yadav Director
- Mr. Vijay Kishore Mathur - up to 9th September, 2020 Director
- Mr. Milind Ramchandra Mule -w.e.f. 8th September, 2020 Director

C) Companies under the significant influence of individual having significant influence over R Infra

- Utility Powertech Limited (UPL)
- Reliance General Insurance Company Limited
- Reliance Communications Limited

Details of transactions and closing balances

D) Key management personnel compensation

(Amounts in Rs.'000)

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
| Compensation of key management personnel* | 5,650 | 8,669 |
| Payment in professional Capacity | 869 | 2,160 |
| Post - employment benefits | - | - |
| Termination benefits | - | - |
| Total compensation | 6,519 | 10,829 |

* Compensation includes post retirement benefits and perquisites

^ The transactions with the related parties are disclosed only till / from the date relation exists

E) Transactions with related parties (Amounts in Rs.'000)

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|---|-------------------------|-------------------------|
| Statement of profit and loss heads | | |
| Expenses: | | |
| Rent | | |
| - Reliance Infrastructure Limited | - | 1,005 |
| Hire Charges | | |
| - Utility Powertech Limited | - | 163 |
| Other Transactions | | |
| Subscription to ICD by | | |
| - Reliance Infrastructure Limited | 33,908 | 68,740 |

F) Outstanding balances arising from sale/purchases of goods and services

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|-----------------------------------|-------------------------|-------------------------|
| Trade Payable | | |
| - Reliance Infrastructure Limited | 5,594 | 5,795 |
| - Utility Powertech Limited | 37 | 37 |
| Security Deposit Payable | | |
| - Reliance Communications Limited | 23,687 | 23,687 |

G) Outstanding balances for Loans to/from related parties

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|-------------------------|-------------------------|
| Balance sheet heads (Closing balances): | | |
| Inter Corporate Deposit (ICD) taken | | |
| - Reliance Infrastructure Limited | | |
| Subordinated Debt | 14,502,028 | 14,502,028 |
| 0% Subordinate Debt received | 9,510,897 | 9,510,897 |
| Inter Corporate Deposit | 1,227,364 | 1,193,456 |

The above disclosure does not include transactions with public utility service providers, viz. electricity and communication in the normal course of business.
Bank Guarantee given by Investing Company, M/s Reliance Infrastructure Limited to Commissioner of Customs, Mumbai Rs. 193,638,404/- (PY: Rs. 193,638,404/-)

A Corporate Undertaking had been provided by the Investing Company, M/s Reliance Infrastructure Limited to Consortium Lenders (Banks and Financial Institution) for debt servicing.

Note 28. Earning per Equity Share

| Particulars | Year ended March 31, 2021 | Year ended March 31, 2020 |
|---|------------------------------|------------------------------|
| Loss for the year attributable to the owners of the Company (Rs.) | (43,074) | (58,813) |
| Weighted average number of equity shares | 960,000 | 960,000 |
| Nominal value per share (Rs.) | 10 | 10 |
| Basic earnings per share (Rs.) | (45) | (61) |
| Diluted earnings per share (Rs.) | (45) | (61) |
| (see note below) | | |

Note: There are no outstanding dilutive potential equity shares

Note 29. Deferred Tax Assets

In compliance with IND AS-12, "Income Taxes" prescribed under the Companies (Indian Accounting Standards) Rules, 2015, the deferred tax asset arising on account of brought forward losses and unabsorbed depreciation has not been recognised in view of consideration of prudence and uncertainty regarding the realisation of the same in the foreseeable future.

(Amounts in Rs. '000)

| | As at Mar 31, 2021 | As at March 31, 2020 |
|--|-----------------------|-------------------------|
| Deferred Tax Assets | | |
| Deferred Tax Liability | | |
| Excess depreciation as per companies act over income tax act | (737,845) | (737,845) |
| Gross Deferred Tax Liability | (737,845) | (737,845) |
| Deferred Tax Assets | | |
| Unabsorbed depreciation & Carry forward Losses | 3,738,128 | 4,469,040 |
| Provision for Leave Encashment and Gratuity | 592 | 637 |
| Provision for doubtful debt | 3,122 | 3,122 |
| Gross Deferred Tax Assets | 3,741,842 | 4,472,799 |
| Deferred Tax Assets (Net) | 3,003,997 | 3,734,954 |
| Differed Tax Income/ Loss for the year | (730,957) | (36,386) |

Note 30 Delay in repayment of Loans and interest

* The Overdue amount as on 31st March 2021 are as under :

| Bank | Amount due -Interest | Amount due -Principal Repayment | Period |
|----------------------------|----------------------|------------------------------------|---|
| Axis Bank | 524,622 | 393,800 | Jan 19 to Mar 21 |
| Allahabad Bank | 365,055 | 281,300 | Jan 19 to Mar 21 |
| Andhara Bank | 235,214 | 187,500 | Jan 19 to Mar 21 |
| Bank of India | 526,726 | 375,000 | Jan 19 to Mar 21 |
| Canara Bank | 146,026 | 136,800 | Interest - July 19 to Mar 21 and Repayment - Jan 19 to Mar 21 |
| Central Bank of India | 510,313 | 375,000 | Jan 19 to Mar 21 |
| Bank of Baroda (Dena Bank) | 702,069 | 375,000 | Jan 19 to Mar 21 |
| Punjab & Sindh Bank | 387,127 | 281,200 | Jan 19 to Mar 21 |
| UCO Bank | 582,253 | 422,804 | Jan 19 to Mar 21 |
| IIFC UK | 633,069 | 740,239 | Jan 19 to Mar 21 |
| Total | 4,612,473 | 3,568,643 | |

* Since the matter is sub-judice and as an interim direction vide order dated April 22, 2019, directed not to declare the accounts as Non-Performing Assets till further order. (refer note 23 (a)).

Note 31. Capital Management

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

1. Total equity – Share Capital, Retained Profit/ (Loss) and Other Equity.
2. Working capital.

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

Pursuant to default by DMRC, the management monitors the requirement of capital to repay the borrowings and to meet the other operational costs of the company from time to time and infuse the capital through sub-ordinate debt, which is classified as other equity.

Note 32. Basis of Preparation of Financial Statements and Fixed Assets

a) Basis of Preparation of Financial Statements

The Company has accumulated losses which exceed the net worth of the company. Pursuant to default by DMRC and pending the hearing of Special Leave Petition before Hon'ble Supreme Court of India (refer Note 23 (a)), the financial statements are prepared on going concern basis.

b) Impairment of Fixed Assets

The arbitral award amount was more than the carrying value of fixed assets. However, the award was set aside by the division bench of the Honorable High Court of Delhi and Special Leave Petition has been filed in the Honorable Supreme Court of India. As the matter is pending for hearing and final order is yet to be passed, no adjustment entries for impairment of fixed assets have been carried out in the books of accounts. (Refer Note 23 (a)).

- Note 33. Events occurring after the reporting period**
(a) Other events
There are no events occurring after the reporting period which have material impact on the financials.
- Note 34. Previous years/ periods (corresponding period)**
The previous year (corresponding period) figures have been regrouped and rearranged wherever necessary.
- Note 35. Approval of financial statements**
The financial statements are approved by the Board of Directors on May 11, 2021.
- Note 36. Figures have been rounded off to Rupees thousand otherwise than specifically stated.**
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In terms of our Report of even date
For Rajkumar Rathi & Co.
Chartered Accountants
Firm Regn. No.- 006342C

For and on behalf of the Board

Vikas Rathi
Partner
Membership No. 135597

Place : Mumbai
Date : 11.05.2021

Milind Ramchandra Mule
Director
DIN: 08867556

Place : New Delhi

Rakesh Kumar Yadav
Director
DIN: 0008864895