

MEPIDL/OUT/2022-23/
8th September, 2022

Listing Department National Stock Exchange of India Limited Exchange Plaza, C-1 Block G, Bandra Kurla Complex, Bandra (E), Mumbai -400 051 Fax No. 022-26598120/38 Scrp Symbol: MEP	Corporate Relationship Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001 Fax No. 022-22723121/3027/2039/2061 Security Code: 539126
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Dear Sir(s),

Sub: Submission of 20th Annual General Meeting Notice and Annual Report under Regulation 30 and 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the requirements of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the 20th Annual General Meeting (AGM) of the Members of the Company will be held on Friday, the 30th day of September, 2022 at 11.30 a.m. through video conferencing ("VC")/ other audio visual means ("OAVM") facility in line with the relevant circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India.

Pursuant to the requirements of Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Notice and Annual Report for the Financial Year 2021-22 for your ready reference.

Further, in accordance with the MCA Circulars and said SEBI Circular, the Notice of the AGM along with the Annual Report is being sent only by electronic mode to all the members whose name(s) appeared on the Register of Members and whose email addresses are registered with the Company / Depository Participants as on 2nd September, 2022. The same will also be available on the Company's website at www.mepinfra.com.

The requirement of sending Physical copy of the Notice of the 20th AGM and Annual Report to the members have been dispensed with the MCA Circulars and SEBI Circular.

As intimated earlier, to your good offices, pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the purpose of the 20th AGM of the Company, the Registrar of Members and Share Transfer Books of the Company will remain closed from Saturday, 24th September, 2022 to Friday, 30th September, 2022 (both days inclusive).

We request you to take the same on your records and inform your members accordingly.

Thanking You.

Yours faithfully,

For **MEP INFRASTRUCTURE DEVELOPERS LIMITED**

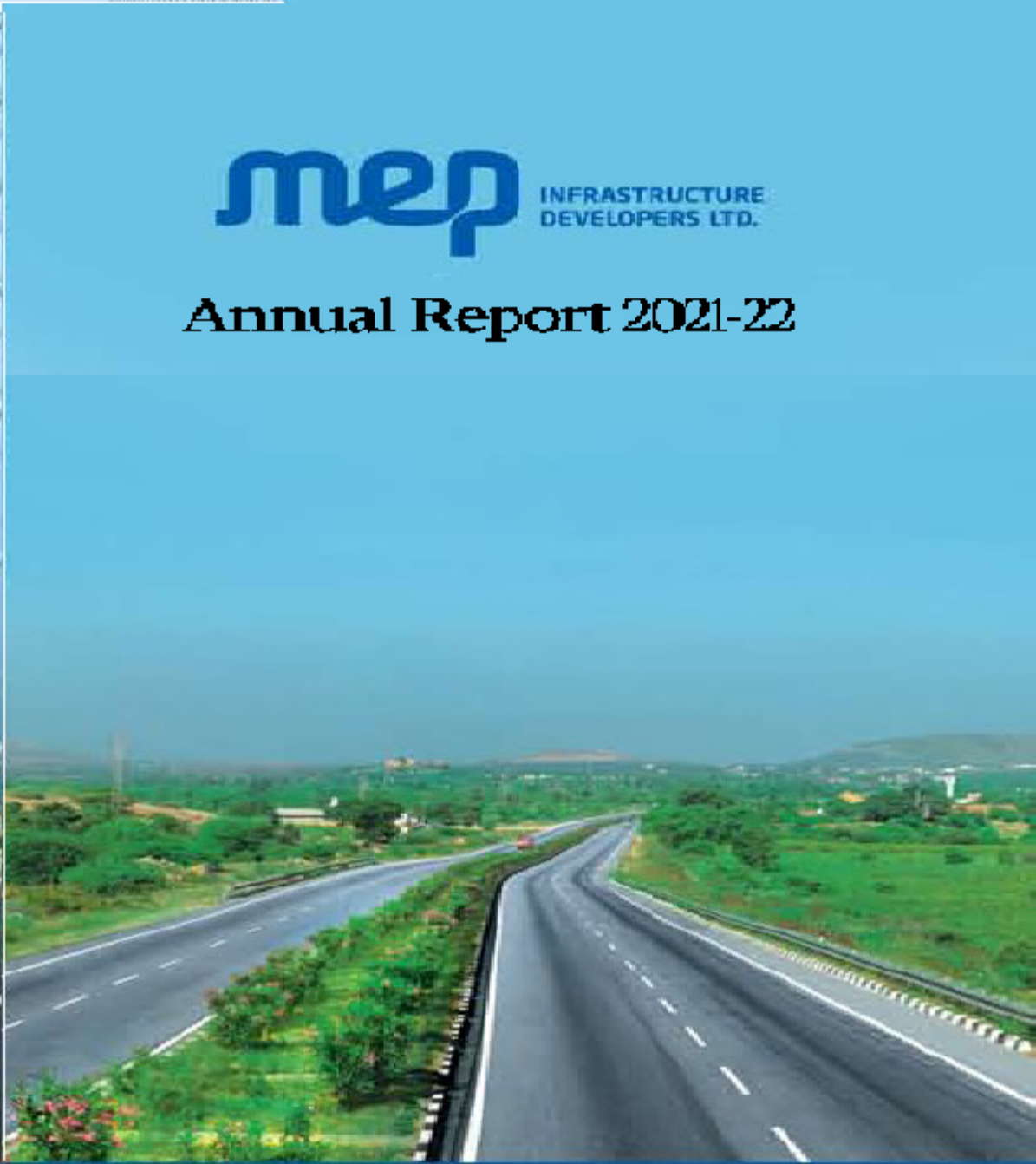

JAYANT MHAISKAR
CHAIRMAN & MANAGING DIRECTOR
DIN: 00716351



Encl. as above

Copy to:(1) The Secretary, National Securities Depository Limited
(2) The Secretary, Central Depository Services (India) Limited
(3) Link Intime India Private Limited, Mumbai





Powering development

MEP Infrastructure Developers Limited



Corporate Information

BOARD OF DIRECTORS

Jayant D. Mhaiskar

Chairman & Managing Director

Anuya J. Mhaiskar

Non-Independent and Non-Executive Director

Uttam Pawar

Non-Independent and Executive Director

Sandhya Borase

Independent Director

Prakash Naringrekar

Independent Director
(w.e.f. 09/09/2021)

Savli Mangle

Independent Director
(w.e.f. 09/09/2021)

Deepak Chitnis

Independent Director
(Upto 08.09.2021)

Khimji Pandav

Independent Director
(Upto 08.09.2022)

CHIEF EXECUTIVE OFFICER – TOLL OPERATIONS

Subodh Garud

CHIEF FINANCIAL OFFICER

Naresh Sasanwar

COMPANY SECRETARY & COMPLIANCE OFFICER

Kanika Sehgal

(Upto 30.11.2021)

COMPANY SECRETARY & COMPLIANCE OFFICER

Ruchita Shah

(From 01.12.2021 Onwards)

STATUTORY AUDITORS

G. D. Apte & Co.

Chartered Accountants

LENDERS TO OUR COMPANY & SUBSIDIARIES

IDBI Bank

Bank of India

Yes Bank Ltd

Bank of Maharashtra

IndusInd Bank

SREI Equipment Finance Limited

Indian Bank

IDFC First Bank

Canara Bank

IIFCL

HDFC Limited

L&T Finance Limited (Phoenix ARC Pvt Ltd)

Bank of Baroda

IFCI Limited

Mumbai District Central Co-operative Bank Limited

Dombivli Nagari Sahakari Bank Limited

The Kalyan Janata Sahakari Bank Limited

Janakalyan Sahakari Bank Limited

TJSB Sahakari Bank Limited

The Ambarnath Jai-Hind Co-op Bank Limited

Raigad Sahakari Bank Limited

Deogiri Nagari Sahakari Bank Ltd

REGISTERED OFFICE AND ADDRESS OTHER THAN R/O WHERE ALL OR ANY BOOKS OF ACCOUNT AND PAPERS ARE MAINTAINED

2102, Floor-21st, Plot-62, Kesar Equinox, Sir Bhalchandra
Road, Hindu Colony, Dadar (E), Mumbai – 400014

E-mail: investorrelations@mepinfra.com • Website:
www.mepinfra.com

Tel: 91 22 2414 2776 • Fax: 91 22 2414 4454

B1-406, boomerang, Chandivali Farm Road,
Near Chandivali Studio, Andheri (East), Mumbai 400 072.
Tel: 022 67412222 | Fax: 022 67412244

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

FORWARD LOOKING STATEMENT:

This report may contain forward looking statements, which describe the Company's objectives, projections, estimates, expectations or predictions within the applicable Securities Laws and Regulations. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements, based on any subsequent developments, information or events.

INDIAN ECONOMY

The year 2021 was marked by the second and third waves of the COVID-19 pandemic. Despite these challenges, the global economy was headed for a recovery. Banking on international collaboration in adapting functional health policies and efficient fiscal and monetary policies and increasing vaccinations, the global economy is estimated to grow by 6.1% in 2021, compared to a contraction of 3.1% in 2020. The biggest driver of the global recovery has been the emerging markets and developing economies (EMDEs), which are estimated to clock an average gross domestic product (GDP) growth of 6.8%. On the other hand, the advanced economies were estimated to grow at 5.2% in 2021.

Source: IMF World Economic Outlook April 2022

The recovery phase of the global economy is projected to be sluggish in 2022 and 2023 owing to the Russia and Ukraine war and the possibilities of yet another wave of COVID. The aggregate output of Advanced economies will take longer to return to prepandemic levels. Further, the divergence between advanced economies and EMDEs that emerged in 2021 is projected to persist, implying some long-term scarring from the pandemic. The crisis may also benefit EMDEs, as they may be able to acquire vacant Russian and Ukrainian markets. As a result, their output is expected to grow and stabilise at 4.4% in 2023, post a projected downfall of 3.8% in 2022.

In 2021-22, the country was marked with the outbreak of the second and third wave of the COVID-19 pandemic. Though the impact of the third wave was not much, the second wave took a heavy toll on the economy and people's lives. Following the onslaught of the second wave of COVID-19, India's economy was headed for a recovery. The Government increased infrastructure expenditure to not only restore medium-term demand but also enact significant supply-side reforms to position the economy for long-term growth. As per the second advance estimates of the National Statistics Organisation (NSO), Indian economy is estimated to grow at 8.9% in 2021-22 compared to a contraction of 6.6% in 2020-21.

Source: National Statistics Office 2nd Advance Estimates dated Feb 28, 2022

The increasing government funding in public infrastructure is expected to encourage growth and attract private investment through a strong multiplier effect in the industry. However, supply-side bottlenecks are expected to remain persistent with gradually rising international crude oil prices and growing raw material costs in 2022-23. The availability of budgetary space to ramp up capital spending, advantages from supply-side reforms, regulatory relaxation, and continued export growth will also contribute to growth in 2022-23. As per IMF's World Economic Outlook projections, India's real GDP is projected to grow at 8.9% in 2022-23 and 7.1% in 2023-24, which is expected to make India the fastest growing major economy in the world for all 3 years between 2021-22 and 2023-24

With the onset of the global pandemic, the momentum in the building highways has seen a sluggish growth over the past few years. In 2021-22, the pace of highway construction in India fell to 29 km/day, compared to 36.5 km/day in 2020-21. Further, the target for 2021-22 was 40 km/day, which was later revised to 33 km/day. As stated by the Ministry of Road Transport and Highways, the country saw completion of 10,457 km of national highways in 2021-22 compared to 13,327 km in 2020-21. This reduction in road completion was largely on account of the disruption caused by the second and third waves of the pandemic coupled with an unusually long rainy season. While the construction of highways slowed in 2021-22, the award of highway stood at 12,731 km, compared to 10,964 km in 2020-21.

In the Budget for 2022-23, the Government earmarked an amount of Rs. 68,000 crores to the Ministry of Road Transport and Highways. This is the highest increase over revised estimates among all ministries in 2022-23. The National Highways Authority of India (NHAI) is expected to not have any borrowings during 2022-23, and would rely on budgetary resources. The said expansion plan would enable faster transit of people and goods.

Government impetus through Union Budget 2022-23 Roads. The Government has planned on expanding national highways by 25,000 Km in 2022-23. The Government has allotted an amount of Rs. 20,000 crore for expansion of the national highway network of the country.

India has the second-largest road network in the world, spanning a total of 5.89 million kilometers (kms). This road network transports 64.5% of all goods in the country and 90% of India's total passenger traffic uses road network to commute. Road transportation has gradually increased over the years with improvement in connectivity between cities, towns and villages in the country.

As per Ministry of Road Transport and Highways (MoRTH), FY 2020-21 was the year of consolidation of the gains that accrued from major policy decisions taken in the previous six years, a time for monitoring of ongoing projects, tackling road blocks and adding to the already impressive pace of work achieved last year. The Ministry provided several relief measures to enable the highway sector to overcome the debilitating impact of the second wave of COVID-19.

INDUSTRY OVERVIEW

Toll collection rights are stated at cost net of accumulated amortisation and impairment losses. Toll collection rights awarded by the grantor against construction service rendered by the Project SPV on Design, Build, Finance, Operate, Transfer (DBFOT) basis, which consists of direct and indirect expenses on construction of roads, bridges, culverts, infrastructure and other assets at the toll plazas.

Toll collection rights are amortised over the period of concession, using revenue-based amortisation as per exemption provided in Indian Accounting Standard (Ind AS) 101. Under this method, the carrying value of the rights is amortised in the proportion of actual toll revenue for the year to projected revenue for the balance toll period, to reflect the pattern in which the economic benefits of the assets will be used. At each balance sheet date, the projected revenue for the balance toll period is reviewed by the management. If there is any change in the projected revenue from previous estimates, the amortisation of toll collection rights is changed prospectively to reflect any variations in the estimates. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit or loss when the asset is derecognised. Intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

In this connection, the economy of Maharashtra is the largest in India. It is one of the most urbanised of Indian States. It is India's second most industrialized state after Tamil Nadu contributing 13% of national industrial output.

Maharashtra's economy contributes 14.2% to the country's gross value added. In FY21, the state's economy contracted 8% in real terms, in line with India's GDP decline, according to the state's Economic Survey. In nominal terms, the state's economy contracted 5.6%.

The services sector contributes 55.7% to the state's nominal gross value added, while industry contributed 32.6% and agriculture makes up 11.7% In FY21, the agriculture and allied activities segment grew 11.7%. Industry contracted 11.3% while services output declined 9%, the Economic Survey shows.

Source: <https://www.bloomberqqint.com/economy-finance/covid-19-maharashtras-economy-braces-for-the-second-wave>

COMPANY OVERVIEW

Business Overview for the Fiscal

Your Company has spent the last year recovering from the effect of the pandemic and took corrective measures. It was a boon for the infrastructure sector as the Government took measures to allot several major projects to companies for the development of infrastructural facilities including the development of roads PAN India which has worked as a vaccine dose to the infrastructure sector. Your Company has strategically decided to shift gears and revamp its future plans.

The Company's material Subsidiary viz MEP Infrastructure Private Limited (MIPL), suffered a loss in toll revenue due to the COVID-19 pandemic and subsequent lockdowns / restrictions. COVID-19 pandemic is Force Majeure situation as declared by the Government of India and it has severely affected the cash flows of the Company. As a result, the Company filed claims under reference for Force Majeure (clause of 54.2 (v) of Volume III of the concession agreement) event for loss in toll revenue during March 2020 to May 2021 because of the pandemic led restrictions from time to time.

BUSINESS PERFORMANCE

Simultaneously, during the year under review, your Company continued its focus on improving operational efficiency through increased automation of services and adopted prudent project delivery mechanism to expedite execution of the existing asset under construction.

Industry/ policy risk: The Company's business is highly dependent on road and bridge projects in India undertaken or awarded by Government Authorities and other entities funded by the Government. Any change in Government policies resulting in a decrease in the amount of road and bridge projects undertaken or a decrease in private sector participation in road and bridge projects adversely affects our business and results of operations. Our business may be affected by changes in interest rates, changes in Government policy, taxation, exchange rates and controls, social and civil unrest and political, economic or other developments in or affecting India.

Human Resource Management / Talent management has always been the crucial factor for the Company, as your Company believes that its continued success will depend on its ability to attract and retain key personnel with relevant skills and experience. It has always ensured that all employee related matters are handled through an established and well-defined HR policy to drive the employees to perform on the organizational vision by providing talent development, and constantly improving on employee engagement. The Company has already automated most of its HR processes and practices such as hiring employees, segregating employees based on various factors such as department level, payment days, payment details etc. leading to increase in its efficiency and response time of HR function. Most of the employee records are now being digitally maintained. The excellent demonstration of team work by HR & Admin department led controlling hospitalization of employees, its dependent amid pandemic at the same time keeping round the clock support to toll site teams on day to day work affairs maintaining adequate control toll road maintenance segment.

Internal Control and Its Adequacy Internal Financial Controls means the policies and procedures adopted by the Company to ensure the following: orderly and efficient conduct of its business, including adherence to Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and the timely preparation of reliable financial information. The Company has a well-placed, proper and adequate internal control system, which ensures that all assets are safeguarded and protected and that the transactions are authorized, recorded and reported correctly. The Company's internal financial control framework commensurate with the size and operations of the business and is in line with requirements of the Companies Act, 2013. The Management have approved, adopted and implemented various policy documents/standard operating procedures which assists the various departments of the Company in ensuring accountability, accuracy, controls and transparency within the organization. The internal audit plan is approved by Audit Committee in the first meeting of each financial year. The Audit Plan includes a combination of audit of internal control systems and operational audits. Audit of internal control system focuses on the adequacy of internal controls in the Company and also the reporting system in various functional areas like purchase, sales, accounts, human resource, administration, contracts and other departments. The Audit committee reviews the audit observations, management responses to the same and suggests corrective actions, if necessary. It maintains a constant dialog with the auditors to ensure that internal control systems are operating effectively

FINANCIAL OVERVIEW

On Standalone basis, revenue from operations and other income for the financial year under review were Rs.22,267.18 Lakhs. During the year under review, the loss before tax was Rs.4355.70 Lakhs and the loss after tax was Rs. 4,553.05 Lakhs.

On Consolidated basis, revenue from operations and other income for the financial year under review were Rs1,00,212.02 Lakhs. The loss before tax was Rs. 17,249.87 Lakhs and the loss after tax was Rs. 22,546.53 Lakhs.

Key Financial Ratios Particulars

Ratio	As at 31 March 2022	As at 31 March 2021
Current Ratio (times)	0.59	0.72
Trade payable turnover ratio	0.21	0.47
Trade receivables turnover ratio	2.53	2.59
Inventory Turnover Ratio	5.08	5.48

more particularly captured under Note No. 49 of the Financial Statement

Claims and Contract Management: Claims and Contract Management continues to be an integral part of highway concession business. With a significant amount of claim being under dispute and litigation, your Company remains committed towards adopting a robust Claims Management process across the value chain to create efficiency, effectiveness, and ultimately competitive differentiation in claims settlement and dispute resolution. With a constant focus on enhancing capabilities to better assess, manage, and mitigate claims and risk; the Company is focused towards expeditious handling of claim through negotiation and arbitration.

OUTLOOK

The current Government in office continues to emphasize the importance of infrastructure creation in economic growth. The country intends to add nearly 200,000 kilometers of national highways to be completed before 2022.

The Company believe that Long Term projects will be the driving factor for the growth and expansion of the business in the future. They intend to continue to develop a robust order-book of long-term tolling projects and add to the existing portfolio of OMT and HAM projects, to ensure steady revenues and profitability. The Company intends to create significant opportunities with long term projects that will yield results over the next few years allowing to tap potential growth opportunities. They developed a robust order book which provides visibility of steady cash flows over the next five years, thereby allowing the team to identify, evaluate and undertake long term projects, to further strengthen the order book and lower the dependence on short term projects.

FUTURE BUSINESS PLANS

Your Company is a pure play of Toll Management, OMT with the combination of EPC Company focused on development, implementation, operation and maintenance of roads/highways projects. As an infrastructure developer operating on the asset aggregation platform, your Company's business growth strategy is strongly focused on value accretion and strengthening of operational efficiency.

Shareholders' Value Enhancement: Your Company continues to monitor and evaluate the value-creation potential of assets under its management with a holistic approach towards value optimization either through portfolio restructuring or divestiture. As an infrastructure developer working on asset ownership model, your company is committed to abide by a robust asset management policy aimed at strengthening its value creation capabilities through constant monitoring of asset performance and its potential for future growth.

Continuous focus on technology and operational efficiency: With gaining prominence of IT system and other internal processes in every aspect of business and operations, your Company is constantly strengthening the IT system and capabilities to create an environment friendly sustainable business eco system. Your Company is committed towards driving efficiency through more advanced and fully proven technologies to minimize human error resulting from manual intervention and also moving towards more environment friendly transportation solutions that are sustainable both from energy consumption and an environment perspective. Your Company is constantly in the process of upgrading the existing IT systems and implementing a fully automated operation management system integrating technology primarily to monitor the flow of vehicular traffic, real time revenue and collection monitoring and improved road safety. As part of the digital drive, your Company aims to create one single consolidated platform across all organizations for all stakeholders, Operations, Finance and Management to help them in enhancing their efficiencies in services like Revenue Reporting, Traffic Growth Analysis, Incidence Management and Administration through mobile and web channels. The emerging technology interventions such Sensor driven/ RFID driven auto capture or Internet of Things (IoT), Artificial Intelligence/Machine Learning driven smart projections or analytics, automated traffic volume reporting on real time basis, Cloud based Data Management System and Workflow Management are explored for better and informed decision-making planning.

Optimizing Financial Structure: Despite the stress and constraint in the banking and financial sector, your Company is continuously exploring options for minimizing borrowing costs and improve cash flows either by way of repricing and retenure its debt in all its assets. Though your Company sources funding for existing projects primarily through long term loans from banks and other financial institutions, the Company intends to continue evaluating various funding mechanisms which will enable it to enhance credit rating and in turn reduce borrowing cost and improve liquidity.

Finance Costs: Finance costs reduced from Rs.6181.29 Lakhs in Fiscal 2021 to Rs.4238.31 Lakhs in Fiscal 2022. The finance cost comprises of interest on term loan, working capital loan, bank guarantee charges and other borrowing costs and unwinding of discount on financials liabilities.

The Company has consistently followed a treatment that has been prescribed in Indian Accounting Standards in the preparation of financial statements and the same shows true and fair view of the financial statements

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company's internal audit system has been continuously monitored and updated to ensure that assets are safeguarded, established regulations are complied with and pending issues are addressed promptly. The audit committee reviews reports presented by the internal auditors on a routine basis. The committee makes note of the audit observations and takes corrective actions, if necessary. It maintains constant dialogue with statutory and internal auditors to ensure that internal control systems are operating effectively.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

The Company believes that the quality of the employees is the key to its success and is committed to equip them with skills, enabling them to seamlessly evolve with ongoing technological advancements. During the year, the Company organised training programs in different areas such as technical skills, behavioral skills, business excellence, general management, advanced management, leadership skills, customer orientation, safety, values and code of conduct. The Company's employee strength stood at 186 as on 31st March, 2022.

CAUTIONARY STATEMENT

This statement made in this section describes the Company's objectives, projections, expectation and estimations which may be 'forward-looking statements' within the meaning of applicable securities laws and regulations.



MEP INFRASTRUCTURE DEVELOPERS LIMITED
CIN: L45200MH2002PLC136779

Regd. Office: 2102, Floor-21st, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar (E), Mumbai - 400014

E-mail: investorrelations@mepinfra.com • Website: www.mepinfra.com

Tel: 91 22 2414 2776 • Fax: 91 22 2414 4454

NOTICE

NOTICE is hereby given that the 20th Annual General Meeting of the Members of **MEP INFRASTRUCTURE DEVELOPERS LIMITED** will be held on **Friday, the 30th day of September, 2022 at 11.30 a.m. (IST)** through Video Conferencing (VC)/Other Audio Visual Means (OAVM), to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt:
 - a. the Audited Standalone Financial Statements for the Financial Year ended 31st March, 2022 together with the Reports of the Directors and Auditors thereon.
 - b. the Audited Consolidated Financial Statements for the Financial Year ended 31st March, 2022 together with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Uttam S. Pawar (DIN: 03381300), who retires by rotation at 20th Annual General Meeting and being eligible, offers himself for re-appointment.
3. To appoint the Statutory Auditors and fix their remuneration and in this regard, to consider and if thought fit, to pass, with or without modifications, the following Resolution as an Ordinary Resolution:-

“RESOLVED THAT pursuant to Section 139, 141, 142 and other applicable provisions of the Companies Act, 2013 (‘the Act’) and the Companies (Audit and Auditors) Rules, 2014 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force] and based on the recommendation of the Audit Committee and the Board of Directors; M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W), be and are hereby appointed as the ‘Statutory Auditors’ of the Company to hold the office for a period of 5 (five) years commencing from the conclusion of 20th Annual General Meeting until the conclusion of 25th Annual General Meeting of the Company and the Board of Directors are hereby authorised to fix the remuneration for the said period in addition to out-of-pocket expenses, as may be incurred by them in the performance of their duties.”

SPECIAL BUSINESS:

4. **Ratification of payment of remuneration to M/s. Nawal Barde Devdhe Associates, Cost Auditors for the Financial Year 2022-23.**

To consider and if thought fit, to pass, with or without modification(s), the following resolution, as an Ordinary Resolution:

“RESOLVED THAT pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and the Companies (Cost Records and Audit) Rules, 2014, the Companies (Amendment) Act, 2017 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the Company hereby ratifies the remuneration of Rs. 2,50,000/- (Rupees Two Lakhs and Fifty Thousand Only) plus applicable taxes and actual out-of-pocket expenses payable for the Financial Year 2022-23 to M/s. Nawal Barde Devdhe Associates, Cost Accountants (Firm Registration No. 001711) having their office at Suyash Commercial Mall, Above Union Bank, S. No.74 & 75, Baner, Pune-411045 who are appointed as the Cost Auditors of the Company by the Board of Directors, on recommendation of the Audit Committee, to conduct the audit of cost records to be maintained by the Company for the Financial Year ending 31st March, 2023.”

5. **Approval for giving Loan or Guarantee or providing Security in connection with loan availed by any of the Company's Subsidiary(ies) or any other person specified under Section 185 of the Companies Act, 2013**

To consider and if thought fit, to pass, with or without modification(s), the following resolution, as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 185 and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the Companies (Meeting of Board and its Powers) Rules, 2014 (including any statutory modification(s), clarification(s), substitution(s) or re-enactment(s) thereof for the time being in force), consent of the Members of the Company, be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall be deemed to include, unless the context otherwise required, any Committee of the Board or any Director(s) or Officer(s) authorised by the Board to exercise the powers conferred on the Board under this resolution) for giving loan(s) in one or more tranches including loan represented by way of book debt (the "Loan") to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/to be taken by any entity which is a Subsidiary or Associate or Joint Venture or group entity of the Company or any other person in which any of the Director of the Company is deemed to be interested (collectively referred to as the "Entities"), up to a sum not exceeding Rs.1000 Crores [Rupees One Thousand Crores Only] at any point in time, in its absolute discretion deem beneficial and in the best interest of the Company."

**By and on behalf of the Board of Directors
of MEP Infrastructure Developers Limited**

Place: **Mumbai**
Date: **September 08, 2022**

Jayant D. Mhaikar
Chairman and Managing Director

Regd. Office:

2102, Floor-21st, Plot-62, Kesar Equinox,
Sir Bhalchandra Road, Hindu Colony,
Dadar (E), Mumbai – 400014
CIN: L45200MH2002PLC136779
Tel: 91 22 2414 2776
Fax: 91 22 2414 4454
E-mail: investorrelations@mepinfra.com
Website: www.mepinfra.com

NOTES:

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular No. 14/2020 dated 8th April, 2020 read together with circular No. 17/2020 dated 13th April, 2020, circular No. 20/2020 dated 5th May, 2020 followed by circular No. 02/2021 dated 13th January, 2021, circular No. 21/2021 dated 14th December, 2021 and Securities Exchange Board of India ("SEBI") also issued its circular SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 read with circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 also issued circular SEBI/HO/CFD/CMD2/ CIR/P/2022/62 dated 13th May, 2022 (collectively referred to as "Circulars") Companies are allowed to conduct the Annual General Meeting ("AGM") through Video Conferencing (VC)/Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, the 20th AGM of the Company shall be conducted through VC/OAVM in accordance with the aforesaid Circulars.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") setting out material facts concerning above business to be transacted is annexed hereto. The relevant details as required under Regulations 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("SEBI Listing Regulations") and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, of the person seeking appointment as Director under Item No. 2 of the Notice, is also annexed.
3. The Register of Members and Share Transfer Books of the Company will remain closed from **Saturday, 24th September, 2022 to Friday, 30th September, 2022 (both days inclusive)**.
4. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. However, as per Section 113 of the Act, the Body Corporates are entitled to appoint authorised representatives to attend the 20th AGM through VC/OAVM and participate there at and cast their votes through e-voting.
5. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice of the 20th AGM will be available on the website of the Company at www.mepinfra.com, on

- the websites of National Stock Exchange of India Limited and BSE Limited at www.nseindia.com and www.bseindia.com, respectively, and also on the website of NSDL at www.evoting.nsdl.com.
6. National Securities Depository Limited (“NSDL”) will be providing facility for voting through remote e-Voting for participation in the 20th AGM through VC/OAVM Facility and e-Voting during the AGM.
 7. Members may join the 20th AGM through VC/OAVM Facility by following the procedure as mentioned below which shall be kept open for the Members from 11:15 a.m. IST i.e. 15 minutes before the time scheduled to start the AGM and the Company may close the window for joining the VC/OAVM Facility 15 minutes after the scheduled time to start the AGM. The Company reserves the right to limit the number of Members asking questions depending on the availability of time at the AGM.
 8. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
 9. Members may note that the VC/OAVM Facility, provided by NSDL, allows participation of atleast 1,000 Members on a first-come-first serve basis. The large shareholders (i.e. shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders’ Relationship Committee, Auditors, etc. can attend the AGM without any restriction on account of first-come first-served principle.
 10. Attendance of the Members participating in the AGM through VC/OAVM Facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
 11. Members are requested to note that, dividend, if any, not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund (“IEPF”). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members are requested to claim their dividends from the Company, within the stipulated timeline. For details, please refer to information mentioned on Company’s website viz. www.mepinfra.com.
 12. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details such as bank account number, name of the bank and branch details, MICR code and IFSC code, mandates, nominations, power of attorney, change of address, change of name, e-mail address, contact numbers, etc., to their Depository Participants (DPs). Changes intimated to the DP will then be automatically reflected in the Company’s records which will help the Company and the Company’s Registrar and Transfer Agent, Link Intime India Private Limited (“Link Intime”) to provide efficient and better services. Members holding shares in physical form are requested to intimate such changes to Link Intime.
 13. To support the ‘Green Initiative’, Members who have not registered their e-mail addresses are requested to register the same with their DPs / Link Intime.
 14. CS Shridhar Phadke, Practising Company Secretary (Membership No. FCS 7867 CP No. 18622) from SVP & ASSOCIATES, has been appointed as the Scrutinizer to scrutinize the remote e-voting and e-voting at the AGM in a fair and transparent manner.
 15. The Results shall be declared after the AGM of the Company. The Results declared alongwith the Scrutinizer’s Report shall be placed on the Company’s website viz. www.mepinfra.com and on the website of NSDL within 2 (Two) working days of passing of the resolutions at the AGM of the Company and the same will also be communicated to the Stock Exchanges.
 16. The instructions for remote e-voting are as under:
 1. In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the SEBI Listing Regulations, the Members are provided with the facility to cast their vote electronically, through the remote e-voting services provided by NSDL on all the resolutions set forth in this Notice. The instructions for remote e-voting are given herein below:
 2. The remote e-Voting period will commence on Tuesday, 27th September, 2022 (9:00 am IST) and will end on Thursday, 29th September, 2022 (5:00 pm IST). During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Friday, 23rd September, 2022, may cast their vote by remote e-Voting. The remote e-Voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently.
 3. The details of the process and manner for remote e-Voting are explained herein below: Step 1: Log-in to NSDL e-voting system at <https://www.evoting.nsdl.com/>
Step 2: Cast your vote electronically on NSDL e-voting system.

Details on Step 1 are mentioned below:

i) Login method for remote e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.

Pursuant to SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on “e-Voting facility provided by Listed Companies”, e-Voting process has been enabled to all

the individual demat account holders, by way of single login credential, through their demat accounts / websites of Depositories / DPs in order to increase the efficiency of the voting process. Individual demat account holders would be able to cast their vote without having to register again with the e-Voting service provider (ESP) thereby not only facilitating seamless authentication but also ease and convenience of participating in e-Voting process. Shareholders are advised to update their mobile number and e-mail ID with their DPs in order to access e-Voting facility.

Type of shareholders	Login Method
a) Individual Shareholders holding securities in demat mode with NSDL	<p>A. NSDL IDeAS facility If you are already registered, follow the below steps:</p> <ol style="list-style-type: none"> 1. Visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com/ either on a Personal Computer or on a mobile. 2. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. 3. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. 4. Click on “Access to e-Voting” appearing on the left hand side under e-Voting services and you will be able to see e-Voting page. 5. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting and e-Voting during the meeting. <p>If you are not registered, follow the below steps:</p> <ol style="list-style-type: none"> 1. Option to register is available at https://eservices.nsd.com. 2. Select “Register Online for IDeAS” Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3. Please follow steps given in points 1-5.
	<p>B. e-Voting website of NSDL</p> <ol style="list-style-type: none"> 1. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a personal computer or on a mobile phone. 2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. 3. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password / OTP and a Verification Code as shown on the screen. 4. After successful authentication, you will be redirected to NSDL website wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & e-voting during the meeting. <p>C. Shareholders/Members can also download NSDL Mobile App ‘NSDL Speede’ facility by scanning the QR code mentioned below for seamless voting experience.</p>
b) Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> 1. Existing users who have opted for Easi / Easiest, can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest is https://web.cdslindia.com/myeasi/home/loginor www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi / Easiest the user will be also able to see the e-Voting Menu. The Menu will have links of ESP i.e. NSDL portal. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN from a link in www.cdslindia.com home page. The system will

	authenticate the user by sending OTP on registered Mobile and e-mail as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
c) Individual Shareholders (holding securities in demat mode) logging through their depository participants	<ol style="list-style-type: none"> 1. You can also login using the login credentials of your demat account through your DP registered with NSDL / CDSL for e-Voting facility. 2. Once logged-in, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. 3. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting and e-Voting during the meeting.

Important note: Members who are unable to retrieve User ID / Password are advised to use Forgot User ID and Forgot Password option available at respective websites. Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Securities held with NSDL	Please contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Securities held with CDSL	Please contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

- ii) Login method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a personal computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under "Shareholders / Member" section.
3. A new screen will open. You will have to enter your User ID, your Password / OTP and a Verification Code as shown on the screen.
4. Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. cast your vote electronically.
5. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example, if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example, if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example, if EVEN is 123456 and folio number is 001*** then user ID is 123456001***

6. Your password details are given below:
 - a. If you are already registered for e-voting, then you can use your existing password to login and cast your vote.
 - b. If you are using NSDL e-voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c. How to retrieve your 'initial password'?
 - i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from

- NSDL from your mailbox. Open the email and open the attachment i.e. .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digits client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
- ii) If your email ID is not registered, please follow steps mentioned below in process for those members whose email ids are not registered.
7. If you are unable to retrieve or have not received the "initial password" or have forgotten your password:
 - a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com
 - b) "Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
 8. After entering your password, click on Agree to "Terms and Conditions" by selecting on the check box.
 9. Now, you will have to click on "Login" button.
 10. After you click on the "Login" button, Home page of e-voting will open.

Details on Step 2 are mentioned below:

How to cast your vote electronically on NSDL e-voting system?

- a. After successful login at Step 1, you will be able to see the Home page of e-voting. Click on e-voting. Then, click on Active Voting Cycles.
- b. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
- c. Select "EVEN" (E-Voting Event Number) of MEP Infrastructure Developers Limited.
- d. Now you are ready for e-voting as the Voting page opens.
- e. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- f. Upon confirmation, the message "Vote cast successfully" will be displayed.
- g. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- h. Once you confirm your vote on the resolution, you will not be allowed to modify your vote

General Guidelines for Shareholders

- a. Institutional Shareholders (i.e. other than Individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF/ JPG Format) of the relevant Board Resolution/Authority Letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by email to svpfcs@gmail.com with a copy marked to evoting@nsdl.co.in
 - b. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
 - c. In case of any queries, you may refer to the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 /1800 224 430 or send a request at evoting@nsdl.co.in. In case of any grievances connected with facility for e-voting, please contact Ms. Pallavi Mhatre, Manager, NSDL, 4th Floor, 'A' Wing, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400 013. Email: evoting@nsdl.co.in, toll free nos. 1800 1020 990 /1800 224 430).
17. Instructions for Members for participating in the 20th AGM through VC/OAVM are as under:
 1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
 2. Further, Members will be required to use Internet with a good speed to avoid any disturbance during the meeting.

3. Please note that Members connecting from mobile devices or tablets or through laptops etc. connecting via mobile hotspot, may experience Audio/Video loss due to fluctuation in their respective networks. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
 4. Members can submit questions in advance with regard to the financial statements or any other matter to be placed at the 20th AGM, from their registered email address, mentioning their name, DP ID and Client ID number /folio number and mobile number, to reach the Company's email address investorrelations@mepinfra.com at least 48 hours in advance before the start of the meeting i.e. by Wednesday, 28th September, 2022 by 11:30 a.m. IST. Such questions by the Members shall be taken up during the meeting and replied by the Company suitably.
 5. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at investorrelations@mepinfra.com on or before 5.00 p.m. (IST), Saturday, 24th September, 2022. Those Members who have registered themselves as a speaker will be allowed to express their views/ ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
18. Instructions for Members for e-Voting during the 20th AGM are as under:
1. Members may follow the same procedure for e-Voting during the 20th AGM as mentioned above for remote e-Voting.
 2. Only those Members, who will be present in the 20th AGM through VC/OAVM Facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
 3. The Members who have cast their vote by remote e-Voting prior to the 20th AGM may also participate in the AGM through VC/OAVM Facility but shall not be entitled to cast their vote again.
 4. The Helpline details of the person who may be contacted by the Member needing assistance with the use of technology, before or during the AGM shall be the same persons mentioned for remote e-Voting and reproduced hereunder for convenience:
 - I. Mr. Amit Vishal, Senior Manager, NSDL at the designated email ID: evoting@nsdl.co.in; or
 - II. Ms. Pallavi Mhatre, Manager, NSDL at the designated email ID: evoting@nsdl.co.in.
19. Process for those Members whose email ids are not registered for procuring user id and password and registration of email ids for e-Voting on the resolutions set out in this Notice:
1. Those Members, who hold shares in physical form or who have not registered their email address with the Company and who wish to participate in the 20th AGM or cast their vote through remote e-Voting or through the e-Voting system during the meeting, may obtain the login ID and password by providing Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAAR (self-attested scanned copy of Aadhaar Card) for registering email address to investorrelations@mepinfra.com or evoting@nsdl.co.in.
 2. In case shares are held in demat mode, Members may obtain the login ID and password by sending scanned copy of (i) a signed request letter mentioning your name, DP ID-Client ID (16 digit DP ID + Client ID or 16 digit beneficiary ID); (ii) self-attested scanned copy of client master or Consolidated Demat Account statement; and (iii) self-attested scanned copy of the PAN Card, to the email address of the Company at investorrelations@mepinfra.com or evoting@nsdl.co.in. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
 3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
 4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.
20. Other Instructions
1. The voting rights of Members shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-Voting or casting vote through e-Voting system during the meeting.

2. Any person, who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at evoting@nsdl.co.in.
3. Pursuant to the MCA Circulars and the SEBI Circulars, in view of the prevailing situation, owing to the difficulties involved in dispatching of physical copies of the Notice of the 20th AGM and the Annual Report for the Financial Year 2021-22 including the Audited Financial Statements for Financial Year 2021-22, are being sent only by email to the Members. Therefore, those Members, whose email address is not registered with the Company or with their respective Depository Participant(s), and who wish to receive the Notice of the AGM and the Annual Report for the Financial Year 2021-22 and all other communication sent by the Company, from time to time, can get their email address registered with the steps mentioned in the Notice above.
4. All the documents as referred in the Notice calling the AGM and the Explanatory Statement will be available electronically for inspection by the Members from the date of circulation of this Notice upto the date of AGM. Members seeking to inspect such documents can send an email to investorrelations@mepinfra.com.

For any other queries relating to the shares of the Company, you may contact the Registrar and Share Transfer Agent at the following address:

For any other queries relating to the shares of the Company, you may contact the Registrar and Share Transfer Agent at the following address:

<p>Link Intime India Private Limited C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083 Tel.: 91 22 49186270 Fax: 91 22 49186060 E-mail: rnt.helpdesk@linkintime.co.in</p>	<p>Registered Office and Communication details of the Company: 2102, Floor-21st, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar (E), Mumbai – 400014 CIN: L45200MH2002PLC136779 Tel: 91 22 2414 2776 Fax: 91 22 2414 4454 E-mail: investorrelations@mepinfra.com Website: www.mepinfra.com</p>
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EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3

In accordance with Section 139, 141 & 142 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the term of M/s. G. D. Apte & Co., Chartered Accountants (Firm Registration No. 100515W), present Statutory Auditors of the Company expires at the conclusion of 20th Annual General Meeting (AGM). Further, the Audit Committee and Board of Directors of the Company have recommended the appointment of M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) as 'Statutory Auditors' of the Company in place of M/s. G. D. Apte & Co., Chartered Accountants (Firm Registration No. 100515W) from the conclusion of 20th AGM till the conclusion of the 25th AGM of the Company.

The Board of Directors of the Company at their meeting held on September 8, 2022, on the recommendation of the Audit Committee, after evaluating all proposals and considering various factors such as independence, industry experience, technical skills, geographical presence, audit team, audit quality reports, etc., have recommended the Appointment of M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) as the 'Statutory Auditors' of the Company, for the approval of the Members at the this 20th AGM of the Company for a term of 5 (five) consecutive years from the conclusion of this 20th AGM till the conclusion of 25th AGM of the Company, at an Annual Remuneration as may be mutually agreed by and between the Auditors and the Board, plus Out-of-Pocket Expenses and applicable taxes.

Pursuant to Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the Company has received written Consent from M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) covering the criteria provided under Section 141 of the Act and that the appointment, if made, shall be in accordance with the applicable provisions of the Act and Rules framed thereunder.

As required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) has confirmed that they hold a valid 'Certificate' dated 9th April, 2021 (valid upto 31st March, 2024) issued by the Peer Review Board of ICAI.5

Additional information about Statutory Auditors pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided below

Details	Particulars
Proposed fees payable to the statutory auditor Audit fees in connection with the audit of the accounts of the Company for the Financial Year 2022-23 and material change in the fee payable	Rs.50 Lakh (Limited Review certification) with authority to the Board to revise mutually during the tenure of five years, if required. There is a not increase or decrease in the proposed fees from that of the existing Statutory Auditors' - fees. The rationale for this change is that the Company has considered and proposed to the Audit Committee a few profiles of other firms alongside the profile of M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) with relevant professional exposure and experience for comparative analysis and found M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) most appropriate with respect to the cost, experience and their professional expertise.
Terms of Appointment	M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) is proposed to be appointed for the first term of 5 (five) consecutive years from the conclusion of this 20th AGM till the conclusion of 25th AGM of the Company.
Basis of recommendation for appointment including the details in relation to and credentials of the Statutory Auditors proposed to be appointed	M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) was established in 1986. Over the years, the Firm has grown to a mid-sized single-window setup with several Partners and a dedicated team of qualified, semi-qualified staff and others persons who are technically competent, well trained, strongly motivated and have in-depth knowledge and rich experience. The Firm is based at Mumbai, the financial capital of India. It has a large office premises, spread over two floors, consisting of state-of-the-art infrastructure. The firm has invested in a well equipped

	Library, which ensures that the staff is abreast of all changes and developments in the relevant domain of the profession. It operates in a complete computerized environment. The Firm is empanelled with Comptroller & Auditor General (CAG), Securities & Exchange Board of India (SEBI), Reserve Bank of India (RBI), Forward Market Commission (FMC).
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None of the Directors or Key Managerial Personnel of the Company or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution.

The Board, accordingly, recommends passing of the Ordinary resolution as set out at Item No. 3 of this Notice for the approval of Members.

Item No. 4

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditor M/s. Nawal Barde Devdhe Associates, Cost Accountants (Firm Registration No. 001711) having their office at Suyash Commercial Mall, Above Union Bank, S. No. 74 & 75, Baner, Pune-411045 for conducting the audit of the cost records maintained by the Company for the Financial Year ending on 31st March, 2023, at a remuneration of Rs. 2,50,000/- (Rupees Two Lakhs and Fifty Thousand only) plus applicable taxes at the applicable rates and reimbursement of out of pocket expenses.

Section 148 of the Companies Act, 2013 and the Rules made thereunder requires that the remuneration payable to the Cost Auditor, be ratified by the Members of the Company.

The Board accordingly recommends the resolution as set out in Item No. 4 of the accompanying notice for the approval of the Members of the Company to be passed as an Ordinary Resolution.

None of the Directors, Key Managerial Personnel of the Company or any of their relatives, are concerned or interested in the proposed resolution except to the extent of their equity holdings in the Company, if any.

Item No. 5

The Company may have to render support for the business requirements of its Subsidiary Companies or Associate or Joint Venture or group entity or any other person in whom any of the Director of the Company is deemed to be interested (collectively referred to as the "Entities"), from time to time. However, owing to certain restrictive provisions contained in Section 185 of the Companies Act, 2013 ('the Act'), the Company was unable to extend financial assistance by way of loan to such Entities.

The Board of Directors seek consent of the Members by way of a Special Resolution pursuant to Section 185 of the Act (as amended by the Companies (Amendment) Act, 2017) for making loan(s) or providing financial assistance or providing guarantee or securities in connection with the loans taken or to be taken by the Entities for the capital expenditure of the projects and/or working capital requirements including purchase of fixed assets as may be required from time to time for the expansion of its business activities and other matters connected and incidental thereon for their principal business activities.

The Members may note that Board of Directors would carefully evaluate proposals and provide such loan, guarantee or security through deployment of funds out of internal resources/accruals and/or any other appropriate sources, from time to time, only for principal business activities of such Entities.

The Board of Directors recommend the resolution given in this Notice for your approval as a Special Resolution.

None of the Directors, Key Managerial Personnel of the Company or any of their relatives, are concerned or interested in the above proposed resolution, except to their equity holdings and Directorships in the Company, if any.

**By and on behalf of the Board of Directors
of MEP Infrastructure Developers Limited**

Place: Mumbai
Date: September 8, 2022

**Jayant D. Mhaikar
Chairman and Managing Director**

Regd. Office:

2102, Floor-21st, Plot-62, Kesar Equinox,
 Sir Bhalchandra Road, Hindu Colony,
 Dadar (E), Mumbai – 400014
 CIN: L45200MH2002PLC136779
 Tel: 91 22 2414 2776
 Fax: 91 22 2414 4454
 E-mail: investorrelations@mepinfra.com
 Website: www.mepinfra.com

Information required as per Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of the appointment or re-appointment of Directors at the Annual General Meeting:

Particulars	Mr. Uttam S. Pawar
Brief Resume, Qualification and Experience	Mr. Uttam S. Pawar holds a Bachelor's Degree in Commerce from Shivaji University, Kolhapur. He has over 28 years of experience in tolling business.
Date of First Appointment on the Board	13 th December, 2020.
DIN	03381300
Age	55 years
Expertise in specific functional areas	Administration and Tolling Business.
Relationship with any Director(s) of the Company	None
Number of Meetings of the Board attended during the year	Attended all the 8 (Eight) Board Meetings held during the Financial Year.
Other Directorship	<ol style="list-style-type: none"> 1. MEP Infra Constructions Private Limited 2. Raima Toll Road Private Limited 3. Mhaiskar Toll Road Private Limited 4. MEP Toll & Infrastructure Private Limited 5. MEP Infraprojects Private Limited 6. MEP Sanjose Kante Waked Road Private Limited 7. MEP Sanjose Nagpur Ring Road 2 Private Limited 8. MEP Sanjose Talaja Mahuva Road Private Limited 9. VCR Toll Services Private Limited
Names of listed entities in which the person also holds the directorship and the membership of Committees of the board	NIL
Number of Shares held in the Company	15450
Remuneration	Nil

**By and on behalf of the Board of Directors
 of MEP Infrastructure Developers Limited**

Place: Mumbai
 Date: September 8, 2022

Jayant D. Mhaiskar
Chairman and Managing Director

Regd. Office:

2102, Floor-21st, Plot-62, Kesar Equinox,
 Sir Bhalchandra Road, Hindu Colony,
 Dadar (E), Mumbai – 400014
 CIN: L45200MH2002PLC136779
 Tel: 91 22 2414 2776
 Fax: 91 22 2414 4454
 E-mail: investorrelations@mepinfra.com
 Website: www.mepinfra.com

DIRECTORS' REPORT

To,
The Members,

Your Directors present their 20th Annual Report together with Audited Financial Statements of your Company for the Financial Year ended 31st March, 2022.

In compliance with the applicable provisions of Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, this report covers the financial performance and other developments during the financial year 2021-22 and upto the date of the Board Meeting held on September 8, 2022 to approve this report in respect of the Company on a standalone basis as well as on a consolidated basis comprising of its subsidiaries.

FINANCIAL RESULTS

(Rs. in Lakhs)

Particulars	Standalone Results For the year ended as at		Consolidated Results For the year ended as at	
	31 st March, 2022	31 st March, 2021	31 st March, 2022	31 st March, 2021
Total Revenue	22,267.18	39,170.49	1,00,212.02	1,28,923.32
Total Expenses	31,022.19	51,993.49	1,00,857.36	1,25,433.92
Profit/(Loss) Before Tax and Exceptional Item	(8,755.01)	(12,823.00)	(645.34)	3,489.40
Exceptional Item	4,399.31	(9,549.95)	4,302.05	(6,923.19)
Profit/(Loss) Before Tax	(4,355.70)	(22,372.95)	(17,249.87)	(5,105.15)
Tax Expense (Net)	197.35	(163.75)	(5,296.66)	(2,572.63)
Net Profit /(Loss) After Tax	(4,553.05)	(22,209.20)	(22,546.53)	(7,677.78)
Earnings Per Share (Rs.)	(2.48)	(12.11)	(12.29)	(4.19)

PERFORMANCE OF THE COMPANY

Your Company has spent the last year recovering from the effect of the pandemic and took corrective measures. It was a boon for the infrastructure sector as the Government took measures to allot several major projects to companies for the development of infrastructural facilities including the development of roads PAN India which has worked as a vaccine dose to the infrastructure sector. Your Company has strategically decided to shift gears and revamp its future plans.

On Standalone basis, revenue from operations and other income for the financial year under review were Rs. 22,267.18 Lakhs. During the year under review, the loss before tax was Rs.4355.70 Lakhs and the loss after tax was Rs. 4,553.05 Lakhs.

On Consolidated basis, revenue from operations and other income for the financial year under review were Rs. 1,00,212.02 Lakhs. The loss before tax was Rs. 17,249.87 Lakhs and the loss after tax was Rs. 22,546.53 Lakhs.

DIVIDEND

Your Directors do not recommend any dividend for the financial year under review.

TRANSFER TO RESERVES

Your Company has not transferred any amount of profits to reserves for the financial year 2021-22.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND

During the year under review, there was no unpaid/unclaimed dividend that was required to be transferred to the Investor Education and Protection Fund (IEPF) Authority of the Central Government of India.

PREFERENTIAL ALLOTMENT

Your Company has obtained the requisite approval from its shareholders towards the issue of equity shares / share warrants through a Preferential Offer. The Postal Ballot Notice was sent to the Shareholders on 22nd April, 2022 and the Results were declared on 23rd May, 2022. Your Company is in a process of obtaining the requisite approvals from the exchanges in this regard.

SHARE CAPITAL

During the year under review, the Authorised Share Capital of your Company was increased from Rs.225,00,00,000/- (divided into 22,50,00,000 Equity shares of Rs. 10/- each) to Rs. 525,00,00,000/- (divided into 52,50,00,000 Equity shares of Rs. 10/-each) There was no change in the Paid-up Equity Share Capital of the Company and it remained at Rs.1,83,44,60,510/- (divided into 18,34,46,051 equity shares of Rs.10/- each).

The Company has not issued shares with differential voting rights nor granted stock options nor sweat equity during the years.

OPERATIONS

❖ HYBRID ANNUITY MODE (HAM) PROJECTS

The effect of the Covid19 Pandemic continued its impact partly during the current financial year and your Company with its conviction dwelled upon to realign the business model to enable it to remain relevant and viable in the infrastructure industry.

The result is that the Company completed Harmonious Substitution in line with the terms of Concession Agreement for its other Hybrid Annuity Model (HAM) Projects and executed Endorsement Agreement for the projects of

- Nagpur Ring Road 1 with Nominated Company Bansal Pathways (N.R.R-1) Private Limited
- Nagpur Ring Road 2 with Nominated Company Bansal Pathways (N.R.R-2) Private Limited
- Arawali Kante Road with Nominated Company Arawali Kante Multi Projects Private Limited
- Kante Waked Road with Nominated Company Kante Waked Multi Projects Private Limited

These projects were marked by factors largely outside the company's control and the management took a considered view and in view of the extensive uncertainty, a smaller project book would be safer.

As reported in the previous year your Company's SPVs viz. MEP Sanjose Talaja Mahuva Toll Road Private Limited and MEP Sanjose Mahuva Kagavadar Toll Road Private Limited have surrendered their Project(s) to National Highways Authority of India (NHAI) pursuant to Notice(s) by NHAI. The said Notice(s) were challenged by your Company vide an appeal before the division Bench of Hon'ble High Court of Delhi. The Hon'ble Court vide its Order dated 25th May, 2021 has directed NHAI to consider the conciliation request of the Company in a fair manner in accordance with law. In line with the Court Order, NHAI have agreed to take up the matter with Conciliation Committee of Independent Expert-3 (CCIE-3) and your Company expects a speedy decision from the CCIE-3 in favour of your Company.

❖ TOLLING PROJECTS

During the year under review as a strategic decision your Company has decided to bid for tolling projects through its Subsidiary/Step Down Subsidiary and as on the date of this report your Company has successfully won the following tolling project(s):

Tolling Project	Authority	In the State of	Scope of the Project
Sergarh Fee Plaza	National Highways Authority of India (NHAI)	Odisha	Collection of user fee through e-tender for Sergarh Fee Plaza at Km. 97.960 (Old Km 182.175) for the section from Km 143.635 to Km 80.994 (Bhadrak to Balasore Section) of NH-5.
Guabari Fee Plaza	NHAI	West Bengal	Collection of user fee through e-tender at Guabari Fee Plaza at Km 243.00 from Km.228.00 to Km 254.500 on Salsalabari to West Bengal Assam Border section of NH-31C.
Nalavadi Fee Plaza	NHAI	Karnataka	Collection of user fee through E-quotation (e-tender) for or Nalavadi (km 161.200) fee plaza for the section

			from Hubballi Hospet section of NH-63 from Design Chainage Km 128.850 to km 272.571 (Existing Km 129.549 to Km 267.000)
Dhilwan Fee Plaza	NHAI	Punjab	Collection of user fee on the basis of Competitive Bidding (on e-quotation basis) for Dhilwan Fee Plaza, at km 410.140 Jalandhar-Amritsar Section of NH-1 from km 407.100 to km 456.100
Hivargaon Fee Plaza	NHAI	Maharashtra	Collection of user fee on the basis of Competitive Bidding (on e-quotation basis) for Hivargaon Fee Plaza, at design km 138.749 in Ahmednagar District of NH-50 (New NH-60) for use of four lane from km. 42.000 to km.179.946 of Khed Sinnar Section of National Highway No 50 (New NH-60)
Chalakhwadi Fee Plaza	NHAI	Maharashtra	Collection of user fee on the basis of Competitive Bidding (on e-quotation basis) for Chalakhwadi Fee Plaza, at design Km 91.106 in Pune District of NH-50 (New NH60) for use of four lane from Km.42.000 to Km.179.946 of Khed Sinnar Section of National Highway No 50 (New NH-60)
Bhagwada Fee Plaza	NHAI	Gujarat and Maharashtra	Collection of user fee on the basis of Competitive Bidding (on e-quotation basis) for Bhagwada Fee Plaza, at Km. 356.200 at NH-48 Six laning of Surat-Dahisar section of NH-8 from Km 263.000 to Km 502.000 (Length- 239.000 Km)
Charoti Fee Plaza	NHAI	Gujarat and Maharashtra	user fee collection agency on the basis of e-quotation through e-tender for Charoti Fee Plaza, at Km. 420.340 at NH-48 Six laning of Surat-Dahisar section of NH-8 from Km 263.000 to Km 502.000 (Length- 239.000 Km)
Khaniwade Fee Plaza	NHAI	Gujarat and Maharashtra	Collection of user fee on the basis of Competitive Bidding (on e-quotation basis) Khaniwade Fee Plaza, at Km. 467.220 at NH-48 Six laning of Surat- Dahisar section of NH-8 from Km 263.000 to Km 502.000 (Length- 239.000 Km)
Vanagaram Fee Plaza	NHAI	Tamil Nadu	user fee collection agency through Competitive Bidding e-tender for Vanagaram Fee Plaza, at km 16.500 of Chennai Bypass Phase-I section from km 0.000 to km 19.170 (taking off at km 29. 151 of NH- 45 & merging at km 13.800 of NH-4), Chennai Bypass (NH-4 & 45)
Panikholi Fee Plaza	NHAI	Odisha	user fee collection agency through e-tender for Panikholi Fee Plaza, at km 88.435 (Km 191.698 New) for section from Km 62.000 – 136.500 (New Chainage km 218.000 – Km 143.500) (Chandikhole to Bhadrak Section) of NH-5

Detailed information on the operations of the Company and details on the state of affairs of the Company are covered in the Management Discussion and Analysis Report.

DEPOSITS

Your Company has not accepted any deposits during the year.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis forms an integral part of this report and is presented separately. It gives details of the overall industry structure, economic developments, performance and state of affairs of your Company and their adequacy, risk management systems and other material developments during the Financial Year 2021-22.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, the Change in the Board of Directors and Key Managerial Personnel (KMP) are enumerated below:

Change in the Board of Directors

Board Meeting held on	Purpose	Name of the Director	Independent/ Executive/ Non-Executive	Recommendation of Nomination & Remuneration Committee
09/09/2021	Appointment	Mrs. Savli Mangle (DIN: 07414487)	Independent Director (See Note 1)	Yes
09/09/2021	Appointment	Mr. Prakash Naringrekar (DIN: 05253458)	Independent Director (See Note 1)	Yes
08/09/2021	Resignation	Mr. Khimji Pandav (DIN: 01070944)	Independent Director (See Note 2)	Not required
08/09/2021	Resignation	Mr. Deepak Chitnis (DIN: 01070944)	Independent Director (See Note 2)	Not required

Notes:

1. Mrs. Savli Mangle (DIN: 07414487) and Mr. Prakash Naringrekar (DIN:05253458) who were appointed as an Additional Director (Non-Executive in the capacity of Independent Director) on 9th September, 2021 were confirmed as an Independent Director of the Company by the Members at the 19th Annual General Meeting of the Company held on 30th September, 2021.
2. Mr. Khimji Pandav (DIN: 01070944) and Mr. Deepak Chitnis (DIN: 01070944) were appointed as Non-Executive Independent Director of the Company for a period of 2 (Two) years w.e.f. 9th September, 2014, and accordingly their first term was completed on 8th September, 2016. In terms of Section 149 of the Companies Act, 2013 on the recommendation of the Nomination and Remuneration Committee, the Board had recommended the extension of term of the Independent Directors for a further period of 5 (Five) years w.e.f. 9th September, 2016. Further their second term as Independent Directors came to an end on 8th September, 2021 and consequently they ceased to be the Directors of the Company and respective Committees with effect from close of business hours on 8th September, 2021.

Your Directors place their sincere appreciation for the valuable contribution made by Mr. Khimji Pandav and Mr. Deepak Chitnis during their tenure as the Directors on the Board of the Company.

Change in Key Managerial Personnel (KMP):

Date of Change	Purpose	Name of the KMP	Independent/ Executive/ Non-Executive	Recommendation of Nomination & Remuneration Committee
30/11/2021	Resignation	Ms. Kanika Sehgal	Company Secretary	Not required
01/12/2021	Appointment	Ms. Ruchita Shah	Company Secretary	Yes

Note:

- (1) The Board of Directors on the recommendation of the Nomination and Remuneration Committee at its meeting held on 30th November, 2021 relieved Ms. Kanika Sehgal as the Company Secretary & Compliance Officer of the Company from the close of business hours on 30th November, 2021 and Ms. Ruchita Shah was appointed as Company Secretary and Compliance Officer with effect from 1st December, 2021.

In accordance with the provisions of the Act and the Articles of Association of the Company, Mr. Uttam Pawar (DIN: 03381300) is liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Your Board of Directors on the recommendation of the Nomination and Remuneration Committee have recommended his re-appointment to the Shareholders for their approval.

DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors have submitted the declaration of independence, pursuant to the provisions of Section 149(7) of the Act and Regulation 25(8) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (hereinafter referred to as "SEBI Listing Regulations"), stating that they meet the criteria of independence as provided in Section 149(6) of the Act and Regulations 16(1)(b) of the SEBI Listing Regulations and they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective, independent judgment and without any external influence.

All the Independent Directors ("IDD") of the Company have complied with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and any amendments therefor.

Further, there has been no change in the circumstances affecting their status as IDs of the Company.

FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS

Details of Familiarisation Programme for the Independent Directors are provided separately in the Corporate Governance Report.

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board/Committees of the Board.

DECLARATION BY THE COMPANY

None of the Directors of the Company are disqualified from being appointed as Directors as specified in Section 164(2) of the Act read with Rule 14 of the Companies (Appointment and Qualifications of Directors) Rules, 2014.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134(5) of the Act with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i) in the preparation of the annual financial statements for the Financial Year ended 31st March, 2022, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- (ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at 31st March, 2022 and of the loss of the Company for the year ended on that date;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the annual financial statement for the financial year ended March 31, 2022 on a going concern basis;
- (v) the directors had laid down proper internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (vi) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DISCLOSURE ON COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and such systems are adequate and operating effectively. During the year under review, the Company was in compliance with the Secretarial Standards (SS) i.e., SS-1 and SS- 2, relating to "Meetings of the Board of Directors" and "General Meetings", respectively.

ACCOUNTING STANDARDS

The Company has prepared the Financial Statements for the year ended 31st March, 2022 as per Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014.

PERFORMANCE EVALUATION OF THE DIRECTORS

Pursuant to the provisions of the Companies Act, 2013 and the SEBI Listing Regulations, as amended from time to time, the Board has carried out an annual performance evaluation of its own performance as well as of its Committees thereof and of the Directors individually. The manner in which the evaluation has been carried out has been covered in the Corporate Governance Report.

REMUNERATION POLICY

The Board has on the recommendation of the Nomination and Remuneration Committee framed a policy for selection, appointment and remuneration of Directors and KMP. The Remuneration Policy is stated in the Corporate Governance Report.

EXTRACT OF ANNUAL RETURN

The extract of annual return in Form MGT-7 as provided under sub-section (3) of Section 92 of the Companies Act, 2013, is available on the Company's website on <https://mepinfra/investors/annual-return-21-22>.

As required under Section 134 (3)(a) of the Act, the Annual Return for the year 2021-22 is put up on the Company's website and can be accessed at <https://mepinfra/investors/annual-return-2021-22>

NUMBER OF MEETINGS OF THE BOARD

There were 8 (Eight) Meetings of the Board held during the year. Detailed information is given in the Corporate Governance Report.

BOARD COMMITTEES

There are various Board Committees constituted as stipulated under the Companies Act, 2013 and the SEBI Listing Regulations namely Audit Committee, Nomination and Remuneration Committee, Stakeholders' Relationship Committee, Risk Management Committee and Corporate Social Responsibility Committee. Brief details pertaining to the composition, terms of reference, meetings held and attendance of these Committees during the year have been enumerated in Corporate Governance report forming part of the Annual Report.

AUDIT COMMITTEE

The Audit Committee comprises of 2 (Two) Independent Directors and an Executive Director. Detailed information is given in the Corporate Governance Report. During the year under review, all the recommendations made by the Audit Committee were accepted by the Board.

CORPORATE GOVERNANCE

A separate section on the Corporate Governance forms a part of our Report. A certificate has been received from the Secretarial Auditor of the Company regarding compliance of requirements of Corporate Governance as stipulated under the SEBI Listing Regulations, as amended from time to time.

AUDITORS

❖ STATUTORY AUDITORS

G. D. Apte & Co., Chartered Accountants (Firm Registration No. 100515W) were appointed as the Statutory Auditors of the Company at the 15th Annual General Meeting held on July 27, 2017 for a period of five years from the conclusion of the 16th Annual General Meeting till the conclusion of the 20th Annual General Meeting of the Company. However, pursuant to the first proviso to Section 139(1) of the Act, their appointment was subject to ratification by the Members at every Annual General Meeting during the said term.

Pursuant to the notification by the Ministry of Corporate Affairs effective from May 7, 2018, the above-mentioned proviso was omitted by Companies (Amendment) Act, 2017 and the continued appointment of G. D. Apte & Co., Chartered Accountants as the Statutory Auditors of the Company for their remaining tenure without ratification was also approved by the Members of the Company at the 15th Annual General Meeting of the Company held on June 20, 2017.

Further, as the tenure of G. D. Apte & Co., Chartered Accountants (Firm Registration No. 100515W) is till 20th Annual General Meeting, M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W), are proposed to be appointed as the Statutory Auditors of the Company at the 20th Annual General Meeting for a period of five years from the conclusion of the 20th Annual General Meeting till the conclusion of the 25th Annual General Meeting of the Company and the appointment of M/s. GMJ & Co, Chartered Accountants, (Firm Registration No.103429W) as Statutory Auditor will continue for the aforesaid term of five years, without seeking any ratification by the Members of the Company till the conclusion of their tenure and that the Board of Directors shall fix their remuneration for the said period in addition to reimbursement of actual out-of-pocket expenses as may be incurred by them in performing their duties.

The Company has received a written confirmation and Peer Review Certificate from the Statutory Auditor that their continued appointment shall be in accordance with the criteria as provided under Section 141 of the Act for FY 2022-23.

The Statutory Auditors of the Company has issued the Auditors' Report on the financial statement of the Company for the financial year ended 31st March, 2022 with unmodified opinion and does not contain any qualification, reservation or adverse remark.

❖ **COST AUDITORS**

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, as amended from time to time, your Company has been carrying out the audit of cost records relating to road maintenance activity every year.

The Board of Directors on the recommendation of the Audit Committee has appointed M/s. Nawal Barde Devdhe Associates, Cost Accountants (Firm Registration No. 001711), as the Cost Auditors to audit the cost accounts of the Company for the Financial Year 2022-23. As required under the Companies Act, 2013, a resolution seeking member's approval for ratification and consideration of the remuneration payable to the Cost Auditor forms part of the Notice convening the AGM.

The Cost Audit Reports for the Financial Year ended 31st March, 2021 were filed on 22nd February, 2022.

❖ **SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the rules made thereunder and Regulation 24A of the Listing Regulations, CS Dinesh Joshi, KANJ & Co. LLP, (Membership No. 3752) Company Secretaries in Practice were appointed as the Secretarial Auditor of the Company and its Material Subsidiary viz. MEP Infrastructure Private Limited for the Financial Year 2021-22. Secretarial Audit Report for the Financial Year 2021-22 as issued by him in the prescribed Form MR-3 for the Company and its Material Subsidiary are annexed to this Report.

PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Pursuant to the requirements of Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 read with the Rules thereunder, the Company had formulated and adopted a Policy on Prevention of Sexual Harassment at Workplace. The Company has not received any complaint of sexual harassment during the year under review.

The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year ended 31st March, 2022, no complaints pertaining to sexual harassment have been received.

RISK MANAGEMENT POLICY

Your Company has implemented mechanism to identify, assess, monitor and mitigate various risks and has formulated a Risk Management Policy. The Audit Committee and the Board of Directors are informed of the Risk assessment and minimization procedures.

CORPORATE SOCIAL RESPONSIBILITY

Detailed information on Corporate Social Responsibility Policy developed and implemented by the Company on CSR initiatives taken during the year pursuant to Section 135 of the Companies Act, 2013, as Annual Report on CSR activities is annexed to this Report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Information regarding loans, guarantees or investments as required under the provisions of Section 186 of the Companies Act, 2013 is not applicable to the Company as the Company is exempted under the category of "the companies providing infrastructure facilities".

RELATED PARTY TRANSACTIONS

All related party transactions during the year were on arm's length basis and were not material as per the Related Party Transaction Policy of the Company and not in conflict with the interest of the Company. The particulars of the said transactions alongwith other contracts/arrangements are also briefed in the Note No. 38 to the financial statement which sets out related party disclosures.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed through the website of the Company viz. <http://www.mepinfra.com>.

All Related Party Transactions were placed before the Audit Committee for approval. Omnibus approval of the Audit Committee was obtained for the transactions which were of a repetitive nature. The transactions entered into pursuant to the omnibus approval so granted were reviewed and statements

giving details of all related party transactions were placed before the Audit Committee on a quarterly basis. Particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013.

CODE OF CONDUCT

The Board of Directors has approved a Code of Conduct which is applicable to the Members of the Board and specified employees in the course of day to day business operations of the Company. The Company believes in “Zero Tolerance” against bribery, corruption and unethical dealings/behavior in any form and the Board has laid down certain directives to counter such acts. Such code of conduct has also been placed on the Company’s website. The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders. The Code gives guidance through examples on the expected behavior from an employee in a given situation and the reporting structure. All the Board Members and the Senior Management Personnel have confirmed compliance with the Code. A declaration to this effect signed by the Chairman & Managing Director of the Company is a part of this Annual Report.

PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197(12) read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said Rules are provided in the Annual Report. The information about Top Ten Employees in terms of remuneration will be available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company up to the date of the ensuing AGM. If any Member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard and the same will be furnished on request.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

In accordance with Section 177 of the Act and the Listing Regulations, your Company has established a Vigil Mechanism Policy/Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. Staying true to our core values of Strength, Performance and Passion and in line with our vision of being one of the most respected Companies in India, the Company is committed to the high standards of Corporate Governance and Stakeholders Responsibility. The said Policy ensures that strict confidentiality is maintained in respect of whistle blowers whilst dealing with concerns and also specified that no discrimination will be meted out to any person for a genuinely raised concern. The Policy on Vigil Mechanism/Whistle Blower Mechanism may be accessed through website of the Company viz. <http://www.mepinfra.com>.

CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of your Company for the financial year 2021-22, are prepared in compliance with applicable provisions of the Companies Act, 2013, Accounting Standards and as prescribed by Securities and Exchange Board of India (SEBI) under Listing Regulations. The consolidated financial statements have been prepared on the basis of audited financial statements of the Company and its subsidiary / joint venture companies, as approved by their respective Board of Directors.

SUBSIDIARY/JOINT VENTURE/CONSORTIUM

Following are the companies which are Subsidiary Companies of the Company:

❖ Wholly Owned Subsidiaries (% of Holding)

- MEP Infrastructure Private Limited (100%)#
- Raima Ventures Private Limited (100%)
- Rideema Toll Private Limited (100%)
- MEP Nagzari Toll Road Private Limited (100%)
- MEP IRDP Solapur Toll Road Private Limited (100%)
- Raima Toll Road Private Limited (100%)
- MEP Chennai Bypass Toll Road Private Limited (100%)
- MEP Highway Solutions Private Limited (100%)
- MEP RGSL Toll Bridge Private Limited (100%)
- Raima Toll & Infrastructure Private Limited (100%)
- MEP Tormato Private Limited (100%)
- MEP Roads & Bridges Private Limited (100%)
- Mhaiskar Toll Road Private Limited (100%)
- MEP Infra Constructions Private Limited (100%)

- MEP Toll & Infrastructure Private Limited (100%)
- MEP Infraprojects Private Limited (100%)

❖ **Subsidiaries (% of holding)**

- MEP Hyderabad Bangalore Toll Road Private Limited (99.99%)
- MEP Sanjose Kante Waked Road Private Limited (74%)
- MEP Nagpur Ring Road 1 Private Limited (74%)
- MEP Sanjose Nagpur Ring Road 2 Private Limited (74%)
- MEP Sanjose Arawali Kante Road Private Limited (74%)
- MEP Sanjose Talaja Mahuva Road Private Limited (60%)
- MEP Sanjose Mahuva Kagavadar Road Private Limited (60%)
- MEP Foundation (99.90%)*
- MEP Longjian ACR Private Limited (51%)
- MEP Longjian CLR Private Limited (51%)
- MEP Longjian Loha Waranga Road Private Limited (51%)
- MEP Longjian VTR Private Limited (51%)
- MEP Likpin Infrastructure Private Limited (70%)\$

❖ **Step Down Subsidiaries (% of holding)**

- Bhalaji Toll Road Private Limited (Formerly Baramati Tollways Private Limited) (99.99%) – (Rideema Toll Pvt. Ltd. is the Holding Company)

❖ **Subsidiary by control of composition of Board/Associate/Consortium**

- KVM Technology Solutions Pvt. Ltd.
- MEPIDL Enterprises LLC
- SMYR Consortium LLP

#MEP Infrastructure Private Limited has become a Wholly Owned Subsidiary w.e.f 11th November, 2021.

\$ MEP Likpin Infrastructure Private Limited has not commenced its business till the date of this report.

*MEP Foundation which is a Section 8 registered Company under the Companies Act, 2013, with the main objective of conducting CSR activities.

MATERIAL CHANGES FROM END OF FINANCIAL YEAR TILL THE DATE OF REPORT

Your Board explored the possibilities of divestment of the investments in one of its wholly owned subsidiary in MEP Infrastructure Private Limited, also a material subsidiary (“MIPL”) in the best interest of the subsidiary. Accordingly the Members at the by way of a special resolution accorded their approval on 22nd May, 2022 vide a Postal Ballot to sell or transfer or otherwise dispose-off in one or more tranches, the entire investment i.e. 37,42,80,000 equity shares constituting 100 % of the share capital held by the Company in MEP Infrastructure Private Limited, a material and wholly owned subsidiary (“MIPL”) to another Wholly Owned Subsidiary viz. Mhaiskar Toll Road Private Limited (“MTRPL”) at a consideration of Rs 374.28 crores (Rupees Three Hundred and Seventy Four Crores and Twenty Eight Lakhs only) or on such terms and conditions as may be mutually decided upon by the Company and Mhaiskar Toll Road Private Limited. Your Company has obtained the requisite approval from the shareholders for its subsidiary company i.e. MEP Infrastructure Private Limited to act as the Step Down Subsidiary of your Company and it’s Intermediate Holding Company will be Mhaiskar Toll Road Private Limited.

STATUTORY DISCLOSURES

A statement containing salient features of the financial statement of the subsidiaries and associates in the prescribed Form AOC-1 is annexed to this Report. As per the provisions of Section 136(1) of the Companies Act, 2013, a copy of the audited financial statements of the said companies will be made available to any shareholder on request. A Cash Flow Statement for the year 2021-22 is attached to the Balance Sheet.

BUSINESS RESPONSIBILITY REPORT

Vide the SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2021 w.e.f. 5th May, 2021 the top 1000 listed entities as per Market capitalization is required to furnish the Business Responsibility Report as a part of its Board Report. Your Company being outside the ambit of top 1000 listed companies as per Market Capitalization for the financial year ended 31st March, 2022 is exempted from furnishing the said Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company primarily being an Infrastructure Company and not involved in any industrial or manufacturing activities, the Company has no particulars to report regarding conservation of energy and

technology absorption as required under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014. During the year under review, the Company did not have any foreign exchange earnings and foreign exchange outgo.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Your Company has an effective internal financial control and risk mitigation system, which are constantly assessed and strengthened with new/revised standard operating procedure. The Company's internal financial control system is commensurate with its size, scale and complexities of its operations.

SIGNIFICANT AND MATERIAL ORDER PASSED BY REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND OPERATIONS OF THE COMPANY

During the year under review, there were no significant or material orders passed by any Regulator, Court or Tribunal against the Company, which could impact its going concern status or operations.

CONFIRMATIONS

There has been no change in the nature of business of the Company during the Financial Year 2021-22.

There have been no instances of frauds reported by the auditors under Section 143(12) of the Companies Act, 2013 and the Rules framed thereunder, either to the Company or to the Central Government.

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the period from 31 March 2022 and the date of this Directors' Report.

There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year under review.

There was no instance of one time settlement of loan obtained from the Banks or Financial Institutions

CAUTIONARY STATEMENT

Statements in this Directors' Report and Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make difference to the Company's operations include changes in the government regulations, developments in the infrastructure segment, tax regimes and economic developments within India.

ACKNOWLEDGEMENT & APPRECIATION

Your Directors wish to place on record their sincere appreciation, for the contribution made by the employees at all levels for their hard work and support, your Company's achievements would not have been possible without their efforts. Your Directors also wish to thank all Shareholders, Clients, Government and Regulatory Authorities and Stock Exchanges, Joint Bidding Partners, Financial Authorities, Customers, Dealers, Agents, Suppliers, Consultants, Investors, Lenders and Bankers for their continued support and faith reposed in the Company. Your Directors also thank the Ministry of Corporate Affairs, advocates, solicitors and business associates for their continuous support.

The Board members also wish to place on record their appreciation for the dedication and contribution made by the employees at all levels and look forward for their support in future as well. The Board members are also deeply touched by the efforts, sincerity and loyalty displayed by the employees during the COVID-19 pandemic and without whom the growth of the Company is unattainable.

Further, the Board expresses its gratitude to you as Shareholders for the confidence reposed in the management of the Company.

**By and on behalf of the Board of Directors
For MEP Infrastructure Developers Limited**

**Jayant D. Mhaiskar
Chairman & Managing Director
DIN: 00716351**

Place: Mumbai
Date: September 8, 2022

ANNEXED TO THIS REPORT

1	ANNEXURE-A	ANNUAL REPORT ON CSR ACTIVITIES
2	ANNEXURE-B	SECRETARIAL AUDIT REPORTS IN FORM MR-3
3	ANNEXURE-C	STATEMENT OF PARTICULARS OF EMPLOYEES PURSUANT TO THE PROVISIONS OF RULE 5(1) AND 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014
4	ANNEXURE-D	A STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENT OF SUBSIDIARIES/ASSOCIATE COMPANIES/JOINT VENTURES IN PRESCRIBED FORM AOC-1
5	CORPORATE GOVERNANCE REPORT	

ANNEXURE A
ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES
(Pursuant to the Section 135 of the Companies Act, 2013 and
Companies (Corporate Social Responsibility Policy) Rules, 2014)

1. Brief outline on CSR policy of the Company:

The Company has framed a Corporate Social Responsibility (CSR) Policy in compliance with the provisions of the Companies Act, 2013 and the same is placed on the Company's website.

The primary purpose of the Company's CSR philosophy is to make a meaningful and measurable impact on the lives of economically, physically and socially challenged communities of the Country. The CSR Activities are pursued through various initiatives undertaken by the Company either directly or through MEP Foundation or through any other trust or entity as deemed suitable.

MEP Foundation, a subsidiary of the Company (Section 8 Company) formed under the Companies Act, 2013, is the Corporate Social Responsibility (CSR) arm of the Company. It implements the activities being carried out by the Company under CSR with sharper focus on creating sustainable livelihoods.

2. Composition of the CSR Committee:

Sr. No.	Name of Director	Designation	Nature of Directorship	Number of meetings of CSR Committee during the year	
				Held	Attended
1	Mrs. Anuya J. Mhaiskar	Chairman	Non-Executive Director	28/06/2021	Yes
2	Mr. Uttam Pawar	Member	Executive Director	28/06/2021	Yes
3	Mr. Deepak Chitnis	Member	Independent Director	28/06/2021	Yes

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

<https://www.mepinfra.com/about-us/CSR-philanthropy.aspx>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable.

N.A.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any :

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
NA			

6. Average net profit of the company as per section 135(5) : **Loss Rs. 8891.19 Lakhs**

(Rupees in Lakhs)

7. (a)	Two percent of average net profit of the company as per section 135(5)	NIL (Refer Note)
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NIL
(c)	Amount required to be set off for the financial year, if any	NIL
(d)	Total CSR obligation for the financial year (7a+7b-7c)	NIL (Refer Note)

Note: Since there is Loss, the amount is mentioned as NIL

8 a) CSR amount spent or unspent for the financial year

Total Amount Spent for the Financial Year (in Rs. Lakhs)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
30.71	NIL				

b) Details of CSR amount spent against ongoing projects for the financial year : **NIL**

c) Details of CSR amount spent against other than ongoing projects for the financial year

(1) Sl. No.	(2) Name of the Project	(3) Item from the List of activities in Schedule VII of the Act	(4) Local area (Yes/No)	(5) Location of the project District/State	(6) Amount spent for the Project (in Rs. Lakhs)	(7) Mode of Implementation - Direct (Yes/No)	(8) Mode of Implementation - Through Implementing Agency	
							Name	CSR Registration number
1	Payment to Jay Satya Charitable trust for cultural activities	For Promoting Art and culture	Yes	Mumbai / Maharashtra	6	No	MEP Foundation	CSR00009374
2	Payment to Yuvak Pratisthan	For promoting preventive health care	Yes	Mumbai / Maharashtra	10	No	MEP Foundation	CSR00009374
3	Payment to The Baby Care foundation	For promoting preventive health care	Yes	Mumbai / Maharashtra	0.25	No	MEP Foundation	CSR00009374
4	Payment to Goshala Dighal	For animal welfare	Yes	Haryana	10	No	MEP Foundation	CSR00009374
5.	Payment to Ravindra Joshi Medical Foundation	For promoting preventive health care	Yes	Mumbai / Maharashtra	3	No	MEP Foundation	CSR00009374
6.	Expenditure over Administrative Overheads*		Yes	Thane/ Maharashtra	1.46	No	MEP Foundation	CSR00009374

* Restricted to 5% of total CSR Expenditure as per Rule 4(6) of the Companies (Corporate Social Responsibility Policy) Rules, 2014.

d) Amount spent in Administrative Overheads : Rs. 1,46,250/-

e) Amount spent on Impact Assessment, if applicable: N.A.

f) Total amount spent for the Financial Year (8b+8c+8d+8e) = Rs. 30,71,250/-

g) Excess amount for set off, if any: **NIL**

Sr. No.	Particulars	Amount (in Rs. Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	NIL (Refer Note)
(ii)	Total amount spent for the Financial Year	30.71
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL (Refer Note)

Note: Since there is Loss the amount is mentioned as NIL

9. (a) Details of Unspent CSR amount for the preceding three financial years : **Not Applicable**

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of Transfer	
-	-	-	-	-	-	-	

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **Not Applicable**

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year : **None**

- Date of creation or acquisition of the capital asset(s) :
- Amount of CSR spent for creation or acquisition of capital asset :
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.:
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): **Not Applicable**

For and on behalf of the Board of Directors of
MEP INFRASTRUCTURE DEVELOPERS LIMITED

JAYANT D. MHAISKAR
CHAIRMAN & MANAGING DIRECTOR
DIN: 00716351

ANUYA J. MHAISKAR
CHAIRPERSON, CSR COMMITTEE
DIN: 00707650

Place: Mumbai
Date: September 8, 2022

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
MEP INFRASTRUCTURE DEVELOPERS LIMITED
CIN: L45200MH2002PLC136779
2102, Floor- 21A, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar
(E), Mumbai – 400014.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by MEP Infrastructure Developers Limited (hereinafter called the “Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31 2022 and made available to us, according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
3. The Depositories Act, 2018, and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; There were no events occurred during the period which attracts provisions of these guidelines, hence not applicable.
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021: There were no events occurred during the period which attracts provisions of these guidelines, hence not applicable.

- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008: There were no events occurred during the period which attracts provisions of these regulations, hence not applicable.
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993: There were no events occurred during the period which attracts provisions of these regulations, hence not applicable.
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021: There were no events occurred during the period which attracts provisions of these regulations, hence not applicable; and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: There were no events occurred during the period which attracts provisions of these regulations, hence not applicable.
6. Other laws as applicable specifically to the Company; As per information provided to us & the representations made by the Company and its officers, for the systems and mechanism formed by the Company for the compliances under other applicable Acts, Laws & Regulations to the Company, there are no laws which specifically apply to the Company except for Indian Tolls Act, 1851.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India; and
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosures requirements) Regulations, 2015.

During the period under review the Company has generally complied with the provisions of the above-mentioned Acts, Rules, Regulations and Guidelines, Standards.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the applicable provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decision in the board meetings were carried through by majority while there were no dissenting members' views and hence not captured and recorded as part of the minutes.

We further report that:

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We report further that during the audit period:

- The Company has shifted its Registered Office from B1 406, Boomrang, Chandivali Farm Road, Nr Chandivali Studio, Andheri (E), Mumbai - 400072 to 2102, Floor- 21A, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar (E), Mumbai – 400014 with effect from 9th February 2022. Consequent to the shifting of the Registered Office, the Company has decided to keep and maintain the Books of Accounts at B1 406, Boomrang, Chandivali Farm Road, Nr Chandivali Studio, Andheri (E), Mumbai – 400072, a place other than the Registered Office.
- MEP Infra Private Limited is material subsidiary and now it is also a wholly owned subsidiary of the Company.
- Authorised Share Capital of the Company was increased from Rs. 225,00,00,000/- (Rupees Two Hundred Twenty-Five Crores Only) divided into 22,50,00,000 (Twenty-Two Crores and Fifty Lakhs) Equity shares of Rs. 10/- (Rupees Ten Only) each to Rs. 525,00,00,000/- (Rupees Five Hundred and Twenty-Five Crores Only) divided into 52,50,00,000 (Fifty-Two Crores and Fifty Lakhs) Equity shares of Rs. 10/- (Rupees Ten Only) each, by creation of additional Rs. 300,00,00,000/- (Rupees Three Hundred Crores only) divided into 30,00,00,000 (Thirty Crores) Equity Shares of Rs.10/- (Rupees Ten only) each.

There were no other specific events / actions in in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc having a major bearing on the Company's affairs.

For **KANJ & CO. LLP**
COMPANY SECRETARIES

DINESH JOSHI
DESIGNATED PARTNER
M. NO.: F3752
CP. NO.: 2246
UDIN: F003752D000414723

Date: 28th May, 2022

Place: Pune

To,
The Members,
MEP INFRASTRUCTURE DEVELOPERS LIMITED
CIN: L45200MH2002PLC136779
2102, Floor- 21A, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar
(E), Mumbai – 400014.

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

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

For **KANJ & CO. LLP**
COMPANY SECRETARIES

DINESH JOSHI
DESIGNATED PARTNER
N. NO.: F3752
CP. NO.: 2246
UDIN: F003752D000414723

Date: 28th May, 2022

Place: Pune

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March, 2022.

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
MEP INFRASTRUCTURE PRIVATE LIMITED,
U45203MH2010PLC199329
B1 406, boomerang, Chandivali Farm Road,
Near Chandivali Studio, Andheri,
Mumbai 400 072.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MEP INFRASTRUCTURE PRIVATE LIMITED**, (hereinafter called as 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2021 and made available to us, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable:-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

For the clauses (ii) to (v) above, there were no events which occurred during the said period which would attract the provisions of these Acts, Regulations & guidelines, hence not applicable,

(vi) Other laws as applicable specifically to the Company. As per information provided to us and the representations made by the Company and its officers, for the systems and mechanism formed by the Company for the compliances under other applicable Acts, Laws and Regulations to the Company, there are no laws which specifically apply to the Company except for Indian Tolls Act, 1851.

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

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

(ii) The Company is a Private Limited Company by its articles of association and wholly owned subsidiary of a Public Limited Company as on date of report and its shares are not listed on any stock exchange hence the provisions of the Listing Agreement/ Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 shall not be applicable.

During the period under review, the Company has generally complied with the provisions of the Acts & Standards as mentioned above except with regard to appointment of the key managerial personnel as required under section 203 of the Companies Act, 2013.

We further report that the Board of Directors of the Company is duly constituted with proper balance of executive directors, non-executive directors and independent directors as on March 31, 2022. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings including Committees thereof, along with agenda and detailed notes on agenda at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions in the Board meetings were carried through by majority while there were no dissenting member's views and hence not captured and recorded as part of the Minutes.

We further report that:

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We report further that during the audit period:

The Company is now a wholly owned subsidiary of MEP Infrastructure Developers Limited

There are no specific events/actions in pursuance of the above referred laws, rules, regulations guidelines standards, etc, having a major bearing on the Company's Affairs.

Place: Pune
Date: 8th June, 2022

Dinesh Joshi
Designated Partner,
KANJ & CO. LLP,
Company Secretaries,
FCS No. 3752 C P No: 2246
UDIN: F003752D000473683

To,

**The Members,
MEP INFRASTRUCTURE PRIVATE LIMITED.,
U45203MH2010PLC199329
B1 406, boomerang, Chandivali Farm Road,
Near Chandivali Studio, Andheri,
Mumbai 400 072.**

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

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

**Place: Pune
Date: 8th June 2022**

**Dinesh Joshi
Designated Partner,
KANJ & CO. LLP,
Company Secretaries,
FCS No. 3752 C P No.: 2246
UDIN: F003752D000473683**

ANNEXURE C

Information relating to remuneration of Directors/Key Managerial Personnel as required under Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Remuneration of each Director and Key Managerial Personnel (KMP) along with particulars of increase in remuneration during the financial year, ratio of remuneration of Directors to the median remuneration of employees:

Name of Director/ Key Managerial Personnel	Remuneration (Rs. in Lakhs)	% Increase in Remuneration	Ratio of Director's Remuneration to Median Remuneration ⁶
NON-EXECUTIVE DIRECTOR			
Mrs. Anuya J. Mhaskar	Nil	N.A.	-
Mr. Deepak Chitnis ³	2.60	N.A.	-
Mr. Khimji Pandav ³	2.20	N.A.	-
Mrs. Sandhya Borase	3.40	N.A.	-
Mr. Prakash Naringrekar ⁴	2.00	N.A.	-
Ms. Savli Mangle ⁴	1.80	N.A.	-
EXECUTIVE DIRECTOR			
Mr. Jayant D. Mhaskar ⁵	65.00	N.A.	-
Mr. Uttam S. Pawar ⁵	82.27	N.A.	-
KEY MANAGERIAL PERSONNEL			
Mr. Subodh Garud	73.63	N.A.	-
Mr. Naresh Sasanwar	62.65	N.A.	-
Ms. Kanika Sehgal	9.55	N.A.	-
Ms. Ruchita Shah	3.62	N.A.	-

Notes:

1. Non-Executive Directors remuneration represents only sitting fees.
2. The median remuneration has been worked out on the basis of CTC of the employees who were on the payroll for the entire financial year.
3. Mr. Deepak Chitnis and Mr. Khimji Pandav were appointed as Non- Executive Independent Director, completed two consecutive terms, have ceased to hold office as Independent Director of the company w.e.f. 9th September, 2021
4. Mr. Prakash Naringrekar and Ms. Savli Mangle were appointed as Non- Executive Independent Director on the Board of the Company with effect from 9th September, 2021.
5. Mr. Jayant D. Mhaskar and Mr. Uttam Pawar, have waived their remuneration provided / paid during the year 2021-22.
6. Percentage increase in remuneration is not comparable as the remuneration to the KMP was paid for part of the year.

The Requirement and Disclosure are given below:

REQUIREMENT	DISCLOSURE
The percentage increase in the median remuneration of employees in the financial year.	: The percentage increase in the median remuneration of employees in the financial year is not comparable owing to the inter-company transfers of considerable number of employees for operational activities.
The number of permanent employees on the rolls of the Company.	: 186 employees as at 31 st March, 2022.
Average percentile increase already made in the salaries of employees other than the Managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	: No increment was given during the period.
Affirmation that the remuneration is as per the remuneration policy of the Company.	: It is affirmed that the remuneration paid is as per the Remuneration Policy applicable for Directors, Key Managerial Personnel and other employees, adopted by the Company.

ANNEXURE - D

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of Subsidiaries/Associate Companies/Joint Ventures

Part "A": Subsidiaries

Sr. No.	Name of the Subsidiaries	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiary	Share Capital	Reserves & surplus	Total Assets	Total Liabilities	Investments	TurnOver (Revenue from Operations + Other Income)	Profit / (Loss) before taxation	Provision for taxation	Profit / (Loss) after taxation	Proposed Dividend	(Rs. in Lakhs)
														% of share-holding
1	MEP Infrastructure Private Limited	-	-	37,428.00	1,527.33	2,33,817.04	1,94,861.71	-	62,820.81	15,945.34	4,532.99	11,412.35	-	100%
2	Raima Ventures Private Limited	-	-	1,150.00	(114.89)	1,065.47	30.35	-	-	(2.92)	(4.43)	1.51	-	100%
3	Rideema Toll Private Limited	-	-	2,500.00	(3,947.52)	7,482.01	8,929.53	4,699.01	0.26	(250.68)	(18.60)	(232.08)	-	100%
4	Bhalaji Toll Road Private Limited (Formerly Known as Baramati Tollways Private Limited)	-	-	4,474.50	(38.96)	15,411.28	10,975.74	-	1,340.80	(13.75)	21.25	(35.01)	-	100%
5	Rideema Toll Bridge Private Limited	-	-	-	-	-	-	-	-	(5.92)	-	(5.92)	-	100%
6	MEP Nagzari Toll Road Private Limited	-	-	64.00	(599.28)	385.95	921.22	0.50	0.07	(0.72)	-	(0.72)	-	100%
7	MEP IRDP Solapur Toll Road Private Limited	-	-	82.00	(135.32)	467.93	521.25	0.02	0.01	(1.13)	1.84	(2.97)	-	100%
8	Raima Toll Road Private Limited	-	-	1,846.50	(378.35)	1,488.27	20.12	-	3.18	(149.03)	0.005	(149.02)	-	100%
9	MEP Hyderabad Bangalore Toll Road Private Limited	-	-	3,507.50	(6,430.73)	6,077.04	9,000.27	-	4.77	(709.90)	-	(709.90)	-	100%
10	MEP Chennai Bypass Toll Road Private Limited	-	-	516.00	(10,993.53)	935.77	11,413.31	-	62.91	6.87	-	6.87	-	100%
11	MEP Highway Solutions Private Limited	-	-	918.50	202.89	19,784.17	18,662.78	-	60.39	(85.76)	246.07	(331.84)	-	100%
12	MEP RGSL Toll Bridge Private Limited	-	-	4,388.00	(9,543.13)	28,991.29	34,146.42	48.57	15,277.93	(5,967.29)	327.50	(6,294.80)	-	100%
13	Raima Toll & Infrastructure Private Limited	-	-	700.00	1,058.38	10,553.15	8,794.77	5.00	-	(8.41)	1.45	(9.86)	-	100%
14	MEP Tormato Private Limited	-	-	1,300.00	(4,667.71)	1,614.43	4,982.14	-	25.82	(213.17)	(8.74)	(204.43)	-	100%
15	MEP Roads & Bridges Private Limited	-	-	1.00	189.22	190.48	0.26	8.53	0.70	0.53	-	0.53	-	100%
16	Mhaiskar Toll Road Private Limited	-	-	1.00	(3.09)	0.25	2.35	-	-	(0.29)	-	(0.29)	-	100%
17	MEP Infra Constructions Private Limited	-	-	1.00	(3.64)	0.10	2.74	-	-	(0.42)	-	(0.42)	-	100%
18	MEP Toll & Infrastructure Private Limited	-	-	1.00	(1.47)	21.53	22.00	-	2.28	1.32	-	1.32	-	100%
19	MEP Infraprojects Private Limited	-	-	1.00	39.80	3,633.33	3,592.53	8.25	3.69	(127.51)	-	(127.51)	-	100%
20	MEP Foundation	-	-	1.00	(0.92)	0.30	0.22	-	63.89	4.34	-	4.34	-	99.9%
21	MEP Longjan ACR Private Limited	-	-	1.00	(473.21)	25.29	497.50	-	0.63	(168.30)	-	(168.30)	-	51%
22	MEP Longjan CLR Private Limited	-	-	1.00	(640.81)	24.93	664.74	-	6.72	(290.57)	-	(290.57)	-	51%
23	MEP Longjan Loha Waranga Road Private Limited	-	-	1.00	(715.20)	46.00	760.20	-	7.18	(303.91)	-	(303.91)	-	51%
24	MEP Longjan VTR Private Limited	-	-	4,490.80	(1,075.06)	5,471.44	2,055.70	-	156.50	(233.69)	-	(233.69)	-	51%
25	MEPIDL Enterprises LLC*	-	AED 18.8699	26.47	(4.16)	22.31	-	-	-	-	-	-	-	49%

*Subsidiary by control of composition of Board

Report on Corporate Governance

Your Directors' present the Company's report on Corporate Governance for the year ended 31st March, 2022, in terms of Regulation 34(3) read with Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ('SEBI (LODR) Regulations, 2015').

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is a combination of voluntary practices and compliance with laws and regulations leading to effective control and management of the Organization. Good Corporate Governance leads to long-term shareholder value and enhances interests of all stakeholders.

Your Company's philosophy on Corporate Governance is guided by strong emphasis on transparency, accountability, responsibility, fairness, integrity, consistent value systems and delegation across all facets of its operations leading to sharply focused and operationally efficient growth.

The Board of Directors fully support and endorse Corporate Governance practices as enunciated in the SEBI (LODR) Regulations, 2015 as applicable from time to time.

The Company is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as applicable, with regard to corporate governance.

2. BOARD OF DIRECTORS

Composition, meetings and attendance during the year:

The Company has an optimum combination of Executive, Non-Executive and Independent Directors. The composition of your Company's Board which comprises of 6 (Six) Directors is in conformity with the Companies Act, 2013 read with Regulation 17 of the SEBI (LODR) Regulations, 2015.

During the financial year under review, 8 (Eight) Board Meetings were held on 30th June, 2021, 9th July, 2021, 14th August, 2021, 3rd September, 2021, 9th September, 2021, 12th November, 2021, 30th November, 2021 and 14th February, 2022. Directors' attendance record for the said meetings and other details are as given below:

Name and Designation of Director	DIN	Category	No. of Board Meetings Attended	No. of Directorships held in other Companies ⁴	No. of Board Committees of other Listed Companies in which Director is Chairman(C)/ Member (M)		Attend ance at last AGM	Name of the Listed entity & Category of Directorship in that entity
					C	M ⁵		
Mr. Jayant D. Mhaiskar Chairman & Managing Director	00716351	Promoter & ED	8	5	-	-	Yes	-
Mrs. Anuya J. Mhaiskar Director	00707650	NED	8	11	-	-	Yes	-
Mr. Deepak Chitnis ⁶ Independent Director	01077724	NED (I)	4	2	-	-	NA	-
Mr. Khimji Pandav ⁷ Independent Director	01070944	NED (I)	4	3	1	1	NA	A K Capital Services Limited NED(I)
Mr. Uttam Pawar Director	03381300	ED	8	10	-	-	Yes	-
Mrs. Sandhya Borase Independent Director	08874647	NED (I)	8	3	-	-	Yes	-
Ms. Savli Mangale ⁸ Independent Director	07414487	NED (I)	4	3	-	2	Yes	Iris Clothings Limited NED(I)
Mr. Prakash Naringrekar ⁹ Independent Director	05253458	NED (I)	4	4	-	-	Yes	-

Notes:

1. ED - Executive Director/NED (I) - Non-Executive Director (Independent)/NED - Non-Executive Director.
2. Chairmanship/Membership of Committee only includes Audit Committee and Stakeholders' Relationship Committee in Listed Companies other than MEP Infrastructure Developers Limited.
3. Mr. Jayant Dattatray Mhaiskar and Mrs. Anuya Jayant Mhaiskar are related to each other. No other Directors are related inter se.
4. Includes Directorship in Private Limited Companies and Companies formed under Section 8 of the Companies Act, 2013.
5. Member includes Chairperson.
6. Mr. Deepak Chitnis, Non-Executive Independent Director has completed two consecutive terms, have ceased to hold office as Independent Director of the company w.e.f. 9th September, 2021
7. Mr. Khimji Pandav, Non-Executive Independent Director has completed two consecutive terms, have ceased to hold office as Independent Director of the company w.e.f. 9th September, 2021
8. Ms. Savli Mangle was appointed as Non-Executive Independent Director on the Board of the Company with effect from 9th September, 2021.
9. Mr. Prakash Naringrekar was appointed as Non-Executive Independent Director on the Board of the Company with effect from 9th September, 2021.

Shareholding of Non-Executive Director(s)

Name of Director	No. of Shares held	% of total share capital
Mrs. Anuya J. Mhaiskar	17600997	9.59

Further, on an on-going basis, as a part of agenda of Board/Committee Meetings, presentations are regularly made to the Board including the Independent Directors on various matters inter-alia covering the Company's and its Subsidiaries/Associates businesses and operations, industry and regulatory updates, strategy, finance, risk management framework, roles, rights, responsibilities of Independent Directors under various statutes and other relevant matters. In the opinion of the Board, the Independent Directors on the Board of the Company fulfill the conditions specified in the SEBI (LODR) Regulations, 2015 and are independent of the management.

The web-link of the familiarization programme for the Independent Directors, is available on the Company's website on <https://www.mepinfra.com/pdf/corporate-governance/policies/MEP%20-%20Familiarization%20Program%20of%20Independent%20Directors9.pdf>

Independent Directors are Non-Executive Directors as defined under Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015 read with Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of the SEBI (LODR) Regulations, 2015, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015 and that they are independent of the management.

Core Skills/ Expertise/Competencies of the Board of Directors

The Board of Directors have identified the following required list of core skills/expertise/competencies for the effective functioning of the Company and the names of the Directors who have such skills/expertise/competencies are as given below:

	Jayant D. Mhaiskar	Anuya J. Mhaiskar	Uttam S. Pawar	Prakash D. Naringrekar	Savli P. Mangle	Sandhya M. Borase
Business Knowledge	√	√	√	√	√	√
Strategy and Planning	√	-	√	√	√	-
Governance	√	√	-	√	√	√
Financial and Management skills	√	-	√	√	√	√
Development Skills	√	√	√	√	-	√

Detailed reasons for the resignation of an independent director who resigns before the expiry of his/her tenure along with a confirmation by such director that there are no other material reasons other than those provided.-There was no such instance occurred in the Company during the Financial Year under review.

Compliance with the Code of Conduct

The Company has adopted the "Code of Conduct for Business Ethics" (Code). This Code will be adhered to by the Senior Management of the Company and its Subsidiaries including Directors, Members of Management one level below the Directors and all the functional heads. The Code is available on the website of the Company (web link: <https://www.mepinfra.com/pdf/corporate->

A declaration signed by the Chairman & Managing Director that the Board of Directors and Senior Management Personnel have affirmed compliance with the Code during the financial year 2021-22 is placed at the end of this report.

Insider Trading Code

As per the SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted the Code of Conduct for Prevention of Insider Trading amended from time to time. All the Directors, employees and third parties such as auditors, consultants etc. who could have access to the unpublished price sensitive information of the Company are governed by this Code. The trading window is closed during the time of declaration of results and occurrence of any material events as per the Code. The Company Secretary is the Compliance Officer for monitoring adherence to the SEBI (Prohibition of Insider Trading) Regulations, 2015.

3. AUDIT COMMITTEE

Composition, meetings and attendance during the year:

During the financial year under review, 4(Four) Meetings of the Audit Committee were held on 30th June, 2021, 14th August, 2021, 12th November, 2021 and 14th February, 2022.

The details of composition of the Committee and their attendance at the meetings are given below:

Name of Director	Nature of Directorship	Designation	No. of meetings attended
Mr. Khimji Pandav *	Independent Director	Chairman*	2
Mr. Deepak Chitnis*	Independent Director	Member	2
Mr. Jayant D. Mhaiskar	Managing Director	Member	4
Ms. Sandhya Borse	Independent Director	Chairperson	2
Mr. Prakash Naringrekar	Independent Director	Member	2

*During the year under review, the Audit Committee was re-constituted at the Board Meeting held on 9th September, 2021 as Mr. Khimji Pandav and Mr. Deepak Chitnis, Chairman and Member of the Committee respectively has ceased to hold office with effect from 9th September, 2021.

The Company Secretary acts as a Secretary to the Nomination and Remuneration Committee. Minutes of the Nomination and Remuneration Committee are placed and discussed in the next meeting of the Board.

The meetings of the Audit Committee were also attended by Chief Financial Officer, Statutory and Internal Auditors as special invitees. The Company Secretary acts as a Secretary to the Audit Committee. Minutes of the Audit Committee are placed and discussed in the next meeting of the Board. Members of the Audit Committee have requisite expertise in the field of Finance and Management. All the members of Audit Committee are financial literate.

Terms of reference:

The scope and function of the Audit Committee is in accordance with Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II to the SEBI (LODR) Regulations, 2015 and its terms of reference include besides other terms as may be referred by the Board of Directors, from time to time. The Audit Committee has also powers inter alia to investigate any activity within its terms of reference and to seek information from any employee of the Company and also empowered to seek legal and professional advice.

4. NOMINATION AND REMUNERATION COMMITTEE

Composition, meetings and attendance during the year:

During the financial year under review, 3 (Three) Meetings of the Nomination and Remuneration Committee were held on 28th June, 2021, 8th September, 2021, and 30th November, 2021.

The details of composition of the Committee and their attendance at the meetings are given below:

Name of Director	Nature of Directorship	Designation	No. of meetings attended
Mr. Deepak Chitnis*	Independent Director	Chairman	2
Mr. Khimji Pandav*	Independent Director	Member	2
Mrs. Anuya J. Mhaiskar	Non-Executive Director	Member	3
Ms. Savli Mangle	Independent Director	Chairperson	1
Mr. Prakash Naringrekar	Independent Director	Member	1

*During the financial year under review, the Nomination and Remuneration Committee was re-constituted at the Board Meeting held on 9th September, 2021 as Mr. Deepak Chitnis and Mr. Khimji Pandav, Chairman and Member of the Committee respectively has ceased to hold office with effect from 9th September, 2021.

The Company Secretary acts as a Secretary to the Nomination and Remuneration Committee. Minutes of the Nomination and Remuneration Committee are placed and discussed in the next meeting of the Board.

Terms of reference:

The terms of reference of this Committee, inter alia covers all the matters specified under the scope and function of the Nomination and Remuneration Committee and is in accordance with Section 178 of the Companies Act, 2013 and Regulation 19 read with Para A of Part D of Schedule II to the SEBI (LODR) Regulations, 2015 and which is as follows:

- Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees;
- Formulation of criteria for evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- Identify persons who qualify to become Directors or who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every Director's performance. Our company shall disclose the remuneration policy and the evaluation criteria in its Annual Report;
- Analysing, monitoring and reviewing various human resource and compensation matters;
- Determining our Company's policy on specific remuneration packages for Executive Directors including pension rights and any compensation payment and determining remuneration packages of such Directors;
- Determine compensation levels payable to the senior management personnel and other staff (as deemed necessary), which shall be market-related, usually consisting of a fixed and variable component;
- Reviewing and approving compensation strategy from time to time in the context of the then current Indian market in accordance with applicable laws;
- Framing suitable policies and systems to ensure that there is no violation, by an employee of any applicable laws in India or overseas, including:
 - (i) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; or
 - (ii) The Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices relating to the Securities Market) Regulations, 2003; and
- Recommend to the board, all remuneration, in whatever form, payable to the senior management.
- Perform such other activities as may be delegated by the Board of Directors and/or are statutorily prescribed under any law to be attended to by such Committee.

Performance evaluation criteria for Independent Directors.

At the meeting of the Nomination and Remuneration Committee held on 30th April, 2015, the Committee has fixed the following criteria for evaluation of performance of Independent Directors:

- (i) Role & Accountability
- (ii) Objectivity
- (iii) Leadership & Initiative
- (iv) Personal Attributes

The Non-Executive Independent Directors fulfil the conditions of Independence specified in Section 149 of the Companies Act, 2013. A format letter of appointment to Independent Director as provided in the Companies Act, 2013 has been issued and disclosed on the website of the Company viz. https://www.mepinfra.com/pdf/corporate-governance/policies/Appointment%20Letter%20for%20Independent%20Director_MEPIDL_30.06.2021.pdf

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and other Committees. The same is found to be satisfactory.

At a separate meeting of Independent Directors, performance of Non-Independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into

account the views of Directors. The same was discussed at the Board Meeting that followed the meeting of the Independent Directors.

5. STAKEHOLDERS' RELATIONSHIP COMMITTEE

Composition, meetings and attendance during the year:

During the financial year under review, 4 (Four) Meetings of the Stakeholders' Relationship Committee were held on 14th April, 2021, 27th July, 2021, 16th October, 2021 and 13th January, 2022.

The details of composition of the Committee and their attendance at the meetings are given below:

Name of Director	Nature of Directorship	Designation	No. of meetings attended
Mrs. Anuya J. Mhaiskar	Non-Executive Director	Chairperson	4
Mr. Jayant D. Mhaiskar	Managing Director	Member	4
Mr. Deepak Chitnis*	Independent Director	Member	1
Ms. Savli Mangle	Independent Director	Member	1

*During the financial year under review, the Stakeholders Relationship Committee was re-constituted at the Board Meeting held on 9th September, 2021 as Mr. Deepak Chitnis, Member of the Committee respectively has ceased to hold office with effect from 9th September, 2021.

Ms. Ruchita Shah, Company Secretary of the Company is the Compliance Officer appointed with effect from 1st December, 2021.

Particulars	2021-22	2020-21
Number of shareholders' complaints received during the financial year	NIL	NIL
Number of complaints not solved to the satisfaction of shareholders	NIL	NIL
Number of pending Complaints	NIL	NIL

Terms of reference:

The scope and function of the Stakeholders' Relationship Committee is in accordance with Section 178 of the Companies Act, 2013 and Regulation 20 read with Para B of Part D of Schedule II to the SEBI (LODR) Regulations, 2015. This Committee is responsible for the redressal of shareholder grievances. The terms of reference of the Stakeholders' Relationship Committee of our Company include the following:

- Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
- Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

6. RISK MANAGEMENT COMMITTEE

Composition, meetings and attendance during the year:

During the financial year under review, 2 (Two) Meeting of the Risk Management Committee was held on 30th June, 2021 and 11th November, 2021.

The details of composition of the Committee and their attendance at the meetings are given below:

Name of Director	Nature of Directorship/ Position held	Designation	No. of meetings attended
Mr. Jayant D. Mhaiskar	Managing Director	Chairperson	2
Mr. Uttam Pawar	Director	Member	2
Mrs. Sandhya Borase	Independent Director	Member	2
Mr. M. Sankaranarayanan	Head-Finance & Strategy	Member	2
Mr. Dinesh Padalkar	Vice President-Audit	Member	2

Note:

Mrs. Anuya J. Mhaiskar ceased to be a Member of the Committee w.e.f. 30th June, 2021.

Terms of reference:

The scope and function of the Risk Management Committee is in accordance with Regulation 21 read with Para C of Part D of Schedule II to the SEBI (LODR) Regulations, 2015. The terms of reference of the Risk Management Committee of our Company include the following:

- Formulate and recommend to the Board, a risk management policy which shall indicate the activities to be undertaken by our Company for risk management under various statutory enactments;
- To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
- To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
- To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.
- Power to seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary.
- Any other matter as the Risk Management Committee may deem appropriate after approval of the Board of Directors or as may be directed by the Board of Directors from time to time.

7. REMUNERATION OF DIRECTORS

Policy for Remuneration to Directors/Key Managerial Personnel

- i. Remuneration to Managing Director/Whole-time Directors:
 - (a) The Remuneration/Commission etc. to be paid to Managing Director/Whole-time Director, etc. shall be governed as per the provisions of the Companies Act, 2013 and rules made thereunder or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
 - (b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to the remuneration to Managing Director/Whole-time Director.
- ii. Remuneration to Non-Executive/Independent Directors:
 - (a) The Non-Executive/Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of the Companies Act, 2013.
 - (b) All remuneration of the Non-Executive/Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197(5) of the Companies Act, 2013) shall be subject to ceiling/limits as provided under the Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or Shareholders, as the case may be.
 - (c) An Independent Director shall not be eligible to get Stock Options and shall also not be eligible to participate in any share based payment schemes of the Company.
 - (d) Any remuneration paid to Non-Executive/ Independent Directors for services rendered which are of professional nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - The services are rendered by such Director in his capacity as the professional; and
 - In the opinion of the Committee, the Director possesses the requisite qualification for the practice of that profession.
- iii. Remuneration to Key Managerial Personnel:
 - (a) The remuneration to Key Managerial Personnel shall consist of fixed pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
 - (b) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time in accordance with the Company's Policy.

Remuneration paid to Non-Executive Directors and Executive Directors

During the financial year under review, the Non-Executive Independent Directors were paid sitting fees at the rate of Rs. 35,000/- and Rs. 20,000/- for attending Board Meeting and Committee Meetings each time, respectively.

The total remuneration paid to the Independent Directors for the financial year ended 31st March, 2022 is as below:

Name	Rs. in Lakhs
Mr. Deepak Chitnis ¹	2.60
Mr. Khimji Pandav ¹	2.20

Mrs. Sandhya Borase	3.40
Ms. Savli Mangle ²	1.80
Mr. Prakash Naringrekar ²	2.00
Total	11.80

1. Mr. Deepak Chitnis and Mr. Khimji Pandav, Non-Executive Independent Directors have completed two consecutive terms, ceased to hold office as Independent Director of the company w.e.f. 9th September, 2021
2. Ms. Savli Mangle and Mr. Prakash Naringrekar was appointed as Non-Executive Independent Director on the Board of the Company with effect from 9th September, 2021.

No sitting fees is payable to Non-Executive Non-Independent Directors as they have waived their entitlement for the same.

The remuneration of Executive Directors for the financial year 2021-22 is as per the table below:

Name of Director	Rs. in Lakhs				
	Salary, benefits, bonus	Stock Option	Pension	Total	Contract period
Mr. Jayant D. Mhaiskar ¹	60.00	-	-	60.00	01.07.2019-30.06.2024
Mr. Uttam Pawar ¹	22.98	-	-	22.98	13.12.2020-12.12.2025

1. Mr. Jayant D. Mhaiskar and Mr. Uttam Pawar, have waived their remuneration provided / paid during the year 2021-22.

8. GENERAL BODY MEETINGS

I DETAILS OF THE ANNUAL GENERAL MEETINGS HELD DURING THE PRECEDING 3 (THREE) YEARS AND SPECIAL RESOLUTIONS PASSED THEREAT ARE GIVEN BELOW:

Financial Year	Venue	Date and Time	Details of Special Resolution Passed
2020-21	Through Video Conference	30/09/2021 at 11.30 A.M.	N.A.
2019-20	Through Video Conference	22/10/2020 at 11.30 A.M.	N.A.
2018-19	Megarugas, Plot No. 9/10, Saki Vihar Road, Opp. Chandivali Studio, Near Raheja Vihar Complex, Powai, Mumbai - 400 072	06/09/2019 at 11.30 A.m.	(i) Re-appointment of Mr. Jayant D. Mhaiskar (DIN: 00716351) as the Managing Director of the Company.

II. DETAILS OF POSTAL BALLOT AND SPECIAL RESOLUTIONS PASSED THROUGH POSTAL BALLOT ARE GIVEN BELOW:

During the year 2021-22, the Company has successfully obtained the approval of members by way of postal ballot vide Special Resolution in respect of following items of business:

Sr. No.	Particulars of Resolutions	Passed on
1	Increase in the Authorised Share Capital of the Company	9 th August, 2021
2	Alteration of the Capital Clause In the Memorandum Of Association of the Company	9 th August, 2021
3	Regularisation of Mr. Uttam S. Pawar (DIN: 03381300) as a Director of the Company	9 th August, 2021

The postal ballot exercise was conducted by Compliance Officer of the Company.

Further, during FY 2022-23, the Company has also obtained approval of members through postal ballot on by means of Special Resolution on following items of business:

Sr. No.	Particulars of Resolutions	Passed on
1	Approval for sale of investment of equity shares in MEP Infrastructure Private Limited, a Wholly Owned Subsidiary by way of special resolution under section 180(1)(a) of the companies act, 2013 to another Wholly Owned Subsidiary of the Company.	22 nd May, 2022
2	Approval of disposal of 100% shareholding in MEP Infrastructure Private Limited, a material and wholly owned subsidiary of the company by way of special resolution under regulation 24(5) of the Securities and Exchange	22 nd May, 2022

	Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 to another Wholly Owned Subsidiary of the Company	
3	Issue of upto 90,00,000 Share Warrants each Convertible into, or exchangeable for, One Equity Share of the Company within the period of 18 (Eighteen Months) in accordance with the Applicable Law ("Warrants") to certain Identified Promoter / Promoter Group	22 nd May,2022
4	To Offer, Issue and Allot Equity Shares of the Company on Preferential Basis to Non-Promotor/Entities	22 nd May,2022

The postal ballot exercise was conducted by Compliance Officer of the Company.

Further, no special resolution is proposed yet to be passed through postal ballot during FY 2022-23.

Procedure for postal ballot : Procedure for postal ballot was as per the applicable provisions of the laws.

9. MEANS OF COMMUNICATION

The Company recognizes the importance of two-way communication with shareholders and of giving a proper reporting of results and progress and responds to questions/issues raised in a timely and consistent manner. Shareholders seeking information may contact the Company directly throughout the year. They also have an opportunity to ask questions in person at the Annual General Meeting.

(i) Financial result:

The quarterly, half-yearly and annual results are regularly submitted to the Stock Exchanges in accordance with the SEBI (LODR) Regulations, 2015. These are also posted by the Company on its website and published in the Newspapers.

(ii) Newspaper Publication:

The Financial Results are generally published in one English daily newspaper viz. Financial Express and in one Marathi (Regional Language) newspaper viz. Loksatta, within 48 hours of approval thereof.

(iii) Website:

Comprehensive information about the Company, and its business operations and investors' information can be viewed at the Company's website viz. www.mepinfra.com. Official news releases are also displayed on the website of the Company.

(iv) Presentations made to institutional investors or to the analysts:

Presentations on performance and growth of the Company are being made to institutional investors and/or to the analysts and the same are also displayed on the website of the Company.

(v) Annual Report:

Annual Report containing, inter alia, Audited Financial Statements, Directors' Report, Auditors' Report and other important information is circulated to members and others entitled thereof.

(vi) Corporate Filing:

Announcements, Quarterly Results, Shareholding Pattern, Analyst Presentations, etc. of the Company is regularly filed by the Company with National Stock Exchange of India Limited and BSE Limited and is also available on the website of the Company.

10. GENERAL SHAREHOLDER INFORMATION:

Annual General Meeting - Day - Date - Time - Venue	Friday 30 th September, 2022 11:30 a.m. Through Video Conferencing
Financial year	1 st April, 2021 to 31 st March, 2022
Dividend Payment Date	NA
Date of Book Closure	24 th September, 2022 to 30 th September, 2022 (both days inclusive)
Financial Results Calendar: - First Quarter results by - Second Quarter results by - Third Quarter results by - Fourth Quarter results by	14 th August, 2022 12 th November, 2022 14 th February, 2023 31 st May, 2023
Listing on Stock Exchanges	National Stock Exchange of India Limited (NSE) Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra East, Mumbai-400 051. BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street,

	Mumbai-400 001.
Scrip Code	NSE - MEP BSE - 539126
Corporate Identification Number (CIN)	L45200MH2002PLC136779
ISIN for Equity Shares	INE776I01010

Note: Annual Listing Fees for the year 2021-22 has been paid to NSE and BSE.

Stock Market Price Data:

The details of monthly high and low price of the Equity Shares of the Company and its comparison to broad based indices BSE Sensex and NSE Nifty for the year 2021-22 are as follows:

	BSE				NSE			
	MEP		SENSEX		MEP		NIFTY	
	High Price	Low Price	High	Low	High Price	Low Price	High	Low
Apr-21	17.00	14.95	50,375.77	47,204.50	17.05	14.00	15,044.35	14,821.10
May-21	26.85	15.50	52,013.22	48,028.07	26.90	15.00	15,606.35	14,416.25
Jun-21	27.45	21.00	53,126.73	51,450.58	27.45	21.00	15,915.65	15,450.90
Jul-21	28.45	22.40	53,290.81	51,802.73	28.40	22.35	15,962.25	15,513.45
Aug-21	24.85	19.05	57,625.26	52,804.08	24.8	18.50	17,153.50	15,834.65
Sep-21	23.70	19.85	60,412.32	57,263.90	23.80	19.90	17,947.65	17,055.05
Oct-21	29.95	20.30	62,245.43	58,551.14	30.00	20.20	18,604.45	17,452.90
Nov-21	24.90	19.50	61,036.56	56,382.93	24.75	19.65	18,210.15	16,782.40
Dec-21	21.05	18.15	59,203.37	55,132.68	21.10	18.10	17,639.50	16,410.20
Jan-22	32.10	21.50	61,475.15	56,409.63	32.15	21.30	18,350.95	16,836.80
Feb-22	30.00	20.90	59,618.51	54,383.20	30.20	21.10	17,794.60	16,203.25
Mar-22	23.10	17.55	58,890.92	52,260.82	23.15	17.50	17,559.80	15,671.45

Source: This information is compiled from the data available from the website of BSE and NSE.

Registrar and Share Transfer Agent (RTA)

Link Intime India Private Limited

C 101, 247 Park, L B S Marg,

Vikhroli West, Mumbai 400 083

Tel.: 91 22 49186270 Fax: 91 22 49186060

Email: rnt.helpdesk@linkintime.co.in

Shareholders are advised to send all correspondence related to equity shares of the Company to the RTA. However, for the convenience of the shareholders documents relating to shares received by the Company are forwarded to the RTA for necessary action thereon.

Share Transfer System

Presently, the Share Transfers which are received in physical form, if any, are processed by the Company and RTA and duly approved share certificates are returned within a period of 10 to 15 days from the date of lodgement, subject to the transfer instrument being valid and complete in all respects.

SEBI vide its Circular No. SEBI/LAD-NRO/ GN/2018/24 dated 8th June, 2018, amended Regulation 40 of the SEBI (LODR) Regulations, 2015 pursuant to which after 1st April, 2019, transfer of securities cannot be processed unless the securities are held in the dematerialized form with a depository.

Reconciliation of Share Capital Audit

A Company Secretary in Practice carried out a Reconciliation of Share Capital Audit to reconcile the total admitted capital with NSDL and CDSL and the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the aggregate of the total number of shares in physical form and the total number of shares in dematerialised form (held with NSDL and CDSL).

Shareholding as on 31st March, 2022

i. Distribution of shareholding as on 31st March, 2022:

Shares Range	No. of Shareholders	Percentage of Shareholders	No. of Shares	Percentage of Shares
From - To				
1 - 500	18901	72.35	3038054	1.66
501 - 1000	3065	11.73	2646115	1.44
1001 - 2000	1702	6.52	2732823	1.49
2001 - 3000	677	2.59	1754987	0.96
3001 - 4000	330	1.26	1206991	0.66
4001 - 5000	378	1.45	1828536	1.00
5001 - 10000	537	2.06	4163779	2.27
10001 & above	533	2.04	166074766	90.53
Total	26123	100.00	183446051	100.00

ii. Category of Shareholding as on 31st March, 2022

Category	Number of Shares	Shareholding Percentage
Body Corporate - Ltd Liability Partnership	707564	0.3857
Clearing Members	361473	0.1970
Corporate Bodies (Promoter Co)	52941513	28.8594
Directors	15450	0.0084
Foreign Portfolio Investors (Corporate)	7542810	4.1117
Hindu Undivided Family	2057330	1.1215
Mutual Funds	10815944	5.8960
Non Resident (Non Repatriable)	446630	0.2435
Non Resident Indians	1230631	0.6708
Other Bodies Corporate	6872515	3.9802
Promoters*	53746584	29.0337
Public	76757954	41.84
Relatives Of Director	56373	0.0307
	183446051	100.00

*includes Promoter Group

Dematerialisation of shares

As on 31st March, 2022 183446021 shares were held in dematerialised mode under ISIN No. INE776I01010 and the balance 30 shares were held in physical mode.

Subsidiary Company / Associate / Consortium

The Company has 1 (One) material unlisted Private Limited Subsidiary Company and 29 (Twenty Nine) other Subsidiaries (including 1 (One) Section 8 Company and 1 (One) Company by control of composition of Board) and also 1 (One) Associate Company.

The minutes of all the Subsidiaries of the Company are placed before the Board of Directors of the Company. The details of the policy for determining 'material subsidiaries' are posted on the website of the Company viz. www.mepinfra.com.

Address for Correspondence

B1-406, Boomerang, Chandivali Farm Road,
Near Chandivali Studio, Andheri (E), Mumbai - 400072
Tel.: 91 22 2414 2776 Fax: 91 22 2414 4454
E-mail: investorrelations@mepinfra.com

Credit Rating

Further, the details of the Credit Rating are also available on the website of the Company viz. www.mepinfra.com.

Suspension from Trading

The securities of the Company were not suspended from trading on any Stock Exchange during the FY 2021-22.

Outstanding Depository Receipts and other Securities

The Company does not have any outstanding Global Depository Receipts or American Depository Receipts or warrants or any convertible instruments.

11. OTHER DISCLOSURES

• **Related Party Transactions**

The Company did not enter into any material significant related party transactions, which had potential conflict with the interest of the Company at large. The register of contracts containing the transactions in which Directors are interested is placed before the Board regularly for its approval. Transactions with the related parties are disclosed under Notes to Accounts 38 to the financial statements in the Annual Report. The web-link for Policy for determining material subsidiaries and the policy on related party transaction is available on the Company's website on <https://www.mepinfra.com/investor/corporate-governance.aspx>.

- **Details of Non-Compliances/Penalties or Strictures Imposed:**
During the period of last three years there were no incidences of non compliances made by the Company, further no penalties and/or strictures, on any matter related to Capital Markets, have been imposed on the Company by Stock Exchange, Securities and Exchange Board of India or any other Statutory Authority.

- **Vigil Mechanism/Whistle Blower Policy**
The Company has a vigil mechanism called “Whistle Blower Policy” with a view to provide a mechanism for Directors and employees of the Company to raise concerns of any violations of any legal or regulatory requirement, incorrect or misrepresentation of any financial statement and reports, etc.

Further, I/we undersigned, hereby affirmed that no access has been denied to the Audit Committee.

- **Details of Commodity Price Risks and Commodity Hedging Activities**
N.A
- **Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).**
- **Certificate on Disqualification of Directors:**
All the Directors of the Company have submitted a declaration stating that they are not debarred or disqualified by the Securities and Exchange Board of India / Ministry of Corporate Affairs or any such statutory authority from being appointed or continuing as Directors of Companies. Mr. Dinesh Joshi, Partner of KANJ & Co. LLP, Practicing Company Secretary, has submitted a certificate to this effect is annexed.
- **Recommendations of the Audit Committee not accepted by the Board of Directors:**
All the recommendations of the Audit Committee has been accepted by the Board of Directors.
- **Details of Loans and Advances to entities in which Directors are interested:**
N.A.

Fees to Statutory Auditor

Details relating to fees paid to the Statutory Auditors is given in Note 40 to the Standalone Financial Statements.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations. All employees have been provided direct access to the Audit Committee. Further, the details of the policy are also posted on the website of the Company viz. www.mepinfra.com. None of the personnel has been denied access to the Audit Committee.

12. **Details of non-compliance of any of the requirements as stated in para (2) to (10) above**
During the Financial Year 2021-22, the Board has accepted all the recommendations of its Committees.

13. **Details of discretionary requirements as specified in Part E of Schedule II have been adopted: Disclosure of Accounting Treatment**
In preparation of the Financial Statements, the Company has followed all the applicable Accounting Standards.

CEO/CFO Certification

The Chairman & Managing Director and Chief Financial Officer have furnished the requisite Certificates to the Board of Directors as required under Regulation 17(8) of the SEBI (LODR) Regulations, 2015.

Internal control system and their adequacy

The Company has adequate internal control procedures commensurate with its size and nature of business. The Company has appointed Internal Auditor who audits the adequacy and effectiveness of the internal controls as laid down by the management and suggest improvements.

The Audit Committee of the Board of Directors periodically review the audit plans, internal audit reports and adequacy of internal controls and risk management.

Details of Compliance with Mandatory requirements and adoption of Non-mandatory/ discretion requirements

The Company has complied with all the mandatory requirements of the SEBI (LODR) Regulations, 2015 which is being reviewed by the Board from time to time.

The status of adoption of the non-mandatory requirements pursuant to Regulation 27(1) read with Part E of Schedule II to the SEBI (LODR) Regulations, 2015 are as under:

i. Shareholders Rights

The complete Annual Report is sent to each and every Shareholder of the Company.

ii. Audit Qualifications

The information related to this is covered in the Directors' Report.

The Statutory Auditors have issued the Auditors' Report for the year ended March 31, 2022 with unmodified opinion and it doesn't contain any qualifications.

iii. Reporting of Internal Auditor

The Internal Auditor of the Company reports to the Chairman of the Audit Committee and has direct access to the Audit Committee.

iv. Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for the Financial Year 2021-22

(a)	Number of complaints filed during the financial year	NIL
(b)	Number of complaints disposed of during the financial year	NIL
(c)	Number of complaints pending as on 31 st March, 2022	NIL

14. Corporate Governance requirement(s) under the SEBI (LODR) Regulations, 2015:

The Company has complied with Corporate Governance Requirements specified under Regulation 17 to Regulation 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 is also available on your Company's website viz. www.mepinfra.com.

A Compliance Certificate from Mr. Dinesh Joshi, Partner of KANJ & Co. LLP, Practicing Company Secretary, pursuant to the requirement of Schedule V to the SEBI (LODR) Regulations, 2015 regarding compliance of the conditions of Corporate Governance is annexed.

15. GREEN INITIATIVE

Your Company is concerned about the environment and utilises natural resources in a sustainable way.

The Ministry of Corporate Affairs (MCA), Government of India, through its circular nos. 17/2011 and 18/2011 dated April 21, 2011 and April 29, 2011, respectively has allowed the companies to send official documents to their shareholders electronically as part of its green initiatives in corporate governance.

Recognising the spirit of the circular issued by the MCA, we henceforth propose to send documents like Notice convening the General Meetings, Financial Statements, Directors' Report, Auditors' Report and other documents to the e-mail address provided by you with the relevant depositories.

We request you to update your mail address with your depository participants to ensure that the Annual Report and other documents reach you on your preferred mail.

**CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE
REQUIREMENTS**

To

The Members of

MEP INFRASTRUCTURE DEVELOPERS LIMITED

2102, Floor-21st, Plot- 62, Kesar Equinox,

Sir Bhalchandra Road, Hindu Colony, Dadar (East)

Mumbai-400014, Maharashtra, India.

We have examined the compliance of conditions of Corporate Governance by **MEP INFRASTRUCTURE DEVELOPERS LIMITED** ("the Company") having CIN L45200MH2002PLC136779 for the financial year ended 31st March, 2022 as per the relevant provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression on financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations, as applicable.

We further state that such compliance is neither an assurance as to future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

KANJ & Co. LLP
Company Secretaries

Sd/-

Dinesh Joshi
Designated Partner
Membership No: 3752
C P No: 2246
UDIN: F003752D00087 8252

Date: 30th August, 2022

Place: Pune

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE OF CONDUCT

To,
The Members of
MEP Infrastructure Developers Limited

The Board has formulated the Code of Conduct for Business Ethics for all Directors and Senior Managers of the Company which has been posted on the website of the Company. It is hereby affirmed that all the Directors and Senior Managers have complied with the Code of Conduct for Business Ethics framed by the Company and a confirmation to this effect for the year 2021-22 has been obtained from all the Directors and Senior Managers.

By Order of the Board of Directors
For **MEP Infrastructure Developers Limited**

Sd/-

Jayant D. Mhaikar
Chairman & Managing Director

Place: Mumbai
Date: 28th May, 2022

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To

The Members of

MEP INFRASTRUCTURE DEVELOPERS LIMITED

2102, Floor-21st, Plot- 62, Kesar Equinox,

Sir Bhalchandra Road, Hindu Colony, Dadar (East)

Mumbai-4000L4, Maharashtra, India.

This is to certify that on verification of declarations made by the Directors and records maintained by **MEP INFRASTRUCTURE DEVELOPERS LIMITED** ("the Company"), none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities Exchange Board of India (SEBI)/Ministry of Corporate Affairs or any such Statutory Authority, as per the requirements of point 10(i) of Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015.

For KANJ & Co. LLP
Company Secretaries,

Sd/-

Dinesh Joshi

Designated Partner

FCS No. 3752 C P No.: 2246

UDIN: F003752D00087 8428

Date: 30th August, 2022

Place: Pune

MD and CFO's Certificate

To

The Board of Directors
MEP Infrastructure Developers Limited
Mumbai

Pursuant to Regulation 17(8) of the SEBI (LODR) Regulations, 2015, this is to certify that:

- A. We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2022 and that to the best of their knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the Auditors and the Audit Committee:
- (1) significant changes in internal control over financial reporting during the year;
 - (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For **MEP Infrastructure Developers Limited**

Sd/-

Jayant D. Mhaikar
Chairman & Managing Director

Sd/-

Naresh Sasanwar
Chief Financial Officer

Place: Mumbai

Date: May 28, 2022

INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS

To

The Members of

MEP INFRASTRUCTURE DEVELOPERS LIMITED

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **MEP INFRASTRUCTURE DEVELOPERS LIMITED** ("the Company"), which comprise the Balance sheet as at March 31, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the following notes to the accompanying statements

1. Adjustments on account of reduction in the fair value of investments, if any, in associate companies namely MEP Nagpur Ring Road 1 Private Limited, MEP Sanjose Nagpur Ring Road 2 Private Limited, MEP Sanjose Arawali Kante Road Private Limited, MEP Sanjose Kante Wakad Road Private Limited, (carrying value of these investments aggregates to Rs 19,161.19 Lakhs), which are not in operations, have not been carried out since the Company has entered into share purchase agreements to divest its entire holdings in these Associates Companies, at par, with its carrying value. (Refer Note No.5 of the standalone financial statements)
2. We draw attention to note no 5 to the accompanying financial statements which states that considering the Long-term business outlook and future growth plans of the MEP Group, Management is of the opinion that the losses in subsidiary companies and jointly controlled entities are temporary in nature and overall going concern of the business is not adversely affected. In view of the above, there is no diminution in the value of Investment and advances given are fully recoverable.

3. We draw attention to note no 46 to the accompanying financial statements which states that the company had lodged and accounted for the claim amounting to Rs. 7,491.94 lakhs with South Delhi Municipal Corporation (SDMC) pertaining to the half year ended September 30, 2019 with respect to revenue loss on account of passing of commercial vehicles through free lanes at 13 major border entry points of Delhi. The said claims were rejected by SDMC against which the company has preferred an appeal, and the matter is sub-judice. As explained, the company is confident about recovery of these claims, and hence no provision against the said claims have been made.
4. We draw attention to note no 14 wherein company has recognised claims filed with various authorities amounting to Rs. 2,122.52 lakhs on account of nationwide lockdown due to COVID Pandemic upto March 31, 2022.
5. Total Claims receivables as on March 31, 2022 amounting to Rs. 11,505.98 lakhs (including SDMC & COVID Claims) represent various claims filed by company with various authorities based on the contractual provisions of the agreements. The company is confident about recovery of these claims recognised.

Our opinion is not modified in respect of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Sr No	Key Audit Matter	Auditor's Response
1.	<p>Accuracy of revenue recognition in respect of fixed price construction contracts involves critical estimates.</p> <p>The Company engages in Fixed-price construction contracts, where, revenue is recognized using the percentage of completion computed as per the input method based on management's efforts or inputs to the satisfaction of a performance obligation relative to the total expected inputs to the satisfaction of that performance obligation. Refer Note 1 (xi) to the Standalone Financial Statements.</p> <p>We identified revenue recognition of fixed price construction contracts as a Key audit matter considering –</p> <ul style="list-style-type: none"> • Application of revenue recognition accounting standard is complex and involves a number of key judgments and estimates including estimating 	<p>Our audit procedures on revenue recognized from fixed price construction contracts included</p> <ul style="list-style-type: none"> • Obtaining an understanding of the contract, processes and controls implemented by management for recording and calculating revenue and the associated contract assets and contract liabilities. • Involving Civil and Roads & Infrastructure department to assess the nature of work done and status of completion of work. <p>On selected samples of contracts, we tested that the revenue recognized is in accordance with the accounting standard by</p> <ul style="list-style-type: none"> • Evaluating the identification of performance obligation; • Testing management's calculation of the estimation of contract cost and onerous obligation. <p>➤ Observed that the estimates of cost to complete were reviewed and approved by appropriate levels of management;</p>

Sr No	Key Audit Matter	Auditor's Response
	<p>the future cost-to-completion of these contracts, which is used to determine the percentage of completion of the relevant performance obligation;</p> <ul style="list-style-type: none"> • The revenue on contracts may also include variable consideration (variations and claims). Variable consideration is recognised when the recovery of such consideration is highly probable. • These contracts may involve onerous obligations on the Company that require critical estimates to be made by management; and • At year-end a significant amount of work in progress (Contract assets and liabilities) related to these contracts is recognized on the balance sheet. 	<ul style="list-style-type: none"> ➤ Performed a retrospective review of costs incurred with estimated costs to identify significant variations and verify whether those variations have been considered in estimating the remaining costs to complete the contract; ➤ Assessed the appropriateness of work in progress (contract assets) on balance sheet by evaluating the underlying documentation to identify possible delays in achieving milestones which may require change in estimated costs to complete the remaining performance obligations; ➤ Verified the budget by technical experts of the management to review estimates of costs to complete for sample contracts; and ➤ Performed test of details including analytics to determine reasonableness of contract costs.
2.	<p>Recoverability of claim receivables from Government Authorities:</p> <p>As a part of concession agreement with authority for tolling projects, the company is entitled to claim revenue loss or operating cost due to closure of tolls for various reasons as per terms of agreement during the entire tenure. Consequently, the company has recorded claim receivables from authority amounting to Rs. 11,505.98 lakhs as at March 2022.</p> <p>The assessment of recoverability of the receivables requires management to make judgement and estimate to assess the uncertainty regarding claims recoverable from authority. The assessment process is considering inter alia history of amounts claimed, documentation process and requirements, potential litigation or arbitration proceedings.</p>	<p>We assessed management's estimate regarding recoverability of the claim receivables from authorities. Our work included, but was not limited to the following procedures:</p> <ul style="list-style-type: none"> • Verified the concession agreement, with respect to nature of force majeure event and obligation of authority to reimburse the claims made by the company. • Reviewed management's assessment of the recoverability of the claims, the policy of credit losses including the history of amounts claimed as against amounts accepted and reimbursed from various contracts at the group level. • Discussed with management with respect to the estimates of timing of collection from the authorities; and relied on the workings prepared by the company forming basis for the claims filed with the authority. • Although the management is making reasonable efforts to recover the claims, given the nature of the receivables, the delay in the settlement of claims receivables is inevitable. <p>(Refer point 4 and 5 of Emphasis of Matter)</p>

Sr No	Key Audit Matter	Auditor's Response
	The company's disclosure about claim receivables are included in Note No 14 (Other Current Financial Assets).	

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises of the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone 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 statements 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

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

Report on Other Legal and Regulatory Requirements

- I. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- II. 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, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position as per information and explanation provided by Company's Management.
 - ii. The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the year by the Company.

III. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

During the current year, the company has no profits or inadequate profits as required under section 197 of the Act for payment of managerial remuneration and hence the provisions of Schedule V of the Act are applicable. Company has complied with the requisite conditions prescribed under Schedule V of the Act for payment of managerial remuneration in situation of no profits, ***except for the conditions of obtaining the lenders approval for the same***. Subsequently the company has obtained the waiver from the directors for the remuneration paid/payable for FY 2021-22 and is in the process of reversing/recovering the same. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For G. D. Apte & Co.

Chartered Accountants

Firm Registration Number: 100515W

Chetan R. Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCWLF7804

Place : Mumbai

Date : May 28, 2022

ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT ON STANDALONE IND AS FINANCIAL STATEMENTS OF MEP INFRASTRUCTURE DEVELOPERS LIMITED

(Referred to in paragraph I under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

- i.
- a)
- A. The Company has maintained proper records showing full particulars including quantitative details and location of property, plant and equipment for the year.
- B. The company does not have any Intangible assets. Hence reporting under clause iii(a)(B) of the report is not applicable.
- b) The Company has regular program of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of two years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified during the year and no material discrepancies were found.
- c) According to the information and explanations given to us, the title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.
- d) The company has neither revalued its PPE (including Right of Use assets) nor intangible assets or both during the year.
- e) As per the information and explanation provided to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii.
- a) As per the information and explanations given to us, the inventories have been physically verified by the management at reasonable intervals during the year and no material discrepancies has been noticed on such verification.
- b) According to the information and explanations given to us, the company has availed working capital limits from banks on the basis of security of current assets. The quarterly statements filed by the company are in agreement with the books of accounts.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, during the current year, the Company has not made any investments, provided any guarantee or security to companies, firms, limited liability partnership or any other parties.

The Company has granted loans and advances in nature of Loans in respect of which the requisite information is stated in sub-clause (a) below.

- a)
- A) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted loans to subsidiaries, joint ventures and associates as below:

(Rs.in Lakhs)

Particulars	Guarantees	Loans
Aggregate amount granted/provided during the year:		
Subsidiaries	-	5,277.72
Jointly Controlled Entities		0.02

Particulars	Guarantees	Loans
Balance Outstanding as at Balance sheet date in respect of cases for current and previous years:		
Subsidiaries	2,43,491.33	8,163.69
Jointly controlled entities	56,949.79	2,119.91

B) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted loans and advances in the nature of loans to parties other than subsidiaries, joint ventures and associates as below:

(Rs.in Lakhs)	
Particulars	Loans
Aggregate amount granted/provided during the year:	
Others	4,729.92
Balance Outstanding as at Balance sheet in respect of cases for current and previous years:	
Others	64.21

- b) According to the explanation and information given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are, prima facie not prejudicial to the company's interest.
- c) According to the information and explanation given to us,
- with respect to interest free loans amounting to Rs. 5,277.74 Lakhs, given by the company to its subsidiaries and jointly controlled entities, during the year, the clause for repayment of principal has been stipulated. In few cases, the principal amount has been repaid on or before the stipulated date and in other cases the same has been renewed for further period.
 - with respect to interest bearing loans amounting to Rs. 4,662.22 Lakhs, given by the company to other entities, during the year, the clause for repayment of principal has been stipulated. The entire loan has been repaid as on the balance sheet date.
 - with respect to loans and advances to employees amounting to Rs. 67.70 Lakhs, given by the company, during the year, for which the terms and conditions for the re-payment are stipulated and the repayments during the year are regular.
- d) According to the information and explanation given to us, and further to clause iii(c) above, there are no amounts overdue for more than 90 days.
- e) According to the information and explanation given to us, loan or advance in the nature of loan granted amounting to Rs. 10,283.60 Lakhs have fallen due during the year, has been renewed or extended and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year is as follows.

Name of Parties	Aggregate amount of overdues of existing loans renewed or extended or settled by fresh loans	Percentage* of aggregate to the total loans and advances in nature of loans granted during the year
Subsidiaries	8163.69	81.57%
Joint Controlled Entities	2119.91	21.18%

- f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans either repayable on demand

or without specifying any terms or period of repayment. Further, the Company has not given any advances in the nature of loans to any party during the year.

- iv. In our opinion and according to the information and explanations given to us and based on the audit procedures conducted by us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to unsecured loans granted, guarantees provided and investments made by the Company. The Company has not given any security under Section 185 and 186 of the Act
- v. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits as per the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Act and the rules framed. Accordingly, paragraph 3(v) of the order is not applicable to the company.
- vi. We have broadly reviewed the books of account maintained by the company pursuant to the rules prescribed by the Central Government for the maintenance of cost records under section 148(1) of the Act, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the records.
- vii.
 - a) According to the information and explanations given to us and, on the basis of our examination of the records of the company, that the Company is generally regular in payment of undisputed statutory dues including Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues with the appropriate authorities. However, there are delays for Employee Contribution Profession Tax of Rs. 0.06 Lakhs, Employer Contribution – Employee State Insurance Corporation of Rs. 0.65 Lakhs and Employee Contribution- Employee State Insurance Corporation of Rs. 0.50 Lakhs on account of non-updation of Aadhar Numbers of respective employees on the relevant website. Also, the company did not have any dues on account of wealth tax, duty of customs, duty of excise. Further, there are no undisputed amounts payable in respect of income tax and sales tax or custom duty or excise duty or value-added cess or other statutory dues were outstanding, at the year end, for a period more than six months from the date they become payable.
 - b) According to the information and explanation given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess which have not been deposited on account on any dispute except for the following.

Name of the Statute	Nature of Dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Income-Tax Act-1961	Income Tax	1647.32	2017-18	CIT(A)

- viii. According to the information and explanations given to us, no transaction or income, not recorded in the books of accounts, have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act., 1961 (43 of 1961).

ix.

- a) In our opinion and according to the information and explanation given to us, the company has defaulted in repayments of dues to financial institutions and banks during the year. Details of loans overdue as on March 31, 2022 are given in the table below. The company does not have any loans or borrowings from the Government, and has not issued any debentures.

Particulars	Amount of default as at balance sheet date		Period of Default
	Principal	Interest	
From Banks			
ICICI Bank	2.38	-	From 0 to 60 days
Bank of Maharashtra	-	10.53	From 0 to 1 day
IDBI Bank	407.65	266.50	From 0 to 60 days
Bank of India	5,486.50	-	More than 90 days
Deogiri Nagari Sahakari Bank	567.57	14.49	More than 90 days
Dombivli Nagari Sahakari Bank	13.22	29.46	From 0 to 89 days
Kalyan Janta Sahakari Bank	102.15	14.44	From 0 to 89 days
Ambarnath Jaihind Bank	33.19	-	From 0 to 60 days
Thane Janata Sahakari Bank	1,096.28	61.50	More than 90 days
Axis Bank	18.33		From 0 to 60 days
Federal Bank	8.80		From 0 to 60 days
Sub-Total	7,736.08	396.92	
From Financial Institutions			
Srei Equipment Finance Ltd	297.87	131.50	More than 90 days
Kotak Mahindra Prime Ltd	4.62	-	From 0 to 89 days
Mahindra & Mahindra Financial Services Ltd	1.02	-	From 0 to 60 days
Sub-Total	303.52	131.50	
Total	8039.60	528.43	

- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- d) According to the information and explanations given to us, the funds raised on short term basis have not been utilised for long term purposes.
- e) According to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies

x.

- a) According to the information and explanations given to us and on the basis of examination of records of the Company, the company has not raised any money by way of initial public offer or further public offer during the year. Hence the reporting requirement under clause 3(x)(a) is not applicable to the company.

- b) According to the information and explanations given to us and on the basis of examination of records of the Company, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence the reporting requirement under clause 3(x)(b) is not applicable to the company.
- xi.
- a) According to the information and explanation given to us, no fraud on or by the company, by its officers and employees has been noticed or reported during the course of our audit.
- b) According to the information and explanations given to us, during the year, no report U/s 143(12) of the Companies Act, 2013 has been filed by secretarial auditor, Cost auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanation given to us, no whistle-blower complaints have been received during the year by the company.
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of Clause 3(xii)(a) to 3(xii)(c) of the order are not applicable to the Company and hence not commented upon.
- xiii. According to the information and explanations given to us and based on our examination of records of the Company, the transactions entered with related parties are in compliance with provisions of section 177 and 188 of the Act, where applicable and the details of such transactions are disclosed in the Standalone Financial Statements as required by the applicable accounting standards.
- xiv.
- a) According to the information and explanation given to us, the company has an internal audit system commensurate with the size and nature of its business.
- b) The reports of the Internal Auditors of the company issued till date for the period under audit were considered by us.
- xv. In our opinion and according to the information and explanations given to us and based on our examination of records of the Company, the Company during the year has not entered into any non-cash transactions with directors or persons connected with the directors covered under the provisions of sec 192 of the Act and accordingly the provisions of clause (xv) of the Order are not applicable to the Company.
- xvi.
- a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934. Accordingly, clause 3(xvi)(a) and (xvi)(b) of the Order is not applicable.
- c) According to the information and explanation given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the RBI. Hence the clause 3(xvi)(c) of the Report is not applicable.
- d) The company is not part of any Group. Accordingly, the requirements of clause 3(xvi)(d) are not applicable
- xvii. According to the information and explanation given to us, the company has incurred cash losses in the current and immediately preceding financial year. The amount of cash losses incurred during the year is Rs. 545.45 Lakhs (previous year: Rs. 8,546.66 Lakhs)
- xviii. According to the information and explanation given to us, there is no resignation of the statutory auditors during the year.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, the

total liabilities exceeds the total assets maturing within one year from the balance sheet date. These facts cause us to believe that there exists material uncertainty as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

xx.

- a) According to the information and explanation given to us, there are no unspent amount in respect of other than ongoing projects which are required to be transferred to a Fund specified in Schedule VII to the Companies Act, within a period of 6 months of the expiry of the financial year in compliance with second proviso to Sec 135 (5) of the said Act.
- b) According to the information and explanation given to us, there are no unspent amount in respect of ongoing project which are required to be transferred to special account in compliance with the provision under section 135(6) of the said Act.

For G. D. Apte & Co.

Chartered Accountants

Firm Registration Number: 100515W

Chetan R. Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCWLF7804

Place : Mumbai

Date : May 28, 2022

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT ON STANDALONE FINANCIAL STATEMENTS OF MEP INFRASTRUCTURE DEVELOPERS LIMITED

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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

We have audited the internal financial controls over financial reporting of **MEP INFRASTRUCTURE DEVELOPERS LIMITED** (“the Company”) as of March 31, 2022 in conjunction with our audit of the Standalone Financial Statements of the Company 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 (“the Guidance Note”) issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by the ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 Standalone 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 Standalone 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 Standalone 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 Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For G. D. Apte & Co.

Chartered Accountants

Firm Registration Number: 100515W

Chetan R. Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCWLF7804

Place : Mumbai.

Date : May 28, 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Balancesheet

as at March 31 2022

	Notes	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non current assets			
Property, Plant and Equipment	3	2,827.56	4,767.40
Right-of-use assets	35	660.76	1,315.99
Other Intangible assets	4	91.68	2,701.85
Financial Assets			
i. Investments	5	84,060.60	85,328.32
ii Loans	6	28.40	8.01
ii Other financial assets	7	915.44	10,595.22
Deferred tax assets (net)	8	4,970.12	5,217.53
Other non current assets	9	13,940.76	13,044.89
Total non current assets		107,495.32	122,979.20
Current assets			
Inventories	10	490.35	1,442.91
Financial Assets			
i. Trade receivables	11	363.34	6,601.99
ii Cash and cash equivalents	12	216.08	333.89
ii Bank balances other than (ii) above	12	2,340.89	3,079.14
i Loans	13	10,842.17	17,810.72
v Other financial assets	14	24,448.29	53,157.69
Other current assets	15	30,413.15	64,202.66
Total current assets		69,114.27	146,629.01
Total Assets		176,609.59	269,608.21
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	16	18,344.61	18,344.61
Other Equity	17	22,046.42	26,450.58
Total Equity		40,391.03	44,795.19
Liabilities			
Non current liabilities			
Financial liabilities			
i. Borrowings	18	9,761.79	13,386.25
ii Lease liability	35	480.45	826.22
Provisions	19	261.09	384.70
Other non-current liabilities	20	7,822.09	7,014.52
Total non current liabilities		18,325.42	21,611.69
Current liabilities			
Financial liabilities			
i. Borrowings	21	17,321.53	18,265.43
ii Lease liability	35	345.78	719.28
ii Trade payables	22		
Total outstanding due to micro, small and medium enterprises		84.55	269.17
Total outstanding due to creditors other than micro and small enterprises		74,985.85	73,825.13
i Other financial liabilities	23	14,653.00	25,043.90
Provisions	19	215.27	248.93
Other current liabilities	24	10,287.16	84,829.49
Total current liabilities		117,893.14	203,201.33
Total liabilities		136,218.56	224,813.02
Total Equity and Liabilities		176,609.59	269,608.21
Significant Accounting Policies	2		
Notes to Financial Statements	3 - 51		

The notes referred to above form an integral part of the standalone financial statements.

As per our report of even date attached.

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN: L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaikar

Managing Director

DIN: 00716351

Anuya J. Mhaikar

Director

DIN: 00707650

Naresh Sasanwar

Chief Financial Officer

Mumbai

Date: 28 May 2022

Ruchita Shah

Company Secretary

Mumbai

Date: 28 May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Statement of Profit and Loss

for the year ended March 31, 2022

	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
I Revenue from operations	25	19,417.54	36,713.53
II Other income	26	2,849.64	2,456.96
III Total Income (I + II)		22,267.18	39,170.49
IV Expenses			
Cost of material consumed	27(a)	4,911.76	7,867.43
Operating and maintenance expenses	27(b)	5,382.01	23,400.32
Employee Benefits Expenses	28	2,908.96	5,028.87
Finance costs	29	4,238.31	6,181.29
Depreciation and amortisation expenses	3, 4, 35	8,209.55	4,276.34
Other expenses	30	5,371.60	5,239.24
Total Expenses (IV)		31,022.19	51,993.49
V Profit/(loss) before exceptional items and (III-IV)		(8,755.01)	(12,823.00)
VI Exceptional Items		(4,399.31)	9,549.95
VII Profit/(loss) from ordinary activities before tax (V-VI)		(4,355.70)	(22,372.95)
VIII Tax expenses	8		
Current tax			
For current year		-	-
For earlier years		-	-
Deferred tax charge/(credit)		197.35	(163.75)
Total tax expenses		197.35	(163.75)
IX Profit/(loss) for the year (VII-VIII)		(4,553.05)	(22,209.20)
X Other comprehensive income/(loss)			
(i) Items that will not be reclassified to profit or loss			
Remeasurement of defined benefit obligations	43	198.95	(27.30)
(ii) Income tax relating to above items that will not be reclassified to profit or loss	8	(50.07)	6.87
Other comprehensive income/(loss) for the year (net of taxes)		148.88	(20.43)
XI Total comprehensive income/(loss) for the year (IX+X)		(4,404.17)	(22,229.63)
Basic and diluted earnings per share (Rs.)	33	(2.48)	(12.11)
[Nominal value of shares Rs. 10 (31 March 2021 : Rs. 10) each]			

Significant Accounting Policies

2

Notes to Financial Statements

3 - 51

The notes referred to above form an integral part of the standalone financial statements.

As per our report of even date attached.

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN: L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaiskar

Managing Director

DIN: 00716351

Anuya J. Mhaiskar

Director

DIN: 00707650

Naresh Sasanwar

Chief Financial Officer

Mumbai

Date: 28 May 2022

Ruchita Shah

Company Secretary

Mumbai

Date: 28 May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Cash Flow Statement

for the year ended March 31, 2022

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit/(loss) before tax	(4,355.70)	(22,372.95)
Adjustments for:		
Depreciation and amortisation	8,209.55	4,276.34
Finance costs	4,238.31	6,181.29
Dividend income	(3.20)	-
Exceptional Items	(4,399.31)	9,549.95
Interest income	(160.85)	(1,011.44)
Interest income from related parties	(766.34)	(1,258.56)
Profit on Sale of Assets	(1,358.85)	-
Provisions no longer required	(399.68)	(176.84)
Impairment of Investment	-	1.53
Operating profit/(loss) before working capital changes	1,003.93	(4,810.68)
Adjustments for changes in working capital:		
(Increase)/Decrease in trade receivables	600.54	(1,547.95)
(Increase)/Decrease in non-current financial assets - loans	(20.39)	2.65
(Increase)/Decrease in non-current financial assets - others	28.21	193.48
(Increase)/Decrease in current financial assets - loans	(2,678.40)	(2,438.64)
(Increase)/Decrease in current financial assets - others	23,864.07	3,543.67
(Increase)/Decrease in other non current assets	(769.73)	541.50
(Increase)/Decrease in other current assets	19,921.43	(393.72)
(Increase)/Decrease in inventories	952.56	(14.01)
Increase/(Decrease) in trade payables	(3,177.95)	(2,863.94)
Increase/(Decrease) in current financial liabilities - other	(9,596.45)	(2,456.74)
Increase/(Decrease) in short term provisions	(33.66)	103.96
Increase/(Decrease) in long term provisions	75.33	(4.28)
Increase/(Decrease) in other non-current liabilities	807.57	(7,434.13)
Increase/(Decrease) in other current liabilities	(45,969.86)	26,583.77
Cash generated from operations	(14,992.81)	9,004.94
Income tax	(222.70)	1,252.46
Net cash from operating activities	(A) (15,215.51)	10,257.40
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Property Plant and Equipment including capital advances	(108.08)	(729.95)
Sale of Property Plant and Equipment	2,713.27	-
Dividend received	3.20	-
Loans and advances to related parties - given	(5,277.74)	(16,842.46)
Loans and advances to related parties - repayment received	10,812.25	8,616.61
Loans and advances to others - given	(4,662.22)	(7,530.03)
Loans and advances to others - repayment received	5,519.35	12,487.87
Investment in subsidiary/jointly controlled entity	11,149.12	5,574.17
Interest received	4,185.81	1,213.99
Investment in fixed deposits	(2,846.88)	(4,306.69)
Redemption / maturity of fixed deposits	3,353.95	6,021.27
Net cash (used in) investing activities	(B) 24,842.03	4,504.78
CASH FLOW FROM FINANCING ACTIVITIES:		
Payment of dividend (including dividend distribution tax)	-	(113.12)
Proceeds from borrowings	5,154.38	3,833.99
Repayment of borrowings	(9,737.06)	(11,675.87)
Repayment of lease liabilities	(839.58)	(1,444.40)
Interest paid	(4,322.07)	(5,828.38)
Net cash generated from/(used in) financing activities	(C) (9,744.33)	(15,227.78)
Net Increase/(Decrease) in cash and cash equivalents (A + B + C)	(117.81)	(465.60)
Cash and cash equivalents as at the beginning of the year	333.89	799.49
Cash and cash equivalents as at the end of the year	216.08	333.89

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Cash Flow for the year ended March 31, 2022 (continued)

Cash and cash equivalents includes:

	As at March 31, 2022	As at March 31, 2021
Cash on hand	28.89	100.65
Bank balances :		
In current accounts	158.62	232.64
Demand deposits (less than 3 months maturity)	27.38	-
Unclaimed dividend	0.91	0.60
Unclaimed share application money	0.28	-
Total cash and cash equivalents	216.08	333.89

Change in liability arising from financing activities

Particulars	01 April 2021	Cashflows	Non cash changes	31 March 2022
Borrowing (Refer Note 18 and 21)	31,651.68	(4,582.68)	14.31	27,083.32
Lease liability (Refer Note 35)	1,545.50	(839.58)	120.31	826.22
	33,197.18	(5,422.26)	134.62	27,909.54

1. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

The notes referred to above form an integral part of the standalone financial statements.
As per our report of even date attached.

For G.D. Apte & Co.
Chartered Accountants
Firm's Registration No: 100515W

**For and on behalf of the Board of Directors of
MEP Infrastructure Developers Limited**
CIN: L45200MH2002PLC136779

Chetan. R. Sapre
Partner
Membership No: 116952

Jayant D. Mhaikar
Managing Director
DIN: 00716351

Anuya J. Mhaikar
Director
DIN: 00707650

Mumbai
Date: 28 May 2022

Naresh Sasanwar
Chief Financial Officer
Mumbai
Date: 28 May 2022

Ruchita Shah
Company Secretary

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Statement of Changes in Equity

A. Equity Share Capital

Particulars	Note	Amount
Balance as at March 31, 2020		18,344.61
Changes in equity share capital during the year		-
Balance as at March 31, 2021	16	18,344.61
Changes in equity share capital during the year		-
Balance as at March 31, 2022	16	18,344.61

B. Other Equity

Particulars	Reserves and Surplus		Total
	Securities Premium (Refer Note 17)	Retained earnings (Refer Note 17)	
Balance as at March 31, 2020	40,354.12	8,326.09	48,680.21
Profit/(loss) for the year	-	(22,209.20)	(22,209.20)
Less: a) Dividend during the year	-	-	-
b) Dividend Distribution Tax	-	-	-
Other comprehensive income	-	(20.43)	(20.43)
Balance as at March 31, 2021	40,354.12	(13,903.54)	26,450.58
Profit/(loss) for the year	-	(4,553.05)	(4,553.05)
Other comprehensive income	-	148.88	148.88
Balance as at March 31, 2022	40,354.12	(18,307.70)	22,046.42

The notes referred to above form an integral part of the standalone financial statements.

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN: L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaikar

Managing Director

DIN: 00716351

Anuya J. Mhaikar

Director

DIN: 00707650

Naresh Sasanwar
Chief Financial Officer

Mumbai
Date: 28 May 2022

Ruchita Shah
Company Secretary

Mumbai
Date: 28 May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

1 Corporate information

MEP Infrastructure Developers Limited (Formerly known as MEP Infrastructure Developers Private Limited) ('MEPIDL' or 'the Company') having its registered office at 2102, Floor- 21st, Plot-62, Kesar Equinox, Sir Bhalkhandra Road, Hindu Colony, Dadar (E), Mumbai – 400014, was incorporated on August 8, 2002 vide certificate of incorporation No L45200MH2002PLC136779 issued by the Registrar of Companies, Maharashtra, Mumbai.

The Company's equity shares are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE) with effect from 6 May, 2015. The Company is into the business of collection of toll and construction of roads along with other ancillary activities such as road repairs and maintenance of flyovers, roads and allied structures.

2 Statement of Significant Accounting Policies

2.1 Basis of preparation

These financial statements of the Company for the year ended March 31, 2022 along with comparative financial information for the year March 31, 2021 have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The financial statements of the Company for the year ended 31st March 2022 were approved for issue in accordance with the resolution of the Board of Directors on 28 May, 2022.

Historical Cost Convention

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities that are measured at fair value;
- assets held for sale – measured at fair value less cost to sell,
- defined benefit plans – plan assets measured at fair value

Current non-current classification

All assets and liabilities have been classified as current or noncurrent as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of business and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – noncurrent classification of assets and liabilities.

2.2 Functional and presentation currency

These standalone financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest lakhs, unless otherwise indicated.

2.3 Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements in accordance with Ind AS requires use of estimates and assumptions for some items, which might have an effect on their recognition and measurement in the (standalone) balance sheet and (standalone) statement of profit and loss. The actual amounts realised may differ from these estimates.

Estimates and assumptions are required in particular for:

a) Property, plant and equipment :

Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalized. Useful lives of tangible assets are based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalised and which components of the cost of the asset may be capitalised.

b) Recognition and measurement of defined benefit obligations :

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and vested future benefits and life expectancy. The discount rate is determined based on the prevailing market yields of Indian Government Securities as at the Balance Sheet Date for the estimated term of the obligations.

c) Recognition of deferred tax assets :

A deferred tax asset is recognised for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. The management is reasonably certain that taxable profits will be available to absorb carried forward losses while recognising deferred tax assets.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

2 Significant accounting policies (Continued)

d) Recognition and measurement of other provisions :

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure included in other provisions.

e) Discounting of long-term financial instruments :

All financial instruments are required to be measured at fair value on initial recognition. In case of financial instruments which are required to subsequently measured at amortised cost, interest is accrued using the effective interest method.

2.4 Measurement of fair values

The Company's accounting policies and disclosures require the measurement of fair values for financial instruments. When measuring the fair value of a financial asset or a financial liability, fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

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

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company recognises transfers due to change between levels of the fair value hierarchy at the end of the reporting period.

2.5 Significant accounting policies

i) Property, Plant and Equipment

a) Recognition and measurement

Property, Plant and Equipment are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price, any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs, either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognised in profit or loss.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Depreciation / amortization

Depreciation is provided on a pro-rata basis on the written down value method over the estimated useful life of the assets. Depreciation on addition/deletion of fixed assets during the year is provided on pro-rata basis from / to the date of addition/deletion. Fixed assets costing up to Rs. 5,000 individually are fully depreciated in the year of purchase.

Useful life of the asset is taken, as specified in Schedule II of the Companies Act, 2013

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate

c) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

d) Impairment of fixed assets

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such Reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such Reversal is not recognized.

e) Derecognition

The carrying amount of an item of property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The consequential gain or loss is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognised in the Statement of Profit and Loss.

ii) Intangible assets

Toll Collection Rights

a) Recognition and Measurement

Toll collection rights are stated at cost, less accumulated amortisation and impairment losses. Cost includes: Contractual Upfront / monthly /fortnightly payments towards acquisition of Toll collection rights.

b) Amortisation

Intangible assets i.e. toll collection rights are amortised over the tenure of the respective toll collection contract.

c) Derecognition

The carrying amount of an intangible asset is derecognised on disposal or when no future economic benefits are expected from its use or disposal.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements
for the year ended March 31, 2022

2 Significant accounting policies (Continued)

iii) Inventories

Construction materials, components, stores, spares and tools

They are valued at lower of cost and net realisable value. Cost is determined on weighted average basis and comprise all cost of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.

iv) Borrowing cost

Borrowing costs are interest and other costs related to borrowing which the Company incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing. Borrowing costs include interest costs measured at Effective Interest Rate (EIR) and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Ancillary borrowing costs are amortised over the tenure of the loan.

Borrowing costs that are attributable to acquisition or construction of qualifying assets are capitalized as a part of cost of such assets till the time the asset is ready for its intended use. A qualifying assets is the one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are recorded as an expense in the year in which they are incurred. Ancillary borrowing costs are amortised over the tenure of the loan.

v) Investment in associates, joint venture and subsidiaries

a) Recognition & Measurement

Investments in Subsidiaries, Associates and Joint Ventures are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

On disposal of investments in subsidiaries, associates and joint venture, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

vi) 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 Financial assets

Classification

The Company shall classify financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset

Initial recognition and measurement

Financial assets are recognised when the Company becomes a party to a contract that gives rise to a financial asset of one entity or equity instrument of another entity. Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, other than those designated as fair value through profit or loss (FVTPL), are added to or deducted from the fair value of the financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at FVTPL are recognised immediately in statement of profit and loss.

Debt instruments at amortised cost

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

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- 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 amortised cost using the Effective Interest Rate (EIR) method. Amortised 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 amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Debt instruments at FVOCI

A 'debt instrument' is measured at the Fair value through other comprehensive income(FVOCI) if both the following conditions are met:

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets., and
- 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.

For assets classified as subsequently measured at FVOCI, interest revenue, expected credit losses, and foreign exchange gains or losses are recognised in profit or loss. Other gains and losses on remeasurement to fair value are recognised in OCI. On derecognition, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss.

Debt instrument at fair value through profit and loss (FVTPL)

Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVOCI, is classified as at FVTPL.

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

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

2 Significant accounting policies (Continued)

Equity investments

All equity investments in scope of Ind-AS 109 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 FVOCI 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 FVOCI, 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 profit and loss, 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.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group 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 financial asset have expired
- The Company has transferred substantially all the risks and rewards of the financial asset or
- The Company has neither transferred nor retained substantially all the risks and rewards of the financial asset, but has transferred control of the financial asset.

Impairment of financial assets

The Company applies expected credit loss (ECL) model for measurement and recognition of loss allowance on the following:

- i. Trade receivables
- ii. Financial assets measured at amortized cost (other than trade receivables)

In case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance

In case of other assets (listed as ii above), the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on 12-month ECL.

As a practical expedient, the Company uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. At each reporting date, the historically observed default rates and changes in the forward-looking estimates are updated.

ECL allowance recognised (or reversed) during the period is recognized as income/ expense in the Statement of Profit and Loss under the head 'Other expenses'.

Provision for Impairment of Claims and other receivables is carried out as per the following schedule

Ageing - Upto 5 years - 0 % (Cumulative 0%)
Ageing - 5 to 6 years - 5 % (Cumulative 5%)
Ageing - 6 to 7 years - 10 % (Cumulative 15%)
Ageing - 7 to 8 years - 15 % (Cumulative 30%)
Ageing - 8 to 9 years - 20 % (Cumulative 50%)
Ageing - above 9 years - 50 % (Cumulative 100%)

B Financial liabilities

Financial instruments with a contractual obligation to deliver cash or another financial assets is recognised as financial liability by the Company.

Classification

The Company classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable and incremental transaction cost.

Amortised 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 amortisation is included as finance costs in the statement of profit and loss.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

Derecognition

A financial liability is derecognised 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 recognised in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements
for the year ended March 31, 2022

2 Significant accounting policies (Continued)

Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of the Company at the exchange rates at the date of the transaction or at an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognised in profit or loss.

vii) Leases

On 30 March 2019, the Ministry of Corporate Affairs ("MCA") through the Companies (Indian Accounting Standards) Amendment Rules, 2019 and the Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 leases and other interpretations.

Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

Effective from 1 April 2019 ('the date of transition'), the Company has applied Ind AS 116 using the modified prospective approach, under which the right-of-use asset is equal to lease liability on 1 April 2019. Accordingly, the comparative information is not restated – i.e. it is presented, as previously reported, under Ind AS 17. Additionally, the disclosure requirements in Ind AS 116 have not generally been applied to comparative information.

On transition to Ind AS 116, the Company elected to apply the practical expedient to grandfather the assessment of which transactions are leases. The Company has applied Ind AS 116 only to contracts that were previously identified as leases under Ind AS 17. Therefore, the definition of a lease under Ind AS 116 was applied only to contracts entered into or changed on or after 1 April 2019.

As a lessee

The company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the company's incremental borrowing rate. Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if the company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The company presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

Short-term leases and leases of low-value assets

The company has elected not to recognise right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Under IND AS 17

Leases of property, plant and equipment where the group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the group as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

viii) Trade Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment.

ix) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

2 Significant accounting policies (Continued)

x) Provisions, contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Further, long term provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost. A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

Disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

xi) Revenue from contracts with customers

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

Revenue is measured based on the transaction price as specified in the contract with the customer. It excludes taxes or other amounts collected from customers in its capacity as an agent.

Revenue from Construction Contracts

Revenue, where the performance obligation is satisfied over time, is recognised in proportion to the stage of completion of the contract. The stage of completion of project is determined by the proportion that contract cost incurred for work performed upto the balance sheet date bear to the estimated total contract costs.

Contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable. Contract costs are recognised as an expense in the statement of profit and loss in the accounting periods in which the work to which they relate is performed. An expected loss on a contract is recognised immediately in the Statement of Profit and Loss.

The Company recognises revenue using input method that is based on Company's efforts or inputs to the satisfaction of a performance obligation relative to the total expected inputs to the satisfaction of that performance obligation. Contract revenue recognised at an amount which is higher than its right to consideration (i.e. right to invoice) from customer is recorded as unbilled revenue under other current assets.

Contract revenue includes the initial amount agreed in the contract plus any variations in contract work and claims payments, to the extent that it is probable that they will result in revenue and can be measured reliably. The Company recognises bonus/ incentive revenue on early completion of the project when it is highly probable that it will result in revenue.

Contract balances

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer e.g. unbilled revenue. If the Company performs its obligations by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset i.e. unbilled revenue is recognised for the earned consideration that is conditional. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Company issues an invoice to the Customer.

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional i.e. only the passage of time is required before payment of consideration is due.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. Contract liabilities are recognised as revenue when the Company performs under the contract.

The accounting policies for the specific revenue streams of the Company as summarised below:

Toll collection

Revenue from toll collection is recognised at point in time when services are rendered (on actual collections of toll) However in certain cases ,where advance money is received from customer, revenue is recognised on an accrual basis, where the performance obligation is satisfied over time.

Claims recognised to the extent that it is probable that they will result in revenue, they are capable of being reliably measured and it is not unreasonable to expect ultimate collection.

Road repair and maintenance

Revenue from road repair and maintenance work is recognised when the services are rendered and there are no uncertainties involved to its ultimate realisation.

Other income

- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective rate of interest.
- Dividend income is recognised in profit or loss on the date on which the Company's right to receive payment is established.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

2 Significant accounting policies (Continued)

xii) Retirement and other employee benefits

a) Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognized in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid 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.

b) Post Employment Employee Benefits

Retirement benefits to employees comprise payments to government provident funds, gratuity fund and Employees State Insurance.

Defined contribution plans

The Company's contribution to defined contributions plans such as Provident Fund, Employee State Insurance and Maharashtra Labour Welfare Fund are recognised in the Statement of Profit and Loss in the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective Funds.

Defined benefit plans

Gratuity liability is defined benefit obligation. The Company's net obligation in respect of the gratuity benefit scheme is calculated 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.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation by an independent actuary, using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the Balance Sheet date.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income. Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in Statement of Profit and Loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Actuarial gains/losses are recognized in the other comprehensive income.

xiii) Income taxes

Tax expense comprises of current and deferred tax. It is recognised in the statement of profit and loss except to the extent that it relates to an item recognised directly in equity or in Other Comprehensive Income.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. 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 realised; such reductions are reversed when the probability of future taxable profits improves. Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

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, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Deferred tax asset / liabilities in respect of on temporary differences which originate and reverse during the tax holiday period are not recognised. Deferred tax assets / liabilities in respect of temporary differences that originate during the tax holiday period but reverse after the tax holiday period are recognised. The tax effect is calculated on the accumulated timing differences at the year-end based on the tax rates and laws enacted or substantially enacted on the balance sheet date.

Minimum alternate tax credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

xiv) Earnings Per Share

a) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to equity share holders of the Company
- by the weighted average number of equity shares outstanding during the financial year

b) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

2 Significant accounting policies (Continued)

xv) Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

Amendment to Existing issued Ind AS

The MCA has notified below amendments which are effective 1st April 2022:

- Amendments to Ind AS 103, Business Combinations
- Amendments to Ind AS 16, Property, Plant and Equipment
- Amendments to Ind AS 37, Provisions, Contingent Liabilities and Contingent Assets
- Amendments to Ind AS 109, Financial Instruments
- Amendments to Ind AS 116, Leases

Based on Preliminary work, the Company does not expect these amendments to have any significant impact on its Financial statements.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 3 - Property, Plant and Equipment - As at March 31, 2022

	Gross Block (At Cost)			As at March 31, 2022	Accumulated Depreciation			As at March 31, 2022	Net Block	
	As at April 1, 2021	Additions/ Adjustments	Deductions/ Adjustments		As at April 1, 2021	Charge for the year	Deductions/ Adjustments		As at March 31, 2022	As at March 31, 2022
Tangible Assets[*] :										
Office premises	2,300.70	-	392.66	1,908.04	438.98	83.07	111.81	410.24	1,497.80	1,861.72
Vehicles	3,211.89	26.63	1,376.50	1,862.02	2,080.70	361.74	955.49	1,486.95	375.07	1,131.18
Computer system	2,132.00	6.36	1,561.87	576.49	1,555.15	49.11	1,044.90	559.36	17.13	576.85
Toll equipments	238.49	0.31	231.10	7.70	162.49	1.35	160.16	3.68	4.02	76.01
Office equipments	466.11	19.15	173.50	311.76	381.10	21.67	146.97	255.80	55.96	85.00
Furnitures and fixtures	724.04	-	-	724.04	349.01	106.37	-	455.38	268.66	375.03
Plant and Machinery	1,427.85	152.19	123.92	1,456.12	766.25	166.75	85.80	847.20	608.92	661.60
Total	10,501.08	204.64	3,859.55	6,846.17	5,733.68	790.06	2,505.13	4,018.61	2,827.56	4,767.40

* Refer to Note No.18 and 21 for details of Property, Plant and Equipment that have been pledged as a security/ mortgaged with various Banks/Financial Institutions against loans taken.

Note 3 - Property, Plant and Equipment - As at March 31, 2021

	Gross Block (At Cost)			As at March 31, 2021	Accumulated Depreciation			As at March 31, 2021	Net Block	
	As at April 1, 2020	Additions/ Adjustments	Deductions/ Adjustments		As at April 1, 2020	Charge for the year	Deductions/ Adjustments		As at March 31, 2021	As at March 31, 2021
Tangible Assets[*] :										
Office premises	2,300.70	-	-	2,300.70	326.10	112.88	-	438.98	1,861.72	1,974.60
Vehicles	3,211.89	-	-	3,211.89	1,575.01	505.69	-	2,080.70	1,131.19	1,636.88
Computer system	1,449.97	682.03	-	2,132.00	858.60	696.55	-	1,555.15	576.85	591.37
Toll equipments	234.56	3.93	-	238.49	133.10	29.39	-	162.49	76.00	101.46
Office equipments	438.28	27.83	-	466.11	322.72	58.38	-	381.10	85.01	115.55
Furnitures and fixtures	707.88	16.16	-	724.04	221.66	127.35	-	349.01	375.03	486.23
Plant and Machinery	1,427.85	-	-	1,427.85	578.12	188.13	-	766.25	661.60	849.73
Total	9,771.14	729.95	-	10,501.08	4,015.31	1,718.37	-	5,733.68	4,767.40	5,755.83

* Refer to Note No.18 and 21 for details of Property, Plant and Equipment that have been pledged as a security/ mortgaged with various Banks/Financial Institutions against loans taken.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 4

Intangible assets - As at March 31, 2022

	Gross Block (At Cost)			Accumulated Amortization			Net Block		
	As at April 1, 2021	Additions/ Adjustments	Deductions/ Adjustments	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions/ Adjustments	As at March 31, 2022	As at March 31, 2022
Intangible Assets:									
Toll Collection Rights	6,475.55	6,273.00	2,118.90	10,629.65	3,773.70	6,764.27	-	10,537.97	91.68
Total	6,475.55	6,273.00	2,118.90	10,629.65	3,773.70	6,764.27	-	10,537.97	91.68

* Refer to Note No.18 and 21 for details of Intangible assets that have been pledged as a security/ mortgaged with various Banks/Financial Institutions against loans taken.

Intangible assets - As at March 31, 2021

	Gross Block (At Cost)			Accumulated Amortization			Net Block		
	As at April 1, 2020	Additions/ Adjustments	Deductions/ Adjustments	As at March 31, 2021	As at April 1, 2020	Charge for the year	Deductions/ Adjustments	As at March 31, 2021	As at March 31, 2021
Intangible Assets:									
Toll Collection Rights	3,406.55	3,069.00	-	6,475.55	2,447.87	1,325.83	-	3,773.70	2,701.85
Total	3,406.55	3,069.00	-	6,475.55	2,447.87	1,325.83	-	3,773.70	2,701.85

* Refer to Note No.18 and 21 for details of Intangible assets that have been pledged as a security/ mortgaged with various Banks/Financial Institutions against loans taken.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 5

Non Current Investments

Particulars	As at March 31, 2022	As at March 31, 2021
(A) Trade Investments		
(Unquoted, fully paid up, at cost)		
In Subsidiary Companies		
Equity shares (Refer note 5(a) below)	55,415.61	56,683.59
Preference shares (Refer note 5(b) below)	2,000.00	2,000.00
In Jointly Controlled Entity and Associates (Refer note 5(c) below)	26,585.98	26,585.72
Less: Impairment in the value of Investments	(6.53)	(6.53)

(B) Other Investments

(Unquoted, fully paid up)

In equity Instruments at FVTPL

In Others

4,000 (previous year : 4,000) equity shares of Jankalyan Sahakari Bank Limited of Rs. 10 each.	0.40	0.40
1,00,000 (previous year : 1,00,000) equity shares of The Kalyan Janata Sahakari Bank Limited of Rs. 25 each.	25.00	25.00
9,980 (previous year : 9,980) equity shares of Thane Janata Sahakari Bank Limited of Rs. 50 each.	4.99	4.99
5,010 (previous year : 5,010) equity shares of Ambernath Jai - Hind Co-Op Bank Limited of Rs. 100 each.	5.01	5.01
20,600 (previous year : 20,600) equity shares of Deogiri Nagari Sahakari Bank Limited of Rs. 25 each.	5.15	5.15
49,970 (previous year : 49,970) equity shares of Dombivli Nagari Sahakari Bank Limited of Rs. 50 each.	24.99	24.99
	<u>65.54</u>	<u>65.54</u>
	<u>84,060.60</u>	<u>85,328.32</u>

Non Current Investments

Aggregate cost of quoted investments	-	-
Aggregate market value of quoted investments	-	-
Aggregate value of unquoted investments (including investments in subsidiary, Associate and Joint controlled entities)	84,060.60	85,328.32
Aggregate amount of impairment in value of investments	6.53	6.53

Considering the Long term business outlook and future growth plans of the MEP Group, Management is of the opinion that losses in subsidiary/jointly controlled entities companies namely MEP Nagzari Toll Road Private Limited, MEP IRDP Solapur Toll Road Private Limited, MEP Chennai Bypass Toll Road Private Limited, MEP Hyderabad Bangalore Toll Road Private Limited, MEP Roads & Bridges Private Limited, KVM Technology Solutions Private Limited, are temporary in nature and overall going concern of the business is not adversely affected. In view of the above, there is no diminution in the value of Investment and advances given are fully recoverable.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 5 : Non Current Investment (continued)

Note 5(a)

In Equity Shares of Subsidiary Companies as at March 31, 2022

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
Subsidiaries					
MEP Infrastructure Private Limited	374,278,998	10	37,934.05	100.00%	Collection of toll, road repair and maintenance of structures, flyovers, etc
Raima Ventures Private Limited	11,498,850	10	1,149.89	100.00%	Collection of toll
Rideema Toll Private Limited	2,488,500	100	2,599.02	100.00%	Collection of toll
MEP Chennai Bypass Toll Road Private Limited	5,159,980	10	516.00	100.00%	Operation, Maintenance and Collection of toll
MEP Hyderabad Bangalore Toll Road Private Limited	15,074,890	10	1,507.49	99.99%	Operation, Maintenance and Collection of toll
Raima Toll Road Private Limited	18,464,980	10	1,846.50	100.00%	Operation, Maintenance and Collection of toll
MEP Nagzari Toll Road Private Limited	639,800	10	63.98	100.00%	Collection of toll
MEP IRDP Solapur Toll Road Private Limited	819,800	10	81.98	100.00%	Collection of toll
MEP Highway Solutions Private Limited	9,184,800	10	967.33	100.00%	Construction and maintenance activities
MEP RGSL Toll Bridge Private Limited	43,879,800	10	4,387.98	100.00%	Operation, Maintenance and Collection of toll
Raima Toll and Infrastructure Private Limited	6,999,990	10	700.00	100.00%	Collection of toll
MEP Tormato Private Limited	12,999,999	10	1,350.58	100.00%	Installation of toll equipments , Cameras, Weigh bridges, etc
MEP Roads & Bridges Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Infra Constructions Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Infraprojects Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Toll & Infrastructure Private Limited	9,999	10	1.00	100.00%	Collection of toll
Mhaiskar Toll Road Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Foundation	9,990	10	1.00	99.90%	Corporate Social Responsibilities
MEP Longjian ACR Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Longjian CLR Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Longjian Loha Waranga Road Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	22,903,060	10	2,290.31	51.00%	Construction and maintenance of roads
MEPIDL Enterprises LLC	49	AED 1500	12.97	49.00%	Construction and maintenance of roads
Less: Impairment in the value of Investments			(1.53)		
			<u>55,414.08</u>		

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31, 2022

Note 5 : Non Current Investment (continued)

In Equity Shares of Subsidiary Companies as at March 31, 2021

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
Subsidiaries					
MEP Infrastructure Private Limited	374,278,998	10	37,934.05	99.99%	Collection of toll, road repair and maintenance of structures, flyovers, etc
Raima Ventures Private Limited	11,498,850	10	1,149.89	100.00%	Collection of toll
Rideema Toll Private Limited	2,488,500	100	2,599.02	100.00%	Collection of toll
MEP Chennai Bypass Toll Road Private Limited	5,159,980	10	516.00	100.00%	Operation, Maintenance and Collection of toll
MEP Hyderabad Bangalore Toll Road Private Limited	15,074,890	10	1,507.49	99.99%	Operation, Maintenance and Collection of toll
Raima Toll Road Private Limited	18,464,980	10	1,846.50	100.00%	Operation, Maintenance and Collection of toll
MEP Nagzari Toll Road Private Limited	639,800	10	63.98	100.00%	Collection of toll
MEP IRDP Solapur Toll Road Private Limited	819,800	10	81.98	100.00%	Collection of toll
Rideema Toll Bridge Private Limited	12,679,800	10	1,267.98	100.00%	Collection of toll
MEP Highway Solutions Private Limited	9,184,800	10	967.33	100.00%	Construction and maintenance activities
MEP RGSL Toll Bridge Private Limited	43,879,800	10	4,387.98	100.00%	Operation, Maintenance and Collection of toll
Raima Toll and Infrastructure Private Limited	6,999,990	10	700.00	100.00%	Collection of toll
MEP Tormato Private Limited	12,999,999	10	1,350.58	100.00%	Installation of toll equipments , Cameras, Weigh bridges, etc
MEP Roads & Bridges Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Infra Constructions Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Infraprojects Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Toll & Infrastructure Private Limited	9,999	10	1.00	100.00%	Collection of toll
Mhaiskar Toll Road Private Limited	9,999	10	1.00	100.00%	Collection of toll
MEP Foundation	9,990	10	1.00	99.90%	Corporate Social Responsibilities
MEP Longjian ACR Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Longjian CLR Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Longjian Loha Waranga Road Private Limited	5,100	10	0.51	51.00%	Construction and maintenance of roads
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	22,903,060	10	2,290.31	51.00%	Construction and maintenance of roads
MEPIDL Enterprises LLC	49	AED 1500	12.97	49.00%	Construction and maintenance of roads
Less: Impairment in the value of Investments			(1.53)		
			<u>56,682.06</u>		

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 5 : Non Current Investment (continued)

Note 5(b)

In Preference Shares of Subsidiary Companies as at March 31, 2022

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
12% Non-Cumulative redeemable preference shares of MEP Hyderabad Bangalore Toll Road Private Limited	20,000,000	10	2,000.00	-	Operation, Maintenance and Collection of toll
TOTAL			2,000.00		

In Preference Shares of Subsidiary Companies as at March 31, 2021

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
12% Non-Cumulative redeemable preference shares of MEP Hyderabad Bangalore Toll Road Private Limited	20,000,000	10	2,000.00	-	Operation, Maintenance and Collection of toll
TOTAL			2,000.00		

Note 5 (c)

In Equity shares of Jointly Controlled Entities and Associates as at March 31, 2022

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
KVM Technology Solutions Private Limited	3,300	10	0.33	33.00%	Installation of toll equipments , Cameras, Weigh bridges, etc
MEP Nagpur Ring Road 1 Private Limited	58,956,261	10	5,895.63	74.00%	Construction and maintenance of roads
MEP Sanjose Nagpur Ring Road 2 Private Limited	49,815,061	10	4,981.51	74.00%	Construction and maintenance of roads
MEP Sanjose Arawali Kante Road Private Limited	34,952,400	10	3,495.24	74.00%	Construction and maintenance of roads
MEP Sanjose Kante Waked Road Private Limited	47,888,170	10	4,788.82	74.00%	Construction and maintenance of roads
MEP Sanjose Talaja Mahuva Road Private Limited	38,936,000	10	3,893.60	60.00%	Construction and maintenance of roads
MEP Sanjose Mahuva Kagavadar Road Private Limited	35,256,000	10	3,525.60	60.00%	Construction and maintenance of roads
Ozoneland MEP Solapur Ring Road Private Limited	2,600	10	0.26	26.00%	Construction and maintenance of roads
SMYR Consortium LLP	NA	NA	5.00	25.00%	Collection of toll
Less: Impairment in the value of Investments			(5.00)		
TOTAL			26,580.98		

In Equity shares of Jointly Controlled Entities and Associates as at March 31, 2021

Name of the entity	Number of Shares	Face Value (Rs.)	Total (Rs. in lakhs)	Proportion of ownership interest held	Principal activities
KVM Technology Solutions Private Limited	3,300	10	0.33	33.00%	Installation of toll equipments , Cameras, Weigh bridges, etc
MEP Nagpur Ring Road 1 Private Limited	58,956,261	10	5,895.63	74.00%	Construction and maintenance of roads
MEP Sanjose Nagpur Ring Road 2 Private Limited	49,815,061	10	4,981.51	74.00%	Construction and maintenance of roads
MEP Sanjose Arawali Kante Road Private Limited	34,952,400	10	3,495.24	74.00%	Construction and maintenance of roads
MEP Sanjose Kante Waked Road Private Limited	47,888,170	10	4,788.82	74.00%	Construction and maintenance of roads
MEP Sanjose Talaja Mahuva Road Private Limited	38,936,000	10	3,893.60	60.00%	Construction and maintenance of roads
MEP Sanjose Mahuva Kagavadar Road Private Limited	35,256,000	10	3,525.60	60.00%	Construction and maintenance of roads
SMYR Consortium LLP	NA	NA	5.00	25.00%	Collection of toll
Less: Impairment in the value of Investments			(5.00)		
TOTAL			26,580.72		

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 6

Non Current Financial Assets-Loans

(Unsecured, considered good unless otherwise stated)

Particulars

To parties other than related parties:

Loans to employees

Total

Refer to Note 13 for Current Portion of Loans to employees

	As at March 31, 2022	As at March 31, 2021
	28.40	8.01
Total	28.40	8.01

Note 7

Non Current Financial Assets-Others

(Unsecured, considered good unless otherwise stated)

Particulars

Fixed deposits with banks with maturity period more than twelve months from reporting date (Refer Note 12)

Interest accrued on fixed deposits

Security deposits

Advance consideration for acquisition of equity shares (Refer Note 7(a) below)

Total

Refer to Note 14 for Current Portion of Security Deposits

	As at March 31, 2022	As at March 31, 2021
	756.02	524.84
	12.75	14.09
	146.67	174.88
	-	9,881.40
Total	915.44	10,595.22

7(a) Advance against acquisition of the equity shares

I. Subsidiary companies

MEP Longjian ACR Private Limited

MEP Longjian CLR Private Limited

MEP Longjian Loha Waranga Road Private Limited

MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)

	As at March 31, 2022	As at March 31, 2021
	-	2,611.17
	-	3,112.06
	-	3,269.11
	-	889.05
	-	9,881.40

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 8

Taxation

i. Amounts recognised in profit or loss

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Current Tax		
Current year	-	-
Earlier years	-	-
Total current tax	-	-
Deferred tax		
Deferred tax on origination and reversal of temporary differences	197.35	(163.75)
Total deferred tax	197.35	(163.75)
Total Income tax (income) / expense	197.35	(163.75)

ii. Income Tax in Other Comprehensive income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Remeasurement of defined benefit obligations	(198.95)	27.30
Tax benefit	50.07	(6.87)
Net of tax	(148.88)	20.43

iii. Reconciliation of effective tax

The table below explains the differences between the expected tax expense, at the Indian statutory tax rate of 25.168% (Previous year:25.168%) payable by corporate entities in India on taxable profits under tax laws in India, and the Company's total tax expense for the year.

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit / (loss) before tax as per Statement of Profit and loss	(4,355.70)	(22,372.95)
Tax using the domestic tax rate of company	(1,096.24)	(5,630.82)
Tax effects of:		
Expenses not deductible for tax purposes	197.03	68.69
Income not chargeable to tax	(36.85)	-
Others	143.80	(2.00)
Tax losses	2,096.83	3,002.38
Items on which deferred tax is not created	(1,107.22)	2,398.00
Income tax expense	197.35	(163.75)
Effective Tax Rate	-4.53%	0.73%

The Company has elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has started recognised Provision of Income Tax for from the year ended 31 March 2020 and re-measured its Deferred Tax Assets basis the rate prescribed in the said section. The rate prescribed under the section 115BAA is 22 % as increased by applicable surcharge (10%) and cess (4%).

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 8

Deferred Tax Disclosure

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Deferred tax assets		
Excess of depreciation on fixed assets provided in accounts over depreciation / amortisation under income tax law	197.61	430.70
Provision for employee benefits	250.59	246.79
Carry forward business loss and unabsorbed depreciation	4,479.00	4,479.00
Right-of-use assets & Lease liability	41.64	57.76
Difference between carrying value and tax base of Security Deposits	5.24	10.83
Total deferred tax assets	4,974.08	5,225.09
Deferred tax liabilities		
Difference between carrying value and tax base of borrowings	3.96	7.55
Total deferred tax liabilities	3.96	7.55
Deferred tax asset (net)	4,970.12	5,217.53

Particulars	Net balance March 31, 2020	Recognised in profit or loss	Recognised in OCI	Net balance March 31, 2021	Recognised in profit or loss	Recognised in OCI	Net balance March 31, 2022
Property, plant and equipment and Intangible asset	323.51	107.19	-	430.70	(233.09)	-	197.61
Straightling of upfront lease charges paid	-	-	-	-	-	-	-
Right-of-use assets & Lease liability	53.78	3.98	-	57.76	(16.12)	-	41.64
Security deposit	15.00	(4.17)	-	10.83	(5.59)	-	5.24
Borrowings	(16.40)	8.84	-	(7.55)	3.60	-	(3.96)
Carry forward business loss and unabsorbed depreciation	4,479.00	-	-	4,479.00	-	-	4,479.00
Provision for employee benefits	192.02	47.90	6.87	246.79	53.87	(50.07)	250.59
Tax assets (Liabilities)	5,046.90	163.76	6.87	5,217.53	(197.33)	(50.07)	4,970.12

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 8 : Taxation (continued)

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Tax losses carried forward

Details of losses carried forward for tax purposes.

Nature of loss	March 31, 2022		31-Mar-21	
	Gross amount	Expiry date	Gross amount	Expiry date
Business loss	17,744.31	31.03.2028	17,744.31	31.03.2028
Business loss	8,390.84	31.03.2029	8,390.84	31.03.2029
Business loss	3,953.91	31.03.2030		
Unabsorbed Depreciation	1,377.55	No expiry date		

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 9

Other non current assets

Particulars	As at March 31, 2022	As at March 31, 2021
To parties other than related parties:		
Capital advances	128.38	224.95
Mobilisation advance	7,381.59	6,610.16
Prepaid expenses	3.24	4.93
Income tax assets (net)	6,427.55	6,204.85
Total	13,940.76	13,044.89

Refer to Note 15 for Current Portion of Mobilisation advance and Prepaid Expenses.

Note 10

Inventories

(valued at lower of cost and net realisable value)

Particulars	As at March 31, 2022	As at March 31, 2021
Construction materials	490.35	1,275.67
Others	-	167.24
Total	490.35	1,442.91

Note 11

Current Financial Assets-Trade receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Considered good - Unsecured*	363.34	6,601.99
Less: Allowance for doubtful debts	-	-
Total	363.34	6,601.99

*Trade receivables includes Rs. 356.04 lakhs (Previous year: Rs. 6,594.68 lakhs) are due from related parties as below:

(a) Trade receivables from related parties	As at March 31, 2022	As at March 31, 2021
I. Joint Controlled Entities		
- MEP Nagpur Ring Road 1 Private Limited	-	527.02
- MEP Sanjose Nagpur Ring Road 2 Private Limited	-	346.46
- MEP Sanjose Arawali Kante Road Private Limited	-	2,069.31
- MEP Sanjose Kante Waked Road Private Limited	-	2,247.13
- MEP Sanjose Talaja-Mahuva Road Private Limited	52.59	52.59
- MEP Sanjose Mahuva-Kagavadar Road Private Limited	-	1,048.72
	52.59	6,291.23
II. Subsidiaries		
- MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	303.45	303.45
	303.45	303.45
Total	356.04	6,594.68

(b) Notes:

- The carrying amounts of trade receivables as at the reporting date approximate fair value. Trade receivables are non-interest bearing.
- Refer Note 32 for information about credit risk of trade receivables.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 12

(i) Current Financial Assets-Cash and cash equivalents

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Cash on hand	28.89	100.65
Bank balances		
In current accounts	158.62	232.64
Unclaimed dividend	0.91	0.60
Unclaimed share application money	0.28	-
In fixed deposits	27.38	-
Cash and cash equivalents as presented in the Balance sheet	216.08	333.89

Note: Bank balances and term deposits with banks comprise cash held by the Company on a short-term basis with original maturity of three months or less. The carrying amount of cash equivalents as at reporting date at fair value.

(ii) Current Financial Assets-Other bank balances

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Bank deposits with maturity from 3-12 months	2,340.89	3,079.14
Total	2,340.89	3,079.14

Details of bank deposits

Bank deposits with original maturity of 3 months or less included under 'Cash and cash equivalents'	27.38	-
Bank deposits due to mature within 12 months of the reporting date included under 'Other bank balances'	2,340.89	3,079.14
Bank deposits due to mature after 12 months of the reporting date included under 'Other non financial current assets' (Refer Note 7)	756.02	524.84
	3,124.29	3,603.98

Note: Total bank deposits of Rs. 3,124.29 lakhs (previous year : Rs 3,603.98 lakhs) comprise of Deposits having maturities of Less than 3 months, maturities of 3-12 months and maturities of more than 12 months(Disclosed under Non-Current Financial Assets). Out of the total deposits, fixed deposits with Banks of Rs Nil (previous year : Rs 354.87 lakhs) are provided as a lien for maintenance of Debt Service Reserve Account. Bank deposits of Rs 500.14 lakhs (previous year : Rs 1,039.58 lakhs) are provided as cash margin for bank facilities. Bank deposits of Rs. 2,624.15 lakhs (previous year : Rs 2,209.53 lakhs) with various banks are provided as a margin for bank guarantees given to authorities.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 13

Current Financial Assets-Loans

(Unsecured, considered good unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
To related parties		
Loans (refer note 13(a) below)	10,283.61	15,818.10
To parties other than related parties		
Loans	-	857.13
Loan to employees	35.81	32.72
Performance Security	522.75	1,102.77
Total	10,842.17	17,810.72
(a) Loans and advances to related parties	As at March 31, 2022	As at March 31, 2021
I. Subsidiary companies		
- Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	7.31
- MEP Highway Solutions Private Limited	61.10	-
- Rideema Toll Bridge Private Limited	-	28.57
- Raima Toll Road Private Limited	-	0.59
- MEP Infraprojects Private Limited	831.05	2,134.49
- MEP Infra Construction Private Limited	2.39	2.12
- MEP Toll & Infrastructure Private Limited	2.07	1.81
- MEP Tormato Private Limited	-	13.48
- Mhaiskar Toll Road Private Limited	2.11	1.82
- Raima Ventures Private Limited	4.47	4.47
- Raima Toll & Infrastructure Private Limited	23.04	23.03
- MEP RGSL Toll Bridge Private Limited	5,465.02	4,804.94
- MEP Hyderabad Bangalore Toll Road Private Limited	107.64	-
- MEP Longjian CLR Private Limited	156.15	-
- MEP Longjian Loha Waranga Road Private Limited	155.80	-
- MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	1,351.86	222.03
- MEP IRDP Solapur Toll Road Private Limited	1.00	1.00
Total	8,163.70	7,245.66
II. Joint Controlled Entities		
- MEP Nagpur Ring Road 1 Private Limited	554.24	837.86
- MEP Sanjose Talaja Mahuva Road Private Limited	-	2,415.14
- MEP Sanjose Nagpur Ring Road 2 Private Limited	1,198.00	2,369.90
- MEP Sanjose Arawali Kante Private Limited	-	884.61
- MEP Sanjose Kante Waked Private Limited	-	924.47
- MEP Sanjose Mahuva Kagavadar Private Limited	367.67	1,140.46
	2,119.91	8,572.44
Total	10,283.60	15,818.10

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 14

Current Financial Assets-Others

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Interest receivable		
accrued on fixed deposits/recurring deposits	44.02	70.74
accrued on loans to related parties	0.03	280.58
accrued on advances to related parties	-	1,786.40
accrued on loans to others	-	1,163.62
To related parties:		
Other receivable	3,360.72	4,532.55
To parties other than related parties:		
Security deposits	7,276.50	26,475.98
Bid Security	267.00	267.00
Mobilisation advance	-	5,795.70
Receivable from Authority	896.54	1,013.27
Other receivable	1,097.50	1,107.28
Claim receivable*	11,505.98	10,664.58
Total	24,448.29	53,157.69

*The Company has recognised claim of Rs. 9,383.46 lakhs (March 31, 2021 : Rs. 9,383.46 lakhs) receivable from South Delhi Municipal Corporation (SDMC) towards air pollution, free lanes, all India indefinite road transport strike and operation & maintenance expenses during suspension period.

*The Company has recognised claim of Rs. 2,122.52 lakhs (March 31, 2021: Rs. 1,281.12 lakhs) receivable from Public Works Department (PWD) and National Highways Authority of India(NHAI) towards "Force Majeure" clause on account of outbreak of coronavirus (COVID-19). (Refer note 45)

Note 15

Other current assets

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Advance to suppliers	6,188.50	1,791.80
Balance with Government authorities	984.25	2,608.63
Prepaid expenses	208.91	262.45
Mobilisation advance	16,094.49	32,210.35
Unbilled Revenue (Refer Note 41)*	6,937.00	27,329.43
Total	30,413.15	64,202.66

*Classified as non financial asset as the contractual rights to consideration is dependent on completion of contractual milestone.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 16

Equity Share Capital

Particulars

	As at March 31, 2022	As at March 31, 2021
[a] Authorised share capital		
525,000,000 (March 31, 2021: 225,000,000) equity shares of the par value of Rs 10 each	52,500.00	22,500.00
	<u>52,500.00</u>	<u>22,500.00</u>
[b] Issued		
183,446,051 (March 31, 2021 : 183,446,051) equity shares of Rs.10 each	18,344.61	18,344.61
	<u>18,344.61</u>	<u>18,344.61</u>
[c] Subscribed and paid up		
183,446,051 (March 31, 2021 : 183,446,051) equity shares of Rs.10 each	18,344.61	18,344.61
	<u>18,344.61</u>	<u>18,344.61</u>

[d] Reconciliation of number of shares outstanding at the beginning and end of the year :

	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	Amount	No. of Shares	Amount
Equity :				
Shares outstanding, beginning of the year	183,446,051	18,344.61	183,446,051	18,344.61
Issued during the year	-	-	-	-
Shares outstanding, end of the year	<u>183,446,051</u>	<u>18,344.61</u>	<u>183,446,051</u>	<u>18,344.61</u>

[e] Rights, preferences and restrictions attached to equity shares

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shareholders are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 16

Equity Share Capital (continued)

[f] Details of shareholders holding more than 5% of the aggregate shares in the Company:

Name of the shareholder	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Percentage	Number of Shares	Percentage
Equity shares of Rs 10 each fully paid held by:				
Ideal Toll & Infrastructure Private Limited	29,940,407	16.32%	29,940,407	16.32%
Jayant Dattatray Mhaiskar	14,358,526	7.83%	14,358,526	7.83%
Anuya Jayant Mhaiskar	17,600,997	9.59%	17,223,997	9.39%
Sudha Dattatray Mhaiskar	21,730,688	11.85%	21,730,688	11.85%
A J Tolls Private Limited	23,001,106	12.54%	30,494,432	16.62%
HDFC Trustee Company Limited	10,815,944	5.90%	13,615,944	7.42%
	117,447,668	64.02%	127,363,994	69.43%

[g] Details of shares held by promoter and promoter group at the end of the year:

Name of the shareholder	As at March 31, 2022		As at March 31, 2021		% Change during the year
	Number of Shares	Percentage	Number of Shares	Percentage	
Equity shares of Rs 10 each fully paid held by:					
Ideal Toll & Infrastructure Private Limited	29,940,407	16.32%	29,940,407	16.32%	0.00%
Jayant Dattatray Mhaiskar	14,358,526	7.83%	14,358,526	7.83%	0.00%
Anuya Jayant Mhaiskar	17,600,997	9.59%	17,223,997	9.39%	2.19%
Sudha Dattatray Mhaiskar	21,730,688	11.85%	21,730,688	11.85%	0.00%
A J Tolls Private Limited	23,001,106	12.54%	30,494,432	16.62%	(24.57%)
Vidyalaxmi Vijay Kshirsagar	56,373	0.03%	56,373	0.03%	0.00%
	106,688,097	58.16%	113,804,423	62.04%	

Name of the shareholder	As at March 31, 2021		As at March 31, 2020		% Change during the year
	Number of Shares	Percentage	Number of Shares	Percentage	
Equity shares of Rs 10 each fully paid held by:					
Ideal Toll & Infrastructure Private Limited	29,940,407	16.32%	29,940,407	16.32%	0.00%
Jayant Dattatray Mhaiskar	14,358,526	7.83%	14,358,526	7.83%	0.00%
Anuya Jayant Mhaiskar	17,223,997	9.39%	17,923,997	9.77%	(3.91%)
Sudha Dattatray Mhaiskar	21,730,688	11.85%	26,301,767	14.34%	(17.38%)
A J Tolls Private Limited	30,494,432	16.62%	30,494,432	16.62%	-
Dattatray Mhaiskar	-	0.00%	1,025,000	0.56%	(100.00%)
Vidyalaxmi Vijay Kshirsagar	56,373	0.03%	56,373	0.03%	0.00%
	113,804,423	62.04%	120,100,502	65.47%	

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 17

(i) Securities Premium

Particulars	As at March 31, 2022	As at March 31, 2021
At the commencement of the year	40,354.12	40,354.12
Add: Received during the year	-	-
Balance as at the end of the year	<u>40,354.12</u>	<u>40,354.12</u>

(ii) Retained earnings

Particulars	As at March 31, 2022	As at March 31, 2021
At the commencement of the year	(13,903.53)	8,326.09
Add : Profit/(loss) for the year	(4,553.05)	(22,209.20)
Other comprehensive income	148.88	(20.43)
Balance as at the end of the year	<u>(18,307.70)</u>	<u>(13,903.53)</u>
Other equity [(i) + (ii)]	<u>22,046.42</u>	<u>26,450.58</u>

Securities premium:

Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Companies Act, 2013.

Retained earnings:

Retained earnings are the profits that the Company has earned till date, less dividends or other distributions paid to shareholders.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 18

Non-Current Financial Liability-Borrowings

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Secured Loans		
Term loans		
- from banks	9,283.72	12,149.73
- from financial institution	-	-
	<u>9,283.72</u>	<u>12,149.73</u>
Vehicle loans		
- from banks	360.59	507.39
- from financial institution	109.49	157.49
	<u>470.08</u>	<u>664.88</u>
Equipment loans		
- from banks	5.58	304.62
- from financial institution	2.40	267.02
	<u>7.98</u>	<u>571.64</u>
Total	<u>9,761.79</u>	<u>13,386.25</u>

Refer to Note 32 for liquidity risk.

The Company has availed moratorium on repayment of loans and interest thereon from banks and financial institutions based on the circular issued by Reserve Bank of India.

I) Term loans

A) Term loan includes loan from a bank amounting Rs 9,428.91 lakhs (March 31, 2021 : Rs 11,906.12 lakhs) which is secured by a first and exclusive charge as under:

- first exclusive charge on escrow account specifically maintained for maintenance income/receivables from the maintenance contract with MEP Infrastructure Private Limited, a subsidiary;
- first mortgage and charge on all immovable and movable properties of the Company, (including movable plant and machinery, spares, tools and accessories, furniture, fixtures, vehicles, inventories and all other movable properties); except as specifically charged;
- exclusive charge on specific account opened to route the proceeds from the loan and interest thereon extended to the Ideal Toll & Infrastructure Private Limited by MEP Infrastructure Private Limited, subsidiary company;
- pledge of 1.14 crore shares of the Company held by Promoters of the Company (in demat form);
- pledge of 30.00% of paid-up share capital and Non disposal undertaking (NDU) of 19.10% of paid-up share capital of Ideal Toll & Infrastructure Private Limited, held by the promoter and director of the company;
- first charge over the all bank accounts including but not limited to escrow account opened by MEP Highway Solutions Private Limited, subsidiary company;
- corporate guarantees of Ideal Toll & Infrastructure Private Limited and personal guarantee of Mr. Jayant D. Mhaiskar, Director of the Company.
- equitable mortgage of 9.56 Ha land, situated at Dhakale Gaon, Baramati District, owned by relative of Promoters of the Company;

The term loan carries an interest rate calculated on base rate of the bank plus a spread of 275 basis points. The term loan is repayable in 127 unequal monthly installments commencing from 1 September 2014.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 407.65 lakhs and interest of Rs. 266.50 lakhs.

B) Term loan from bank amounting Rs. 1,861.95 lakhs (March 31, 2021 : Rs. 2,303.40 lakhs) which is secured as under :

- Hypothecation/ assignment of all the receivables/revenues/security interest generated from contract with SMDC for Toll Collection at Entry points of Delhi.
- first pari-passu charge over the cash flows of the Project, along with Security Deposit funding Bank / BG issuing bank.
- first pari-passu charge over all accounts of the applicant relating to this project including the Escrow Account and the Sub-Accounts.
- Personal guarantee of Mr. Jayant D. Mhaiskar, director of the Company

The term loan carries an interest rate of 12.00 % p.a. (floating) i.e. 3.75% below PLR. The loan is repayable in 60 monthly installments commencing from October 2017.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 1,096.28 lakhs and interest of Rs. 61.50 lakhs.

C) Term loan from bank amounting Rs. 196.78 lakhs (March 31, 2021 : Rs. 328.78 lakhs) which is secured as under :

- hypothecation / assignment of by receivables generated from Toll Collection at Toll Plazas situated on at entry points of Delhi.
- hypothecation / assignment of Other movable assets like toll equipment etc. used for Toll Collection at Toll Plazas.
- Personal guarantee of Mr. Jayant D. Mhaiskar, director of the Company

The term loan carries an interest rate of 11.90 % p.a. (floating). The loan is repayable in 60 monthly installments commencing from October 2017.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 35.54 lakhs and interest of Rs. 2.26 lakhs.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 18

Non-Current Financial Liability-Borrowings (continued)

- D)** Term loan from bank amounting Rs. 736.29 lakhs (March 31, 2021 : Rs. 822.80 lakhs) which is secured as under :
- a) equitable mortgage charge on office premises units at Sumer Plaza, Marol Maroshi Road, Andheri (East).
 - b) Personal guarantee of Mr. Jayant D. Mhaikar, Mrs. Anuya Jayant Mhaikar, directors of the Company and Mrs. Sudha Dattatray Mhaikar.
The term loan carries an interest rate of 10.80 % p.a. (floating). The loan is repayable in 84 monthly installments commencing after one month from the date of disbursement.
As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 24.50 lakhs and interest of Rs. 6.94 lakhs.
- E)** Term loan from bank amounting Rs. 939.20 lakhs (March 31, 2021 : Rs. 976.95 lakhs) which is secured as under :
- a) exclusive first charge on Residential flats at B-1203, B-1204 at Lake Homes, Powai, Mumbai, owned by promoters of the Company.
 - b) first charge on current assets of M/s. Ideal Toll & Infrastructure Private Limited, owned by promoters of the Company.
 - c) Personal guarantee of Mr. Jayant D. Mhaikar and Mrs. Anuya Jayant Mhaikar, directors of the Company
The term loan carries an interest rate of 14.00 % p.a. The loan is repayable in 120 monthly installments commencing from November 2019.
As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 13.22 lakhs and interest of Rs. 29.46 lakhs.
- F)** Term loan from bank amounting Rs. 252.82 lakhs (March 31, 2021 : Rs. 379.19 lakhs) which is secured as under :
- a) hypothecation charge on all Furniture and Fixtures and other assets at office premises situated on First floor unit 101 at Spectra, Orchard Avenue, Powai, acquired on Leave and License basis.
 - b) extension of Equitable mortgage charge on office premises units at Sumer Plaza, Marol Maroshi Road, Andheri (East).
 - c) Personal guarantee of Mr. Jayant D. Mhaikar, Mrs. Anuya Jayant Mhaikar, directors of the Company and Mrs. Sudha Dattatray Mhaikar, relative of director.
The term loan carries an interest rate of 10.80 % p.a. (floating). The loan is repayable in 36 monthly installments commencing from 3 months after date of disbursement.
As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 33.86 lakhs and interest of Rs. 2.49 lakhs.
- G)** Term loan from bank amounting Rs. 377.88 lakhs (March 31, 2021 : Rs. 523.05 lakhs) which is secured as under :
- a) hypothecation / assignment of by receivables generated from Toll Collection at Toll Plazas situated on at entry points of Delhi.
 - b) hypothecation / assignment of Other movable assets like toll equipment etc. used for Toll Collection at Toll Plazas.
 - c) pari-passu charge over the cash flows of the Project.
The term loan carries an interest rate of 12.45 % p.a. (floating). The loan is repayable in 60 monthly installments commencing from date of disbursement.
As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 33.19 lakhs.
- H)** Term loan from bank amounting Rs. Nil (March 31, 2021 : Rs. 2,898.99 lakhs) which is secured as under :
- a) subservient charge on the existing and future movable fixed assets of the Company to provide minimum one time security cover.
 - b) Personal guarantee of Mr. Jayant D. Mhaikar, director of the Company
 - c) pledge of 1.5x shares of the Company held by promoters of the Company (in demat form)
The term loan carries an interest rate of 4.55 % p.a. payable monthly ("Spread") over and above one year YBL MCLR. The loan is repayable in 9 structured quarterly installments commencing from February 2019.
- I)** Term loan includes a loan from a bank amounting Rs 274.25 lakhs (March 31, 2021 : Rs 300.00 lakhs) which is secured as under :
- a) Equitable Mortgage of Plot of Land and Bungalow situated at Lonavla, Taluka Maval, District Pune owned by promoter of the Company;
 - b) Personal guarantee of Mr. Jayant D. Mhaikar, Mrs. Anuya Jayant Mhaikar, directors of the Company and Mrs. Sudha Dattatray Mhaikar.
The term loan carries an interest rate of 11.50 % p.a. (floating). The loan is repayable in 84 monthly installments commencing from 3 months after date of disbursement.
As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 8.25 lakhs and interest of Rs. 2.75 lakhs.
- II) Vehicle Loans**
- a) Vehicle loans from banks of Rs 574.55 lakhs (March 31, 2021 : Rs 766.62 lakhs) carry interest rates ranging from 8.35% - 10.01% p.a. The loans are repayable in 54 - 60 monthly installments along with interest. The loans are secured by way of hypothecation of the respective vehicles.
As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 27.13 lakhs.
 - b) Vehicle loans from various financial institutions of Rs 166.34 lakhs (March 31, 2021 : Rs 201.33 lakhs) carry interest rate ranging from 8.53% - 10.40% p.a. The loans are repayable in 33 - 59 monthly installments along with interest. The loans are secured by way of hypothecation of the respective vehicles.
As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 5.64 lakhs.
- III) Equipment Loans**
- a) Equipment loans from banks of Rs 21.20 lakhs (March 31, 2021 : Rs 847.27 lakhs) carry an interest rate of 9.00% - 9.35% p.a. The loan is repayable in 47 - 58 monthly installments along with interest. The loans are secured by way of hypothecation of the respective equipments.
As 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 2.38 lakhs.
 - b) Equipment loans from financial institution of Rs 558.50 lakhs (March 31, 2021 : Rs 562.38 lakhs) carry an interest rate of 8.80% - 11.90% p.a. The loan is repayable in 23 - 60 monthly installments along with interest. The loans are secured by way of hypothecation of the respective equipments.
As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 297.87 lakhs and interest of Rs. 131.50 lakhs.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 19

Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Non-Current Provisions		
Employee benefits		
Gratuity (Refer Note 43)	261.09	384.70
Total (A)	261.09	384.70
Current Provisions		
Employee benefits		
Gratuity (Refer Note 43)	215.27	248.93
Total (B)	215.27	248.93
Total (A)+(B)	476.36	633.63

Note 20

Other non-current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Mobilisation Advance *	7,822.09	7,014.52
Total	7,822.09	7,014.52

*Refer to Note 24 for Current Portion of Mobilisation advance.

*Mobilisation Advance from MEP Infrastructure Private Limited (Subsidiary Company) Rs. 7,822.09 lakhs (previous year : Rs. 7,014.52 lakhs) pursuant to a contract for maintenance of structures, flyovers etc at five Mumbai Entry Points.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 21

Current Financial Liability-Borrowings

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Secured Loans		
- from banks	567.57	846.52
- from financial institution	241.70	-
Current maturities of long-term debt	5,611.18	9,400.62
Loans repayable on demand (secured)		
- from banks	7,444.22	7,659.25
Unsecured Loans		
From Related Parties	173.86	-
Bank overdraft	-	359.05
Inter-Corporate Deposit	3,283.00	-
Total	17,321.53	18,265.43

Refer to Note 32 for liquidity risk.

The Company has availed moratorium on repayment of loans and interest thereon from banks and financial institutions based on the circular issued by Reserve Bank of India.

Nature of Security and terms of repayment

(I) Short Term Secured borrowings

A) Term Loans from bank amounting Rs 54.10 lakhs (March 31, 2021 : Rs 324.20 lakhs) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the properties situated at Manisha Saphalya, M. G. Road, Vishnu Nagar, Dombivli (West) and Kesar Equinox, Plot-62, Sir Bhalchandra Road, Hindu Colony, Dadar (East), Mumbai, owned by Sudha Dattatray Mhaikar relative of director;

(b) Personal guarantee of Mr. Jayant D. Mhaikar, Mrs. Anuya Jayant Mhaikar, directors of the Company;

The term loan carries an interest rate calculated on rate of 12.50 % p.a. (floating) at monthly rest. The loan is repayable in 5 monthly installments commencing from June 2021.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 54.10 lakhs and interest of Rs. 1.31 lakhs.

B) Term Loans from bank amounting Rs 513.47 lakhs (March 31, 2021 : Rs 522.32 lakhs) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the properties situated at Manisha Saphalya, M. G. Road, Vishnu Nagar, Dombivli (West) and Kesar Equinox, Plot-62, Sir Bhalchandra Road, Hindu Colony, Dadar (East), Mumbai, owned by Sudha Dattatray Mhaikar relative of director;

(b) Personal guarantee of Mr. Jayant D. Mhaikar, Mrs. Anuya Jayant Mhaikar, directors of the Company;

The term loan carries an interest rate calculated on rate of 12.50 % p.a. (floating) at monthly rest. The loan is repayable in 12 monthly installments commencing from July 2021.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 513.47 lakhs and interest of Rs. 13.19 lakhs.

C) Term Loans from financial institution amounting Rs 241.70 lakhs (March 31, 2021 : Rs Nil) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the commercial properties situated at Boomerang building, block no. B-406 Chandivali farm road, Andheri East and Lake home, Powai, Mumbai;

The term loan carries an interest rate calculated on rate of 18.00 % p.a. The loan is repayable in monthly installments commencing from October 2021.

II) Loans repayable on demand

A) Loans repayable on demand include an overdraft facility from a bank amounting Rs 5,486.50 lakhs (March 31, 2021 : Rs 5,656.71 lakhs) which is secured as below:

- First charge / hypothecation / assignment of security interest on Escrow account;
- First charge by way of hypothecation of all the movable assets, present and future, of the projects financed.
- First charge on receivable of the projects financed.
- Personal Guarantee given by Mr. Jayant D. Mhaikar, director of the Company;
- Corporate guarantee given by Ideal Toll and Infrastructure Private Limited.

Loan carries an interest rate calculated on the base rate of the bank and a spread of 2.50% p.a.

As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 5,486.50 lakhs.

B) Loans repayable on demand include an overdraft facility from a bank amounting Rs 1,000.00 lakhs (March 31, 2021 : Rs 1,077.69 lakhs) is secured as below ;

- First charge / hypothecation / assignment of security interest on Escrow account;
- by First and exclusive charge / hypothecation of escrow account of the borrower through which cash flows of the project financed is routed
- first charge by way of hypothecation of all the movable assets, present and future of the projects financed,
- First and exclusive charge on receivables of the financed projects.
- upfront cash margin of 15% by way of pledge of Term deposit receipt.

Loan carries an interest rate of 1 year MCLR plus 3.00%.

As at 31 March 2022, the Company has delayed in repayment of interest of Rs. 10.53 lakhs.

C) Loans repayable on demand include an overdraft facility from a bank amounting to Rs 507.71 lakhs (March 31, 2021 : Rs 474.84 lakhs) is secured by Term deposit. The loan carries an interest rate of 8.25% p.a.

D) Loans repayable on demand include an overdraft facility from a bank amounting to Rs 450.00 lakhs (March 31, 2021 : Rs 450.00 lakhs) is secured by Term deposit. The loan carries an interest rate of 7.80% p.a.

III) Unsecured loans

A) Interest free unsecured loan from Sudha D. Mhaikar, relative of director for Rs 142.46 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

B) Interest free unsecured loan from step down subsidiary, Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited) of Rs 31.40 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

C) Inter-Corporate Deposit amounting Rs 1,600.00 lakhs (March 31, 2021 : Nil) is repayable on demand.

D) Inter-Corporate Deposit amounting Rs 1,683.00 lakhs (March 31, 2021 : Nil) is repayable in 3 months from the date of disbursement.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 22

Current Financial Liability-Trade payables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payables *		
Amount due to Micro, Small and Medium Enterprises **	84.55	269.17
Creditors other than Micro, Small and Medium Enterprises	74,985.85	73,825.13
Total	75,070.40	74,094.30

* The carrying amount of trade payables as at reporting date is at fair value. Refer to Note 32 for liquidity risk.

** Disclosure for Micro, Small and Medium Enterprises

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act are as follows.

Particulars	As at March 31, 2022	As at March 31, 2021
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	84.55	269.17
The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006.	-	-
	84.55	269.17

Ageing for trade payables outstanding is as follows

Particulars	As at March 31, 2022	As at March 31, 2021
- dues of micro, small and medium enterprises		
Less than 1 year	48.23	92.86
1-2 years	-	149.39
2-3 years	9.26	26.92
More than 3 years	27.06	-
	84.55	269.17
- others		
Less than 1 year	10,105.87	29,496.36
1-2 years	21,487.51	43,027.06
2-3 years	42,239.64	837.28
More than 3 years	1,152.83	464.43
	74,985.85	73,825.13

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

as at March 31 2022

Note 23

Current Financial Liability-Others

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Deposit from contractors	1,193.26	1,549.95
Mobilisation Advance [Refer note below (i)]	6,670.41	12,601.60
Working Capital advance [Refer note below (ii)]	932.10	932.10
Employee benefit expenses payable	805.26	1,587.31
Retention from contractors	2,633.63	2,709.38
Performance security received from subsidiary	63.25	63.25
Margin Money*	594.00	594.00
Interest accrued but not due on borrowings	127.98	474.55
Interest accrued and due on borrowings	528.43	400.24
Unpaid Share Application Money	0.28	0.28
Unpaid dividend	0.91	0.91
Other liabilities	1,103.49	4,130.32
Total	14,653.00	25,043.90

*Margin money aggregating Rs. 594.00 lakhs (previous year; Rs. 594.00 lakhs) received from MEP Chennai Bypass Toll Road Private Limited (subsidiary company) for the purpose of issuing Bank guarantee to the authority.

Refer to Note 32 for liquidity risk.

(i) Mobilisation Advance received from jointly controlled entities

Particulars	As at	As at
	March 31, 2022	March 31, 2021
MEP Sanjose Talaja Mahuva Road Pvt. Ltd	4,276.64	7,215.73
MEP Sanjose Mahuva Kagavadar Road Pvt. Ltd	2,393.77	5,385.87
	6,670.41	12,601.60

(ii) Working Capital Advance received from jointly controlled entities

Particulars	As at	As at
	March 31, 2022	March 31, 2021
MEP Sanjose Mahuva Kagavadar Road Pvt. Ltd	932.10	932.10
	932.10	932.10

Note 24

Other current liabilities

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Mobilisation Advance*	6,824.37	27,146.94
Working Capital advance	-	4,491.70
Advance billing to customer (Refer note 41)	2,155.65	17,765.14
Toll income received in advance	-	34,972.64
Other current liabilities	799.73	-
Statutory dues	507.41	453.07
Total	10,287.16	84,829.49

*Mobilisation Advance from MEP Infrastructure Private Limited (Subsidiary company) Rs. 874.37 lakhs (previous year : Rs. 2,048.05 lakhs) pursuant to a contract for maintenance of structures, flyovers etc at five Mumbai Entry Points.

*Mobilisation Advance from MEP Nagpur Ring Road 1 Private Limited (Jointly Controlled Entity) Rs. Nil (previous year : Rs. 2,203.29 lakhs) pursuant to a contract, pertaining to Construction of road under Hybrid annuity model.

*Mobilisation Advance from MEP Sanjose Nagpur Ring Road 2 Private Limited (Jointly Controlled Entity) Rs. Nil (previous year : Rs. 3,864.91 lakhs) pursuant to a contract, pertaining to Construction of road under Hybrid annuity model.

*Mobilisation Advance from MEP Sanjose Arawali Kante Road Private Limited (Jointly Controlled Entity) Rs. Nil (previous year : Rs. 8,357.25 lakhs) pursuant to a contract, pertaining to Construction of road under Hybrid annuity model.

*Mobilisation Advance from MEP Sanjose Kante Waked Road Private Limited (Jointly Controlled Entity) Rs. Nil (previous year : Rs. 10,673.44 lakhs) pursuant to a contract, pertaining to Construction of road under Hybrid annuity model.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

Note 25

Revenue from operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from operations*		
Toll Collection	9,411.94	20,079.02
Construction Revenue	5,856.67	13,004.42
Other operating revenue		
- Road repair and maintenance	1,907.67	2,448.45
- Claims from authority	1,191.77	1,181.64
- Sale of Construction materials	1,049.49	-
Total	19,417.54	36,713.53

*Refer to Note 41 for Disclosures pursuant to Revenue from contracts with customers.

Note 26

Other Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest income		
- from fixed deposits	113.58	226.44
- from loans to related parties	-	72.80
- from other Interest income to related Parties	766.34	1,185.77
- from loans to parties other than related parties	25.04	765.99
- other Interest income	22.22	19.01
Profit on sale of assets	1,358.85	-
Provisions no longer required	399.68	176.84
Dividend income	3.20	-
Miscellaneous income	160.73	10.11
Total	2,849.64	2,456.96

Note 27(a)

Cost of Material consumed

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Construction expenses	4,911.76	7,867.43
Total	4,911.76	7,867.43

Note 27(b)

Operating and maintenance expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Concession fees to authority	4,038.96	18,274.48
Road repairing and maintenance expenses	856.29	2,309.86
Toll attendant expenses	374.26	1,072.13
Other site operational expenses	112.50	1,743.85
Total	5,382.01	23,400.32

Note 28

Employee benefits expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries, wages and bonus	2,647.99	4,227.39
Contribution to Provident and Other Funds (Refer Note 43)	75.05	195.23
Gratuity Expense (Refer Note 43)	81.20	81.94
Staff Welfare Expenses	104.72	524.31
Total	2,908.96	5,028.87

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

for the year ended March 31, 2022

Note 29

Finance costs

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest expenses		
- from banks	3,485.50	4,961.44
- from financial institutions	330.49	357.30
- Interest on lease liabilities	120.31	228.07
Other borrowing cost		
Other borrowing cost	29.11	542.59
Bank guarantee and commission	272.90	91.89
Total	4,238.31	6,181.29

Note 30

Other expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Rates and taxes	1,294.96	203.65
Auditors remuneration (Refer Note 40)	51.93	51.51
Legal consultancy and professional fees	1,986.51	2,888.28
Rent	104.20	92.14
Corporate Social Responsibility (CSR) expenditure (Refer Note 39)	30.71	14.60
Bank charges	63.49	103.69
Travelling and conveyance expenses	840.91	960.62
Repairs and maintenance		
- to toll equipments	81.86	53.10
- to computers	277.94	42.63
- others	102.46	163.11
Insurance	38.12	58.71
Directors sitting fees	11.60	9.80
Business promotion and advertisement expenses	52.47	45.31
Miscellaneous expenses	434.44	552.09
Total	5,371.60	5,239.24

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 31

i. Financial instruments – Fair values and risk management

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

A. Accounting classification and fair values

March 31, 2022	Carrying amount		Total	Fair value			Total
	Fair value through Profit and Loss	Amortised Cost		Level 1	Level 2	Level 3	
Financial assets							
Non-current investments - Unquoted equity shares*	65.54	-	65.54	-	-	-	-
Non Current Loans	-	28.40	28.40	-	-	-	-
Other non current financial assets	-	915.44	915.44	-	-	-	-
Trade and other receivables	-	363.34	363.34	-	-	-	-
Current Loans and Advances	-	10,842.17	10,842.17	-	-	-	-
Cash and cash equivalents	-	216.08	216.08	-	-	-	-
Bank Balances other than above	-	2,340.89	2,340.89	-	-	-	-
Other Current financial asset	-	24,448.29	24,448.29	-	-	-	-
	65.54	39,154.61	39,220.15	-	-	-	-
Financial liabilities							
Long term borrowings	-	9,761.79	9,761.79	-	-	-	-
Short term borrowings	-	17,321.53	17,321.53	-	-	-	-
Lease liability	-	826.22	826.22	-	-	-	-
Trade and other payables	-	75,070.40	75,070.40	-	-	-	-
Other Current financial liabilities	-	14,653.00	14,653.00	-	-	-	-
	-	117,632.94	117,632.94	-	-	-	-

March 31, 2021	Carrying amount		Total	Fair value			Total
	Fair value through Profit and Loss	Amortised Cost		Level 1	Level 2	Level 3	
Financial assets							
Non-current investments - Unquoted equity shares*	65.54	-	65.54	-	-	-	-
Non Current Loans	-	8.01	8.01	-	-	-	-
Other non current financial assets	-	10,595.22	10,595.22	-	-	-	-
Trade and other receivables	-	6,601.99	6,601.99	-	-	-	-
Current Loans and Advances	-	17,810.72	17,810.72	-	-	-	-
Cash and cash equivalents	-	333.89	333.89	-	-	-	-
Bank Balances other than above	-	3,079.14	3,079.14	-	-	-	-
Other Current financial asset	-	53,157.69	53,157.69	-	-	-	-
	65.54	91,586.66	91,652.20	-	-	-	-
Financial liabilities							
Long term borrowings	-	13,386.25	13,386.25	-	-	-	-
Short term borrowings	-	18,265.43	18,265.43	-	-	-	-
Lease liability	-	1,545.50	1,545.50	-	-	-	-
Trade and other payables	-	74,094.30	74,094.30	-	-	-	-
Other Current financial liabilities	-	25,043.90	25,043.90	-	-	-	-
	-	132,335.38	132,335.38	-	-	-	-

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 32

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

Risk management framework

The Company's board of directors is primarily responsible to develop and monitor Company's Risk Management framework. The Company has a risk management policy in place.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

i. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Company follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the Company estimates irrecoverable amounts based on the ageing of the receivable balances and historical experience. Receivable balances and deposit balances are monitored on a monthly basis with the result that the Company's exposure to bad debts is not considered to be material.

The Company has no significant concentrations of credit risk. It has policies in place to ensure that sale transactions are made to customers with an appropriate credit history.

The Company does not have any credit risk outside India.

Impairment

The ageing of trade and other receivables that were not impaired was as follows.

	Carrying amount	
	March 31, 2022	March 31, 2021
Undisputed Trade receivables - considered good		
Less than 6 months	-	188.65
6 months - 1 year	-	1,157.18
1-2 years	188.64	4,866.98
2-3 years	114.80	381.88
More than 3 years	59.90	7.30
	<u>363.34</u>	<u>6,601.99</u>

Management believes that the unimpaired amounts that are past due by more than 30 days are still recoverable in full, based on historical payment behaviour and extensive analysis of customer credit risk.

Further, the top 10 customers of the Company in the EPC segment contributes to 97.99% of the trade receivables during the year ended March 31, 2022.

Cash equivalents & Other bank balances/deposits

The Company held cash equivalents and other bank balances/deposits of Rs. 3,284.10 lakhs at March 31, 2022 (March 31, 2021 : Rs. 3,837.22 lakhs). The cash equivalents and other bank balances/deposits are held with banks with good credit ratings.

Loans and advances

The loans and advances (including security deposits) have been to parties which are generally regular in making payments and hence the Company does not expect significant impairment losses on its current profile of outstanding advances.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

ii. Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Maturity pattern of Financial- Liabilities

March 31, 2022	Carrying amount	Total	Contractual cash flows			
			0-1 year	1-2 years	2-5 years	More than 5 years
Borrowings and Interest thereon	27,739.72	31,457.28	19,636.05	4,849.34	6,319.81	652.09
Trade payables	75,070.40	75,070.40	75,070.40	-	-	-
Lease Liability	826.22	826.22	345.78	354.08	126.36	-
Other Payables	13,996.59	13,996.59	13,996.59	-	-	-
	117,632.93	121,350.50	109,048.81	5,203.42	6,446.17	652.09

March 31, 2021	Carrying amount	Total	Contractual cash flows			
			0-1 year	1-2 years	2-5 years	More than 5 years
Borrowings and Interest thereon	32,526.48	38,353.54	21,404.28	5,298.33	10,532.00	1,118.93
Trade payables	74,094.30	74,094.30	74,094.30	-	-	-
Lease Liability	1,545.50	1,545.50	719.28	345.78	480.45	-
Other Payables	24,169.10	24,169.10	24,169.10	-	-	-
	132,335.39	138,162.44	120,386.95	5,644.11	11,012.45	1,118.93

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

iii. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

iii(a). Currency risk:

The risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates. The functional currency of the Company is Indian Rupees ("Rs."). Company does not have any foreign currency transaction apart from investment of AED 1,500 made in subsidiary company (MEPIDL Enterprises LLC). Accordingly, the Company is not significantly exposed to any foreign currency risk.

iii(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 long-term debt obligations with floating interest rates.

Exposure to interest rate risk

The Company's interest rate risk arises from borrowings. Borrowings taken and issued at fixed and floating rates exposes the Company to fair value and cash flow interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	March 31, 2022	March 31, 2021
Fixed-rate instruments		
Financial assets	6,188.50	6,501.84
Financial liabilities	(1,318.99)	(2,377.61)
	<u>4,869.52</u>	<u>4,124.24</u>
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	(22,307.45)	(28,945.05)
	<u>(22,307.45)</u>	<u>(28,945.05)</u>
Total	<u><u>(17,437.93)</u></u>	<u><u>(24,820.81)</u></u>

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) profit before tax by the amounts shown below. This analysis assumes that all other variables, remain constant.

	Profit or loss	
	100 bp increase	100 bp decrease
March 31, 2022		
Variable-rate instruments	(223.07)	223.07
Cash flow sensitivity (net)	<u>(223.07)</u>	<u>223.07</u>
March 31, 2021		
Variable-rate instruments	(289.45)	289.45
Cash flow sensitivity (net)	<u>(289.45)</u>	<u>289.45</u>

The risk estimates provided assume a parallel shift of 100 basis points interest rate across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Financial instruments – Fair values and risk management (continued)

iv. Capital Management

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using Adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances

	As at March 31, 2022	As at March 31, 2021
Non-Current Borrowings	15,372.97	22,786.87
Current Borrowings	12,238.78	9,265.05
Gross Debt	27,611.74	32,051.93
Less - Cash and Cash Equivalents	(216.08)	(333.89)
Less - Other Bank Deposits	(472.76)	(1,394.45)
Adjusted net debt	26,922.90	30,323.59
Total equity	40,391.03	44,795.19
Adjusted net debt to adjusted equity ratio	0.67	0.68

v. Dividend

Dividend on Equity Shares paid during the year

Final Dividend for FY 2018-19 [Re. 0.30 per Equity Share of Rs. 10.00 each]

Dividend Distribution Tax

	For the year ended March 31, 2022	For the year ended March 31, 2021
Final Dividend for FY 2018-19 [Re. 0.30 per Equity Share of Rs. 10.00 each]	-	-
Dividend Distribution Tax	-	113.12
	-	113.12

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 33

Earnings Per Share

Basic and diluted earnings per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average of equity shares outstanding during the year.

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit/(Loss) for basic and diluted earnings per share (A)	(4,553.05)	(22,209.20)
Weighted average number of equity shares (B)	183,446,051	183,446,051
Basic earnings per share (Rs.) (A / B)	(2.48)	(12.11)
Weighted average number of equity shares outstanding during the year for the calculation of diluted earnings per share (C)	183,446,051	183,446,051
Diluted earnings per share (Rs.) (A / C)	(2.48)	(12.11)

Note 34

Capital Commitments

Particulars	As at March 31, 2022	As at March 31, 2021
Estimated amount of contracts remaining to be executed on capital account (net of advance)	-	2.35

Note 35

Disclosure on Ind-AS 116 Leases

Following are the changes in the carrying value of right of use assets for the year ended 31 March, 2022 and 31 March 2021:

Particulars	As at April 1, 2021	Additions	Depreciation	As at March 31, 2022
Plant and Machinery	440.73	-	395.71	45.02
Office premises	875.26	-	259.52	615.74
Total	1,315.99	-	655.23	660.76

Particulars	As at April 1, 2020	Additions	Depreciation	As at March 31, 2021
Plant and Machinery	1,413.36	-	972.63	440.73
Office premises	1,134.78	-	259.52	875.26
Total	2,548.14	-	1,232.15	1,315.99

The following is the break-up of current and non-current lease liabilities as of 31 March, 2022 and 31 March, 2021:

Particulars	As at March 31, 2022	As at March 31, 2021
lease liabilities - current	345.78	719.28
lease liabilities - non- current	480.45	826.22
	826.22	1,545.50

The following is the movement in lease liabilities for the year ended 31 March, 2022 and 31 March, 2021:

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance	1,545.50	2,761.82
Additions during the year	-	-
Interest charged	120.31	228.07
Payments made	(839.58)	(1,444.40)
Closing balance	826.22	1,545.50

Maturity analysis

Particulars	March 31, 2022	March 31, 2021
Lease liabilities		
Less than 1 year	345.78	719.28
Between 1 and 3 years	480.45	699.86
More than 3 years	-	126.36
Total	826.22	1,545.50

Note 36

Contingent Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Claims made against the Company not acknowledged as debts	11,489.83	20,820.94
Bank guarantees	15,071.60	15,584.72
Corporate guarantee given on behalf of Indian subsidiaries Companies towards borrowings	300,441.13	372,634.58
Total	327,002.56	409,040.24

Note:

South Delhi Municipal Corporation (SDMC) has made claim of Rs. 3,36,597.01 lakhs against which Company has claimed Rs. 4,83,805.68 lakhs, the same is yet to be adjudicated (Refer note 46).

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 37

Segment information

Primary business segments

The Company has identified business segments in accordance with Indian Accounting Standard 108 "Operating Segment" notified under section 133 of Companies Act 2013, read together with relevant rules issued thereunder. Accordingly, the Company has identified two business segments as mentioned below:

Toll Collection, Operation & Maintenance:

Collection of toll as per the contracts entered with various Government authorities and providing road repairs and maintenance of flyovers, roads and allied structures to its subsidiaries.

Construction:

Construction of roads as per the Engineering, Procurement and Construction (EPC) Contracts entered into with its Subsidiaries and Jointly controlled entities.

The following tables present revenue and profit information regarding the business segments for the year ended March 31, 2022 and March 31, 2021 and certain asset and liability information regarding industry segments as at March 31, 2022 and March 31, 2021.

A. Information about reportable segments

Segment Revenue	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	12,511.37	23,709.11
Construction	6,906.17	13,004.42
	<u>19,417.54</u>	<u>36,713.53</u>
Segment profit before exceptional items and tax	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	(6,936.34)	(10,868.17)
Construction	(586.52)	1,058.34
	<u>(7,522.86)</u>	<u>(9,809.83)</u>
Segment profit / (loss) before exceptional items and tax includes:		
Toll Collection and Operation & Maintenance	31 March 2022	31 March 2021
- Identifiable operating expenses	8,093.36	27,578.46
- Allocated expenses	3,800.93	4,092.26
- Depreciation and amortization	7,553.43	2,906.55
	<u>19,447.72</u>	<u>34,577.27</u>
Construction	31 March 2022	31 March 2021
- Identifiable operating expenses	5,109.35	8,718.17
- Allocated expenses	1,727.19	1,858.12
- Depreciation and amortization	656.14	1,369.80
	<u>7,492.68</u>	<u>11,946.08</u>
Segment assets	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	105,523.48	115,113.48
Construction	71,086.11	154,494.73
	<u>176,609.59</u>	<u>269,608.21</u>
Segment liabilities	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	84,165.26	83,465.38
Construction	52,053.31	141,347.64
	<u>136,218.57</u>	<u>224,813.02</u>
Other Disclosures		
Capital expenditure	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	52.45	729.95
Construction	152.19	-
	<u>204.63</u>	<u>729.95</u>
B. Reconciliation of information on reportable segments to Ind AS Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit / loss before tax		
Total profit before exceptional items and tax for reportable segments	(7,522.86)	(9,809.83)
Unallocated amounts:		
- Other Expenses	(4,081.79)	(5,470.13)
- Other Income	2,849.64	2,456.96
Total profit before exceptional items and tax from operations	<u>(8,755.01)</u>	<u>(12,823.00)</u>

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 38

Related party disclosures

A) Names of related parties where control exists

Subsidiary Companies

MEP Infrastructure Private Limited
Raima Ventures Private Limited
Rideema Toll Private Limited
MEP Nagzari Toll Road Private Limited
MEP IRDP Solapur Toll Road Private Limited
MEP Highway Solutions Private Limited
Rideema Toll Bridge Private Limited (Upto 31st May 2021)
Raima Toll Road Private Limited
MEP Hyderabad Bangalore Toll Road Private Limited
MEP Chennai Bypass Toll Road Private Limited
MEP RGSL Toll Bridge Private Limited
MEP Tormato Private Limited
Raima Toll and Infrastructure Private Limited
MEP Infraprojects Private Limited
MEP Toll & Infrastructure Private Limited
MEP Infra Constructions Private Limited
Mhaiskar Toll Road Private Limited
MEP Roads & Bridges Private Limited
MEP Foundation
MEP Longjian ACR Private Limited
MEP Longjian CLR Private Limited
MEP Longjian Loha Waranga Road Private Limited
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)
MEPIDL Enterprises LLC

Step down Subsidiaries

Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited) (a subsidiary of Rideema Toll Private Limited)

Associate Concern

Ideal Toll & Infrastructure Private Limited
A J Tolls Private Limited

Jointly Controlled Entities / Associates

KVM Technology Solutions Private Limited
SMYR Consortium LLP
MEP Sanjose Arawali Kante Road Private Limited
MEP Sanjose Kante Waked Road Private Limited
MEP Sanjose Nagpur Ring Road 2 Private Limited
MEP Nagpur Ring Road 1 Private Limited
MEP Sanjose Mahuva Kagavadar Road Private Limited
MEP Sanjose Talaja Mahuva Road Private Limited
Ozoneland MEP Solapur Ring Road private Limited (12th November, 2021 onwards)

Other related parties with whom transactions have taken place during the year

Key management personnel (KMP)

Mr. Jayant Mhaiskar
Mrs. Anuya J. Mhaiskar
Mr. M. Sankaranarayanan (Upto 13th November 2020)
Mr. Naresh Sasanwar (31st December 2020 onwards)
Mr. Pandurang B Dandawate (Upto 31st January 2021)
Mr. Harshad Pusalkar (Upto 30th October 2020)
Mrs. Kanika Sehgal (30th October 2020 onwards and upto 30th November 2021)
Ms. Ruchita Shah (01st December 2021 onwards)
Mr. Uttam Pawar (13th December 2020 onwards)
Mr. Subodh Garud

Relative of Key management personnel (KMP)

Sudha D. Mhaiskar

Enterprises owned or significantly influenced / controlled by key management personnel or their relatives where there are transactions.

Jan Transport

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
I) Transactions during the year										
Remuneration										
Mr. Jayant Mhaskar	-	-	-	-	81.88	77.34	-	-	81.88	77.34
Mr. M. Sankaranarayanan	-	-	-	-	-	48.08	-	-	-	48.08
Mr. Naresh Sasanwar	-	-	-	-	62.99	15.47	-	-	62.99	15.47
Mrs. Kanika Sehgal	-	-	-	-	9.55	8.08	-	-	9.55	8.08
Ms. Ruchita Shah	-	-	-	-	3.62	-	-	-	3.62	-
Mr. Harshad Pusalkar	-	-	-	-	-	10.21	-	-	-	10.21
Mr. Uttam Pawar	-	-	-	-	99.61	41.56	-	-	99.61	41.56
Mr. Subodh Garud	-	-	-	-	75.95	66.75	-	-	75.95	66.75
Loans given										
Rideema Toll Bridge Private Limited	-	-	-	558.37	-	-	-	-	-	558.37
Raima Toll and Infrastructure Private Limited	-	-	-	0.67	-	-	-	-	-	0.67
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	107.63	322.45	-	-	-	-	107.63	322.45
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	2,200.02	843.76	-	-	-	-	2,200.02	843.76
MEP Highway Solutions Private Limited	-	-	842.23	19.00	-	-	-	-	842.23	19.00
MEP RGSL Toll Bridge Private Limited	-	-	685.24	3,149.85	-	-	-	-	685.24	3,149.85
MEP Infra Construction Private Limited	-	-	0.27	0.17	-	-	-	-	0.27	0.17
MEP Infra Projects Private Limited	-	-	-	2,770.83	-	-	-	-	-	2,770.83
MEP Toll & Infrastructure Private Limited	-	-	0.27	0.17	-	-	-	-	0.27	0.17
Mhasker Toll Road Private Limited	-	-	0.28	0.14	-	-	-	-	0.28	0.14
MEP Tormato Private Limited	-	-	-	913.13	-	-	-	-	-	913.13
MEP Chennai Bypass Toll Road Private Limited	-	-	-	12.95	-	-	-	-	-	12.95
Raima Venture Private Limited	-	-	-	5.17	-	-	-	-	-	5.17
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	1,129.83	179.03	-	-	-	-	1,129.83	179.03
MEP Longjian CLR Private Limited	-	-	156.15	-	-	-	-	-	156.15	-
MEP Longjian Loha Waranga Road Private Limited	-	-	155.80	-	-	-	-	-	155.80	-
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	431.81	-	-	431.81
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	0.02	2,369.90	0.02	2,369.90
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	884.61	-	884.61
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	924.47	-	924.47
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	1,140.46	-	1,140.46
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	2,315.53	-	2,315.53

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Repayment of loans given										
Rideema Toll Bridge Private Limited	-	-	28.57	2,883.35	-	-	-	-	28.57	2,883.35
MEP Nagzari Toll Road Private Limited	-	-	-	686.07	-	-	-	-	-	686.07
Raima Ventures Private Limited	-	-	-	19.14	-	-	-	-	-	19.14
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	-	322.45	-	-	-	-	-	322.45
Raima Toll Road Private Limited	-	-	0.59	16.66	-	-	-	-	0.59	16.66
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	2,207.32	1,716.77	-	-	-	-	2,207.32	1,716.77
MEP Chennai Bypass Toll Road Private Limited	-	-	-	12.95	-	-	-	-	-	12.95
MEP Highway Solutions Private Limited	-	-	781.13	19.00	-	-	-	-	781.13	19.00
MEP RGSL Toll Bridge Private Limited	-	-	25.16	945.00	-	-	-	-	25.16	945.00
MEP Infra Projects Private Limited	-	-	1,303.44	636.35	-	-	-	-	1,303.44	636.35
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	9.29	196.00	9.29	196.00
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	772.79	-	772.79	-
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	2,415.14	-	2,415.14	-
MEP Tormato Private Limited	-	-	13.49	1,162.88	-	-	-	-	13.49	1,162.88
Loans taken										
Sudha D. Mhaiskar	-	-	-	-	546.17	-	-	-	546.17	-
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	31.40	-	-	-	-	-	31.40	-
Ideal Toll & Infrastructure Private Limited	1,016.25	-	-	-	-	-	-	-	1,016.25	-
Repayment of loans taken										
Mrs. Sudha D. Mhaiskar	-	-	-	-	403.71	-	-	-	403.71	-
Ideal Toll & Infrastructure Private Limited	1,016.25	-	-	-	-	-	-	-	1,016.25	-

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Mobilisation Advances taken										
MEP Infrastructure Private Limited	-	-	1,817.11	130.86	-	-	-	-	1,817.11	130.86
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	1,183.70	-	1,183.70
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	2,680.69	-	2,680.69
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	115.09	-	115.09
Adjustment of Advance taken										
MEP Infrastructure Private Limited (Mobilisation Advance)	-	-	1,437.54	1,766.41	-	-	-	-	1,437.54	1,766.41
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	78.26	-	78.26
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	92.18	-	92.18
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	2.28	-	2.28
Repayment of Mobilisation advances taken										
MEP Infrastructure Private Limited	-	-	745.68	6,386.03	-	-	-	-	745.68	6,386.03
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	472.95	446.38	472.95	446.38
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	537.84	611.02	537.84	611.02
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	1.15	212.25	1.15	212.25
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	6.18	331.30	6.18	331.30
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	2,216.52	352.65	2,216.52	352.65
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	2,992.10	362.31	2,992.10	362.31
Repayment of Margin money/ Performance security received										
MEP Roads & Bridges Private Limited	-	-	-	0.15	-	-	-	-	-	0.15
Share application money paid										
Ozoneland MEP Solapur Ring Road private Limited	-	-	-	-	-	-	0.26	-	0.26	-
Share application money paid returned back										
MEP Longjian ACR Private Limited	-	-	2,611.17	-	-	-	-	-	2,611.17	-
MEP Longjian CLR Private Limited	-	-	3,112.06	-	-	-	-	-	3,112.06	-
MEP Longjian Loha Waranga Road Private Limited	-	-	3,269.11	-	-	-	-	-	3,269.11	-
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	889.05	-	-	-	-	-	889.05	-

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Equity contribution made										
Ozoneland MEP Solapur Ring Road private Limited	-	-	-	-	-	-	0.26	-	0.26	-
Sale of investment (Equity contribution)										
A J Tolls Private Limited	1,267.98	-	-	-	-	-	-	-	1,267.98	-
Impairment of investment										
MEP Longjian ACR Private Limited	-	-	-	0.51	-	-	-	-	-	0.51
MEP Longjian CLR Private Limited	-	-	-	0.51	-	-	-	-	-	0.51
MEP Longjian Loha Waranga Road Private Limited	-	-	-	0.51	-	-	-	-	-	0.51
Expenses incurred on our behalf by										
MEP Infrastructure Private Limited	-	-	7.98	845.02	-	-	-	-	7.98	845.02
Ideal Toll & Infrastructure Private Limited	0.17	-	-	-	-	-	-	-	0.17	-
MEP RGSL Toll Bridge Private Limited	-	-	0.03	5.13	-	-	-	-	0.03	5.13
MEP Highway Solutions Private Limited	-	-	-	1.19	-	-	-	-	-	1.19
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	2.91	-	-	-	-	-	2.91	-
Raima Toll Road Private Limited	-	-	-	2.52	-	-	-	-	-	2.52
MEP Foundation	-	-	-	12.08	-	-	-	-	-	12.08
MEP Longjian ACR Private Limited	-	-	-	0.17	-	-	-	-	-	0.17
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	-	24.40	-	-	-	-	-	24.40
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	0.58	-	0.58
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	4.76	-	4.76
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	30.61	-	30.61
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	225.22	-	225.22
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	118.96	2.16	118.96	2.16

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Expenses incurred on behalf of										
Ideal Toll & Infrastructure Private Limited	192.17	196.60	-	-	-	-	-	-	192.17	196.60
A J Tolls Private Limited	0.01	0.89	-	-	-	-	-	-	0.01	0.89
MEP Infrastructure Private Limited	-	-	1.74	149.60	-	-	-	-	1.74	149.60
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	6.10	18.21	-	-	-	-	6.10	18.21
Raima Ventures Private Limited	-	-	1.39	0.09	-	-	-	-	1.39	0.09
Rideema Toll Bridge Private Limited	-	-	28.98	9.26	-	-	-	-	28.98	9.26
MEP Chennai Bypass Toll Road Private Limited	-	-	85.11	177.53	-	-	-	-	85.11	177.53
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	31.01	78.69	-	-	-	-	31.01	78.69
MEP Infra Projects Private Limited	-	-	38.38	50.03	-	-	-	-	38.38	50.03
MEP IRDP Solapur Toll Road Private Limited	-	-	0.34	1.42	-	-	-	-	0.34	1.42
Raima Toll Road Private Limited	-	-	0.32	51.24	-	-	-	-	0.32	51.24
Raima Toll and Infrastructure Private Limited	-	-	4.01	1.27	-	-	-	-	4.01	1.27
MEP Nagzari Toll Road Private Limited	-	-	0.49	0.09	-	-	-	-	0.49	0.09
MEP RGSL Toll Bridge Private Limited	-	-	238.57	162.87	-	-	-	-	238.57	162.87
MEP Highway Solutions Private Limited	-	-	40.15	90.64	-	-	-	-	40.15	90.64
MEP Foundation	-	-	62.52	-	-	-	-	-	62.52	-
MEPIDL Enterprises LLC	-	-	-	3.43	-	-	-	-	-	3.43
MEP Tormato Private Limited	-	-	6.91	162.63	-	-	-	-	6.91	162.63
Rideema Toll Private Limited	-	-	0.91	0.91	-	-	-	-	0.91	0.91
MEP Roads & Bridges Private Limited	-	-	0.26	-	-	-	-	-	0.26	-
MEP Longjian ACR Private Limited	-	-	14.68	59.20	-	-	-	-	14.68	59.20
MEP Longjian CLR Private Limited	-	-	9.28	22.98	-	-	-	-	9.28	22.98
MEP Longjian Loha Waranga Road Private Limited	-	-	9.18	48.84	-	-	-	-	9.18	48.84
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	157.04	57.41	-	-	-	-	157.04	57.41
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	59.42	222.44	59.42	222.44
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	74.59	168.43	74.59	168.43
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	111.88	272.55	111.88	272.55
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	49.99	190.19	49.99	190.19
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	79.08	214.46	79.08	214.46
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	130.33	419.98	130.33	419.98
KVM Technology Solutions Private Limited	-	-	-	-	-	-	0.91	23.77	0.91	23.77
Interest Income										
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	-	40.06	-	-	-	-	-	40.06
MEP Longjian ACR Private Limited	-	-	109.03	313.34	-	-	-	-	109.03	313.34
MEP Longjian CLR Private Limited	-	-	281.36	373.45	-	-	-	-	281.36	373.45
MEP Longjian Loha Waranga Road Private Limited	-	-	295.56	392.29	-	-	-	-	295.56	392.29
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	80.38	106.69	-	-	-	-	80.38	106.69
MEP Tormato Private Limited	-	-	-	10.74	-	-	-	-	-	10.74

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances

	Associate Concern		Subsidiary		Key Managerial Personnel/ Relative of Key Managerial Personnel		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Road repairing charges received										
MEP Infrastructure Private Limited	-	-	1,507.67	2,448.45	-	-	-	-	1,507.67	2,448.45
Construction Revenue										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	338.18	5,875.19	338.18	5,875.19
MEP Sanjose Arawali Kante Private Limited	-	-	-	-	-	-	366.60	896.88	366.60	896.88
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	4,504.89	818.76	4,504.89	818.76
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	2,228.88	-	2,228.88
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	647.00	1,809.61	647.00	1,809.61
MEP Longjian ACR Private Limited	-	-	-	7.76	-	-	-	-	-	7.76
MEP Longjian CLR Private Limited	-	-	-	7.20	-	-	-	-	-	7.20
MEP Longjian Loha Waranga Road Private Limited	-	-	-	60.87	-	-	-	-	-	60.87
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	-	504.36	-	-	-	-	-	504.36
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	794.91	-	794.91

Compensation to key managerial personnel of the Company

Nature of benefits	31 March 2022	31 March 2021
Short Term Employee Benefits		
Mr. Jayant Mhaiskar	65.00	60.00
Mr. M. Sankaranarayanan	-	48.08
Mr. Naresh Sasanwar	62.65	15.47
Mrs. Kanika Sehgal	9.55	5.72
Ms. Ruchita Shah	3.62	-
Mr. Harshad Pusalkar	-	10.21
Mr. Uttam Pawar	82.27	23.93
Mr. Subodh Garud	73.63	65.58
Post-employment Benefits		
Mr. Jayant Mhaiskar	16.88	17.34
Mr. M. Sankaranarayanan	-	-
Mr. Naresh Sasanwar	0.34	-
Mrs. Kanika Sehgal	-	2.36
Ms. Ruchita Shah	-	-
Mr. Harshad Pusalkar	-	-
Mr. Uttam Pawar	17.34	17.63
Mr. Subodh Garud	2.31	1.18
Total Compensation paid to key managerial personnel	333.59	267.50

* All transactions with related parties are on arms length basis.

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(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances (contd.)

	Associate Concern		Subsidiary		Key Managerial Personnel/Relative of Key Managerial Personnel		Enterprises over which significant influence is exercised		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
II) Balances at the end of the year												
Loans given												
Raima Toll Road Private Limited	-	-	-	0.59	-	-	-	-	-	-	-	0.59
Rideema Toll Bridge Private Limited	-	-	-	28.57	-	-	-	-	-	-	-	28.57
MEP Infraprojects Private Limited	-	-	831.05	2,134.49	-	-	-	-	-	-	831.05	2,134.49
Raima Toll and Infrastructure Private Limited	-	-	23.04	23.04	-	-	-	-	-	-	23.04	23.04
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	-	7.31	-	-	-	-	-	-	-	7.31
MEP Highway Solutions Private Limited	-	-	61.10	-	-	-	-	-	-	-	61.10	-
MEP IRDP Solapur Toll Road Private Limited	-	-	1.00	1.00	-	-	-	-	-	-	1.00	1.00
MEP RGSL Toll Bridge Private Limited	-	-	5,465.02	4,804.94	-	-	-	-	-	-	5,465.02	4,804.94
Raima Ventures Private Limited	-	-	4.47	4.47	-	-	-	-	-	-	4.47	4.47
MEP Infra Construction Private Limited	-	-	2.39	2.13	-	-	-	-	-	-	2.39	2.13
MEP Toll & Infrastructure Private Limited	-	-	2.07	1.81	-	-	-	-	-	-	2.07	1.81
MEP Tormato Private Limited	-	-	-	13.49	-	-	-	-	-	-	-	13.49
Mhaiskar Toll Road Private Limited	-	-	2.11	1.83	-	-	-	-	-	-	2.11	1.83
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	107.63	-	-	-	-	-	-	-	107.63	-
MEP Longjian CLR Private Limited	-	-	156.15	-	-	-	-	-	-	-	156.15	-
MEP Longjian Loha Waranga Road Private Limited	-	-	155.80	-	-	-	-	-	-	-	155.80	-
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	1,351.86	222.03	-	-	-	-	-	-	1,351.86	222.03
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	554.24	837.86	554.24	837.86
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	1,198.00	2,369.90	1,198.00	2,369.90
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	-	-	884.61	-	884.61
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	-	-	924.47	-	924.47
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	-	367.67	1,140.46	367.67	1,140.46
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	-	-	2,415.14	-	2,415.14
Loans taken												
Sudha D. Mhaiskar	-	-	-	-	142.46	-	-	-	-	-	142.46	-
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	31.40	-	-	-	-	-	-	-	31.40	-
Advances recoverable in cash or kind												
Jan Transport	-	-	-	-	-	-	3.00	3.00	-	-	3.00	3.00
Advance against acquisition of shares												
MEP Longjian ACR Private Limited	-	-	-	2,611.17	-	-	-	-	-	-	-	2,611.17
MEP Longjian CLR Private Limited	-	-	-	3,112.06	-	-	-	-	-	-	-	3,112.06
MEP Longjian Loha Waranga Road Private Limited	-	-	-	3,269.11	-	-	-	-	-	-	-	3,269.11
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	-	889.05	-	-	-	-	-	-	-	889.05
Mobilisation Advances taken												
MEP Infrastructure Private Limited	-	-	8,696.46	9,062.58	-	-	-	-	-	-	8,696.46	9,062.58
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	-	2,203.30	-	2,203.30
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	-	3,864.91	-	3,864.91
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	-	-	8,357.25	-	8,357.25
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	-	-	10,673.44	-	10,673.44
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	-	4,276.64	7,215.73	4,276.64	7,215.73
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	-	2,393.77	5,385.87	2,393.77	5,385.87

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(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances (contd.)

	Associate Concern		Subsidiary		Key Managerial Personnel/Relative of Key Managerial Personnel		Enterprises over which significant influence is exercised		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Refundable deposit payable												
MEP Longjian Loha Waranga Road Private Limited	-	-	-	562.11	-	-	-	-	-	-	-	562.11
Working Capital advance												
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	-	2,370.27	-	2,370.27
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	-	-	2,121.43	-	2,121.43
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	-	932.10	932.10	932.10	932.10
Guarantees given on behalf of												
MEP Infrastructure Private Limited	-	-	189,322.01	196,868.28	-	-	-	-	-	-	189,322.01	196,868.28
MEP RGSL Toll Bridge Private Limited	-	-	8,853.41	10,498.13	-	-	-	-	-	-	8,853.41	10,498.13
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	1,700.00	1,700.00	-	-	-	-	-	-	1,700.00	1,700.00
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	3,650.96	24,192.05	3,650.96	24,192.05
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	3,140.85	26,629.03	3,140.85	26,629.03
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	-	3,293.80	13,319.56	3,293.80	13,319.56
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	-	4,590.80	16,792.50	4,590.80	16,792.50
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	-	-	-	22,583.89	18,575.04	22,583.89	18,575.04
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	-	-	-	19,689.49	20,164.05	19,689.49	20,164.05
MEP Longjian ACR Private Limited	-	-	8,910.47	8,910.00	-	-	-	-	-	-	8,910.47	8,910.00
MEP Longjian CLR Private Limited	-	-	10,501.55	10,502.00	-	-	-	-	-	-	10,501.55	10,502.00
MEP Longjian Loha Waranga Road Private Limited	-	-	11,268.05	11,268.00	-	-	-	-	-	-	11,268.05	11,268.00
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	12,420.79	12,421.00	-	-	-	-	-	-	12,420.79	12,421.00
MEP Tormato Private Limited	-	-	515.06	794.94	-	-	-	-	-	-	515.06	794.94
Trade receivables												
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	-	527.02	-	527.02
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	-	346.46	-	346.46
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	-	-	2,069.31	-	2,069.31
MEP Sanjose Kante Wakad Road Private Limited	-	-	-	-	-	-	-	-	-	2,247.13	-	2,247.13
MEP Sanjose Talaja-Mahuva Road Private Limited	-	-	-	-	-	-	-	-	52.59	52.59	52.59	52.59
MEP Sanjose Mahuva-Kagavadar Road Private Limited	-	-	-	-	-	-	-	-	-	1,048.72	-	1,048.72
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	303.45	303.45	-	-	-	-	-	-	303.45	303.45

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(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Related party disclosures

B. Disclosures of material transactions with related parties and balances (contd.)

	Associate Concern		Subsidiary		Key Managerial Personnel/Relative of Key Managerial Personnel		Enterprises over which significant influence is exercised		Jointly Controlled Entity / Associates		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Payable towards Margin money/ Performance security												
MEP Chennai Bypass Toll Road Private Limited	-	-	594.00	594.00	-	-	-	-	-	-	594.00	594.00
MEP RGSL Toll Bridge Private Limited	-	-	63.25	63.25	-	-	-	-	-	-	63.25	63.25
Payables towards expenses incurred by group Companies												
MEP Infrastructure Private Limited	-	-	4.69	-	-	-	-	-	-	-	4.69	-
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	-	0.90	-	-	-	-	-	-	-	0.90	-
Raima Toll and Infrastructure Private Limited	-	-	49.05	53.06	-	-	-	-	-	-	49.05	53.06
MEP Roads & Bridges Private Limited	-	-	105.76	106.01	-	-	-	-	-	-	105.76	106.01
MEP Infraprojects Private Limited	-	-	-	5.14	-	-	-	-	-	-	-	5.14
MEP Hyderabad Bangalore Toll Road Private Limited	-	-	-	174.11	-	-	-	-	-	-	-	174.11
Raima Ventures Private Limited	-	-	-	0.49	-	-	-	-	-	-	-	0.49
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	-	241.97	-	241.97
Unbilled Revenue												
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	-	-	-	-	16,045.23	-	16,045.23
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	-	-	-	-	2,661.73	-	2,661.73
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	-	-	-	-	2,360.00	2,917.64	2,917.64
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	-	-	-	-	4,577.00	5,704.82	4,577.00
Advance billing to customer												
MEP Longjian ACR Private Limited	-	-	-	3,200.00	-	-	-	-	-	-	-	3,200.00
MEP Longjian CLR Private Limited	-	-	-	3,800.00	-	-	-	-	-	-	-	3,800.00
MEP Longjian Loha Waranga Road Private Limited	-	-	-	3,437.89	-	-	-	-	-	-	-	3,437.89
MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	-	-	2,155.65	7,327.25	-	-	-	-	-	-	2,155.65	7,327.25
Remuneration payable												
Mr. Jayant Mhaiskar	-	-	-	-	181.97	136.97	-	-	-	-	181.97	136.97
Mr. M. Sankaranarayanan	-	-	-	-	-	3.62	-	-	-	-	-	3.62
Mr. Naresh Sasanwar	-	-	-	-	5.14	12.81	-	-	-	-	5.14	12.81
Mr. Uttam Pawar	-	-	-	-	14.50	15.85	-	-	-	-	14.50	15.85
Mr. Subodh Garud	-	-	-	-	14.30	17.72	-	-	-	-	14.30	17.72
Mrs. Kanika Sehgal	-	-	-	-	-	4.91	-	-	-	-	-	4.91
Ms. Ruchita Shah	-	-	-	-	0.88	-	-	-	-	-	0.88	-
Mr. Harshad Pusalkar	-	-	-	-	-	1.44	-	-	-	-	-	1.44

C. Disclosures of Commitments with related parties and balances at the year end

Particulars	As at March 31, 2022	As at March 31, 2021
Construction Contracts with Joint Contolled entities	-	142,289.73
Construction Contracts with Subsidiaries	-	104,759.21
Maintenance Contracts with Subsidiaries	32,350.00	42,770.00
Total	32,350.00	289,818.94

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 39

Corporate Social Responsibility (CSR) activities

The Company has spent Rs. 30.71 lakhs (previous year : Rs. 14.60 lakhs) towards various schemes of Corporate Social Responsibility as prescribed under section 135 of the Companies Act, 2013. The details are:

I. Gross amount required to be spent by the Company during the year: Rs. Nil (previous year: Rs. Nil).

II. Amount spent during the year on:

Particulars	In cash/payable	Yet to be paid in Cash	Total
i) Construction/Acquisition of any asset	-	-	-
	{-}	{-}	{-}
ii) For purposes other than (i) above	30.71	-	30.71
	{14.60}	{-}	{14.60}

{figures in brackets pertain to previous year}

III. Nature of CSR activities : Promoting Art and culture, preventive health care and animal welfare (previous year: Promoting Art and culture, preventive health care)

IV. Details of related party transactions, e.g., contribution to a trust controlled by the Group in relation to CSR expenditure as per relevant Accounting Standard : Rs. Nil (previous year: Rs. Nil)

Note 40

Auditor's remuneration

Particulars	31 March 2022	31 March 2021
Audit fees	26.00	26.00
Limited review fees	21.00	21.00
Out of pocket expenses	1.93	1.51
Other services (fees for certification)	3.00	3.00
Total	<u>51.93</u>	<u>51.51</u>

Note 41

Disclosures pursuant to Indian Accounting standard (Ind AS) 115, Revenue from Contracts with Customers

(a) The Company believes that the information provided vide Note 26 (Revenue from Operations) and vide Note 38 (Segment reporting) is sufficient to meet the disclosure requirements with respect to disaggregation of revenue under Ind AS 115, Revenue from Contracts with Customers.

(b) Reconciliation of the amount for revenue recognised in the Standalone Statement of Profit and Loss with the contracted price:

Particulars	31 March 2022	31 March 2021
Revenue from operations	18,225.77	35,531.89
Adjustments:		
Claims	<u>1,191.77</u>	<u>1,181.64</u>
Revenue from contract with customers	<u>19,417.54</u>	<u>36,713.53</u>

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

(c) Contract balances

(i) The following table provides information about receivables, contract assets and contract liabilities from the contracts with customers.

Particulars	Note	31 March 2022	31 March 2021
Trade receivables	11	363.34	6,601.99
Contract assets : Unbilled revenue	15	6,937.00	27,329.43
Contract liabilities - Advance billing to customer	24	2,155.65	17,765.14
Contract liabilities - Toll income received in advance	24	-	34,972.64
Contract liabilities - Mobilisation advances	20 & 24	14,646.46	34,161.47

(ii) Movement in contract balances during the year:

Particulars	Contract assets	Contract liabilities	Net contract balances
Opening balance as at March 31, 2021	27,329.43	86,899.24	(59,569.81)
Closing balance as at March 31, 2022	6,937.00	16,802.11	(9,865.11)
Net increase	(20,392.43)	(70,097.13)	49,704.70

(iii) Revenue recognised during the year from opening balance of Contract liabilities amounts to Rs. 1,437.54 lakhs (previous year : Rs. 4,915.03 lakhs).

(d) Remaining performance obligations

In case of revenue from Road repair and maintenance, the Company applies the practical expedient in paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations where the Company has a right to consideration from customer in an amount that corresponds directly with the value to the customer of the Company's performance completed to date. Accordingly, the Company recognises revenue by an amount to which the Company has a right to invoice.

Remaining performance obligations are subject to variability due to several factors such as changes in scope of contracts, periodic revalidations of the estimates, economic factors (changes in currency rates, tax laws etc). The aggregate value of transaction price allocated to remaining performance obligations is Rs 1,12,000.00 lakhs out of which 100.00% is expected to be recognised as revenue in the next year.

Note 42

Domestic transfer pricing

The Indian Finance Bill, 2012 had sought to bring in certain class of domestic transactions in the ambit of the transfer pricing regulations with effect from 1 April 2012. The Company's management is of the opinion that its domestic transactions are at arm's length so that appropriate legislation will not have an impact on financial statements, particularly on the amount of tax expense and that of provision for taxation. The Company does not have any international transactions with related parties during the year.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 43

Employee Benefits

Defined Contribution Plan

The Company makes provident fund, Employees State Insurance and Maharashtra Labour Welfare Fund contributions for eligible employees. Under the schemes, the Company is required to contribute a specified percentage / fixed amount of the payroll costs to fund the benefits. The contributions as specified under the law are paid to the respective fund set up by the government authority.

The Company has recognised the following amounts in the Statement of Profit and Loss for the year *

Description	As at	As at
	31 March 2022	31 March 2021
Employer's contribution to Provident Fund	51.41	127.44
Employer's contribution to Employee state Insurance Corporation	23.64	67.71
Employer's Contribution to Maharashtra Labour Welfare Fund	-	0.08
	<u>75.05</u>	<u>195.23</u>

*Included in Contribution to provident fund and other funds

Defined Benefit Plan - Gratuity

The Company has defined benefit plan for gratuity which is unfunded. The scheme provides payment to vested employees at retirement, death or on resignation/termination of employment of an amount equivalent to 15 days salary for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

Present value of the defined benefit liabilities

The amount included in the Balance sheet arising from the Company's obligations in respect of its defined benefit schemes is as follows:

Particulars	For the year ended	For the year ended
	March 31, 2022	March 31, 2021
Movement in defined benefit obligations:		
At the beginning of the year	633.63	506.65
Current service cost	59.05	59.36
Past service cost	-	-
Interest cost	22.15	22.58
Remeasurements :		
(Gain)/loss from change in financial assumptions	(10.95)	14.90
(Gain)/loss from change in demographic assumptions	-	-
Experience (gains)/losses	(188.00)	12.40
Benefits paid	(36.68)	(8.43)
Liabilities assumed / (settled)	(2.85)	26.17
At the end of the year	<u>476.36</u>	<u>633.63</u>

Amount recognised in the Balance Sheet

	31 March 2022	31 March 2021
Present value of obligations	476.36	633.63
Present value of plan assets	-	-
Net liability recognised	<u>476.36</u>	<u>633.63</u>

Classification into Current / Non-Current

The liability in respect of the plan comprises of the following non current and current portion:

	31 March 2022	31 March 2021
Current	215.27	248.93
Non current	261.09	384.70
	<u>476.36</u>	<u>633.63</u>

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 43

Employee Benefits (continued)

The components of defined benefit plan cost are as follows:

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Recognised in Income Statement		
Current service cost	59.05	59.36
Past service cost	-	-
Interest cost / (income) (net)	22.15	22.58
Expected return on plan assets		
Total	81.20	81.94
Recognised in Other Comprehensive Income		
Remeasurement of net defined benefit liability/(asset)	(198.95)	27.30
Expense recognised in Total Comprehensive Income	(117.74)	109.24

The principal actuarial assumptions used for estimating the Company's benefit obligations are set out below (on a weighted average basis):

Particulars	As at March 31, 2022	As at March 31, 2021
Rate of increase in salaries	6.00%	6.00%
Discount rate	5.25%	4.35%
Expected average remaining service lives of the employees	2.40	2.23

Notes:

1. Discount rate

The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.

2. Salary escalation rate

The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

3. Assumptions regarding future mortality experience are set in accordance with the statistics published by the Life Insurance Corporation of India.

Sensitivity of the defined benefit obligation :

Particulars	Change in Assumption	Effect on Gratuity Obligation	
		As at March 31, 2022	As at March 31, 2021
Discount rate	Minus 50 basis points	6.00	9.19
	Plus 50 basis points	(5.81)	(8.87)
Rate of increase in salaries	Minus 50 basis points	(4.43)	(7.67)
	Plus 50 basis points	4.48	7.73

The above sensitivity analyses have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the reporting date. In practice, generally it does not occur. When we change one variable, it affects to others. In calculating the sensitivity, project unit credit method at the end of the reporting period has been applied.

The weighted average duration of the defined benefit obligation is 3.16 years in 2022 and 3.39 years in 2021.

The Company makes payment of liabilities from its cash and cash equivalent balances whenever liability arises.

Defined benefit liability and employer contribution

Expected cash flow profile of the benefits to be paid is as follows :

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
31 March 2022					
Defined benefit obligations (Gratuity)	215.27	89.57	148.98	96.49	550.33
Total	215.27	89.57	148.98	96.49	550.33
31 March 2021					
Defined benefit obligations (Gratuity)	248.93	117.82	213.50	144.74	724.99
Total	248.93	117.82	213.50	144.74	724.99

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 44

Loans to related parties

Particulars in respect of loans and advances in the nature of loans to related parties as required by the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

Name of the Company	Balance as at		Maximum outstanding during	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
- Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	-	7.31	893.36	885.78
- MEP Highway Solutions Private Limited	61.10	-	549.52	-
- Rideema Toll Bridge Private Limited	-	28.57	28.57	2,361.53
- Raima Toll Road Private Limited	-	0.59	0.59	17.25
- MEP Nagzari Toll Road Private Limited	-	-	-	686.07
- MEP Infraprojects Private Limited	831.05	2,134.49	2,134.49	2,134.49
- MEP Infra Construction Private Limited	2.39	2.12	2.39	2.13
- MEP Toll & Infrastructure Private Limited	2.07	1.81	2.07	1.81
- MEP Tormato Private Limited	-	13.48	13.49	320.00
- Mhaiskar Toll Road Private Limited	2.11	1.82	2.11	1.83
- Raima Ventures Private Limited	4.47	4.47	4.47	18.97
- Raima Toll & Infrastructure Private Limited	23.04	23.03	23.04	23.04
- MEP RGSL Toll Bridge Private Limited	5,465.02	4,804.94	5,465.02	4,804.94
- MEP Hyderabad Bangalore Toll Road Private Limited	107.64	-	107.63	-
- MEP Longjian CLR Private Limited	156.15	-	156.15	-
- MEP Longjian Loha Waranga Road Private Limited	155.80	-	155.80	-
- MEP Infra Consultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	1,351.86	222.03	1,351.86	222.03
- MEP IRDP Solapur Toll Road Private Limited	1.00	1.00	1.00	1.00
- MEP Nagpur Ring Road 1 Private Limited	554.24	837.86	837.86	1,033.86
- MEP Sanjose Talaja Mahuva Road Private Limited	-	2,415.14	2,415.14	2,415.14
- MEP Sanjose Nagpur Ring Road 2 Private Limited	1,198.00	2,369.90	2,369.92	2,369.90
- MEP Sanjose Arawali Kante Private Limited	-	884.61	884.61	884.61
- MEP Sanjose Kante Waked Private Limited	-	924.47	924.47	924.47
- MEP Sanjose Mahuva Kagavadar Private Limited	367.67	1,140.46	1,140.46	1,140.46
Total	10,283.61	15,818.10		

Loans or advances to specified persons

Types of borrower	31 March 2022		31 March 2021	
	Amount outstanding	% of Total	Amount outstanding	% of Total
Promoters	-	-	-	-
Directors	-	-	-	-
Key management personnel	-	-	-	-
Related Parties	10,283.61	99.38%	15,818.10	94.63%
Total aggregate loans (Refer to Note 6 and 13)	10,347.82		16,715.96	

Note 45

Note on Covid-19

The pandemic Outbreak of Coronavirus (COVID-19) globally and in India including third wave is causing significant disturbance and slowdown of economic activities which is recognized by Government of India vide notification no. F.18/4/2020 PPD dated 19th February 2020 as a Force Majeure Event. The Operations at toll plazas of the various project and the construction activities across the country were severely affected. The Company has recognised a claim of Rs. 1,191.77 lakhs for the year ended 31 March 2022 (Rs. 1,181.64 lakhs for the year ended 31 March 2021).

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 46

The Company had recognised the claim amounting to Rs. 7,491.94 lakhs with South Delhi Municipal Corporation (SDMC) on actual basis pertaining to the half year ended 30th September 2019 with respect to revenue loss on account of passing of commercial vehicles through free lanes at 13 major border entry points of Delhi. The SDMC constituted a committee to quantify the claims and give its recommendations. The high level committee and the Commissioner SDMC, didn't recommend the claims. The Company approached Hon'ble High Court of New Delhi for relief. The Hon'ble Court vide its order dated 06 November 2020 has directed the Company to collect and deposit 92.50% of the Collection keeping 7.50% for O&M. The Company's writ petition was disposed of by Single bench of Hon'ble high court of Delhi on 09 April 2021, with a direction that civil court should be approached for adjudication of disputes. The project was handed over to SDMC on 10 April 2021. Aggrieved by the order of the Single bench, in the matters as mentioned above, the Company has filed an appeal in the division bench of Hon'ble high court of Delhi. While SDMC has made claim of Rs. 3,36,597.01 lakhs against which the company has claimed Rs. 4,83,805.68 lakhs, the same is yet to be adjudicated. The matter is sub judice and the Company is confident about recovery of its claims recognised.

Note 47

Note on exceptional items

The exceptional items includes profit of Rs. 4,399.31 lakhs on account of Harmonious substitution/Substitution of the Hybrid Annuity projects in four of the jointly controlled entities and one of the subsidiary.

Note 48

Two of the jointly controlled entities have handed over their highway construction projects on account of disputes with National Highways Authority of India (NHAI) on 17th Feb 2021. The dispute with NHAI was challenged by the jointly controlled entities vide writ petition before the division bench of Hon'ble Court of New Delhi. The Hon'ble High Court, vide its Order dated 25th May 2021, has directed NHAI to resolve the issues between both the parties under Conciliation. The Concessionaire has submitted their Statement of Claims to the Conciliation Committee of Independent Experts (CCIE) on 11.10.2021. Three meetings of the CCIE have already been held along with NHAI and date for the next meeting is awaited.

Two of the jointly controlled entities have executed an endorsement agreement with National Highways Authority of India (NHAI) and lenders for harmoniously substituting the concessionaire with nominated Companies. In two of the jointly controlled entities substitution of the concessionaire was carried out with the nominated companies. Subsequent to Harmonious Substitution/Substitution, as mentioned above, the Company has entered to Share Purchase Agreements to divest its entire holding in these Four Companies and hence the carrying value of Rs. 19161.19 lakhs, is fully recoverable.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 49

Following are the analytical ratios for the year ended 31 March 2022 and 31 March 2021

Ratio	Numerator	Denominator	As at 31 March 2022	As at 31 March 2021	Variance %
Current Ratio (times)	Current Assets	Current liabilities	0.59	0.72	-19%
Debt Service Coverage Ratio (times)*	Profit before tax + Finance cost + Depreciation and Amortisation	Debt service	0.26	*	
Return on Equity Ratio (%)*	Profit for the year after tax	Average Shareholders equity	*	*	
Trade payable turnover ratio	O&M and other expenses	Average Trade payables	0.21	0.47	-56%
Trade receivables turnover ratio	Revenue from operations	Average Trade receivables	2.53	2.59	-2%
Inventory Turnover Ratio	Cost of Material consumed	Average Inventory	5.08	5.48	-7%
Net Profit Ratio (%)*	Profit for the year after tax	Revenue from operations	*	*	
Net capital turnover ratio	Net Sales	Working Capital	*	*	
Return on Capital Employed (%)*	Profit before tax + Finance cost	Tangible Net Worth + Total Debt + Deferred Tax Liability	*	*	

*Not calculated as ratio's are negative.

Trade payable turnover ratio : Decreased due to lower O&M and other expenses.

Return on Investment : There are no material returns on investment earned during the year, hence the said ratio is not calculated.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in lakhs)

Notes to Financial Statements

Note 50

Other Statutory Information

(i) Registration of charges or satisfaction with Registrar of Companies (ROC)

No charges or satisfaction yet to be registered with ROC beyond the statutory period by the company.

(ii) Compliance with number of layers of companies

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(iii) Utilisation of Borrowed funds:

During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding party (Ultimate Beneficiaries)
- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(iv) Details of Benami Property held

There are no proceedings which have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(v) Undisclosed income

The Company will not have any transaction which not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

(vi) The Company has not been declared willful defaulter by any of the banks or financial institutions or any other lender.

(vii) The Company has not dealt with the struck off companies.

(viii) The funds borrowed for short term purposes have not been utilized for any other purpose / long term purposes.

(ix) The Company does not trade or invest in any crypto currency.

(x) The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.

Note 51

Previous year comparatives

Previous year figures have been re-grouped / re-classified, to conform to current period's classification in order to comply with the requirement of the amended Schedule III to the Companies Act, 2013 effective April 1, 2021.

(a) Security deposits and Performance security regrouped under 'Non-Current financial assets - Others' (Note 7) which were earlier part of 'Non-Current financial assets - Loans' (Note 6).

(b) Current maturities of long-term borrowings regrouped under 'Current Financial Borrowings' (Note 21) which were earlier part of 'Other financial liabilities' (Note 23).

The above reclassification is accordingly considered in the Standalone Statement of Cash Flow.

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN: L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaskar

Managing Director

DIN: 00716351

Anuya J. Mhaskar

Director

DIN: 00707650

Naresh Sasanwar

Chief Financial Officer

Ruchita Shah

Company Secretary

Mumbai

Date: 28 May 2022

Mumbai

Date: 28 May 2022

INDEPENDENT AUDITOR'S REPORT

To,
The Members of MEP Infrastructure Developers Limited
Report on the audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **MEP Infrastructure Developers Limited** ("the Holding Company") and its subsidiaries, (the Holding Company and its subsidiaries together referred to as the "Group"), its associates and jointly controlled entities which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

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

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical / independence requirements that are relevant to our audit of Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for opinion on the consolidated financial statements.

Emphasis of Matter

We draw attention to the following notes to the accompanying statements

1. Adjustments on account of reduction in the fair value of investments, if any, in associate companies namely MEP Nagpur Ring Road 1 Private Limited, MEP Sanjose Nagpur Ring Road 2 Private Limited, MEP Sanjose Arawali Kante Road Private Limited, MEP Sanjose Kante Wakad Road Private Limited, (carrying value of these investments aggregates to Rs 19,161.19 Lakhs), which are not in operations, have not been carried out since the Company has entered into share purchase agreements to divest its entire holdings in these Associates Companies, at par, with its carrying value. (Refer Note No. 52 of the standalone financial statements)

2. We draw attention to note no 7 to the accompanying financial statements, wherein group has recognised total claims filed with various authorities amounting to Rs. 77,787.61 lakhs on account of nationwide lockdown due to COVID Pandemic upto March 31, 2022.
3. Total claims receivables as on March 31, 2022 amounting to Rs. 93,481.45 lakhs (including COVID claims) represent the various claims filed by the company with various authorities based on the contractual provisions of the agreements. The company is confident about recovery of these claims recognised.
4. We draw attention to note no 45 to the accompanying financial statements, where it is mentioned that one of the subsidiary company has preferred claims with National Highways Authority of India (the Authority), aggregating to Rs. 33,973.75 lakhs plus interest thereon on account of Toll Evasion and Force Majeure issues arising from non-compliance of the Concession Agreement by Authority. However, the Company's subsidiary has not recognized the claims in the financial statements pending final approval from the Authority. Also, the Subsidiary Company has not recognized contractual obligations to pay to the Authority, a sum of Rs. 13,123.19 lakhs for the period from November 1, 2014 to April 08, 2016. The approval by NHAI of the claims made by the company, based on the assessment of the Independent Engineer appointed by it, is pending and hence no provision for the unpaid amount is considered necessary till March 2022.
5. We draw attention to note no 50 to the accompanying financial statements which states that the company lodged and accounted for the claim amounting to Rs. 7,491.94 lakhs with South Delhi Municipal Corporation (SDMC) pertaining to the half year ended September 30, 2019 with respect to revenue loss on account of passing of commercial vehicles through free lanes at 13 major border entry points of Delhi. The said claims were rejected by SDMC against which the company has preferred an appeal, and the matter is sub-judice. As explained, the company is confident about recovery of these claims, and hence no provision against the said claims have been made.

Our opinion is not modified in respect of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1.	<p>Accuracy of revenue recognition in respect of fixed price construction contracts involves critical estimates.</p> <p>The Group engages in Fixed-price construction contracts, where, revenue is recognized using the percentage of completion computed as per the input method based on management's efforts or inputs to the satisfaction of a performance obligation relative to the total expected inputs to the satisfaction of</p>	<p>Our audit procedures on revenue recognized from fixed price construction contracts included</p> <ul style="list-style-type: none"> • Obtaining an understanding of the contract, processes and controls implemented by management for recording and calculating revenue and the associated contract assets and contract liabilities.

Sr. No.	Key Audit Matter	Auditor's Response
	<p>that performance obligation. Refer Note 1 (xii) to the Consolidated Financial Statements.</p> <p>We identified revenue recognition of fixed price construction contracts as a Key Audit Matter considering –</p> <ul style="list-style-type: none"> • Application of revenue recognition accounting standard is complex and involves a number of key judgments and estimates including estimating the future cost-to-completion of these contracts, which is used to determine the percentage of completion of the relevant performance obligation; • The revenue on contracts may also include variable consideration (variations and claims). Variable consideration is recognised when the recovery of such consideration is highly probable. • These contracts may involve onerous obligations on the Company that require critical estimates to be made by management; and • At year-end a significant amount of work in progress (Contract assets and liabilities) related to these contracts is recognized on the balance sheet. 	<ul style="list-style-type: none"> • Involving Civil and Roads & Infrastructure department to assess the nature of work done and status of completion of work. <p>On selected samples of contracts, we tested that the revenue recognized is in accordance with the accounting standard by:</p> <ul style="list-style-type: none"> • Evaluating the identification of performance obligation; • Testing management's calculation of the estimation of contract cost and onerous obligation. <ul style="list-style-type: none"> ➤ Observed that the estimates of cost to complete were reviewed and approved by appropriate levels of management; ➤ Performed a retrospective review of costs incurred with estimated costs to identify significant variations and verify whether those variations have been considered in estimating the remaining costs to complete the contract; ➤ Assessed the appropriateness of work in progress (contract assets) on balance sheet by evaluating the underlying documentation to identify possible delays in achieving milestones which may require change in estimated costs to complete the remaining performance obligations; ➤ Verified the budget by technical experts of the management to review estimates of costs to complete for sample contracts; and ➤ Performed test of details including analytics to determine reasonableness of contract costs.
2.	<p>Recoverability of claim receivables from Government Authorities:</p> <p>As a part of concession agreement with authority for various projects such as Toll Collection projects, Build-Operate-Transfer ("BOT") and Operate-Maintain-Transfer ("OMT"), the company is entitled to claim revenue loss or operating cost due to closure of tolls for various reasons, change of scope etc. as per terms of</p>	<p>We assessed management's estimate regarding recoverability of the claim receivables from authorities. Our work included, but was not limited to the following procedures:</p> <ul style="list-style-type: none"> • Verified the concession agreement, with respect to nature of force majeure event and obligation of authority to reimburse the claims made by the company.

Sr. No.	Key Audit Matter	Auditor's Response
	<p>agreement during the entire tenure. Consequently, the group has recorded claim receivables from authority amounting to Rs. 93,481.85 lakhs as at March 2022.</p> <p>The assessment of recoverability of the receivables requires management to make judgement and estimate to assess the uncertainty regarding claims recoverable from authority. The assessment process is considering inter alia history of amounts claimed, documentation process and requirements, potential litigation or arbitration proceedings.</p> <p>Refer to Note No 15 of the Consolidated Financial Statements.</p>	<ul style="list-style-type: none"> • Reviewed management's assessment of the recoverability of the claims, the policy of credit losses including the history of amounts claimed as against amounts accepted and reimbursed from various contracts at the group level. • Discussed with management with respect to the estimates of timing of collection from the authorities; and relied on the workings prepared by the company forming basis for the claims filed with the authority. • Although the management is making reasonable efforts to recover the claims, given the nature of the receivables, the delay in the settlement of claims receivables is inevitable. <p>(Refer point 2 and 3 of Emphasis of Matter)</p>

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, compare with the financial statements of the subsidiary audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiary is traced from its financial statements audited by the other auditors.

When we read other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and describe actions applicable in the applicable laws and regulations.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding 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 consolidated financial statements that give a true and fair

view of the consolidated financial position, consolidated financial performance, including comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for 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 the Management and Board of Directors.

- 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 consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entity included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated 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.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other matters

- a) We did not audit the financial results of 13 subsidiaries (refer Annexure - I) included in the consolidated audited financial results, whose financial results reflect total assets of Rs. 11,923.37

lakhs as at March 31, 2022, total revenues of Rs. (218.21) lakhs and Rs. 267.49 Lakhs, total net profit/(loss) after tax of Rs. (651.75) Lakhs and Rs. (1,326.62) Lakhs and total comprehensive profit/(loss) of Rs. (629.88) Lakhs and Rs. (1,326.62) Lakhs, for the quarter ended March 31, 2022 and for the period from April 01, 2021 to March 31, 2022 respectively, as considered in the consolidated audited financial results. These financial results have been audited by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated above.

- b) The consolidated audited financial results also include, the Group's share of net profit after tax of Rs. (24,068.40) Lakhs and Rs. (22,678.24) Lakhs and total comprehensive income / (loss) of Rs. (24,049.63) Lakhs and Rs. (22,662.94) Lakhs for the quarter ended March 31, 2022 and for the period from April 01, 2021 to March 31, 2022 respectively, as considered in the consolidated audited financial results, in respect of 1 associate and 6 jointly controlled entities (refer Annexure - I), whose financial results have not been audited by us. These financial results have been audited by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in above.
- c) The consolidated audited financial results include the financial results of 1 subsidiary company (refer Annexure -I) which have been neither audited nor reviewed by their auditors, whose financial results reflect total assets of Rs. 22.31 Lakhs as at March 31, 2022, total revenues of Rs. NIL and Rs NIL, total net profit after tax of Rs. NIL and Rs. NIL and total comprehensive Income of Rs. NIL and Rs. NIL, for the quarter ended March 31, 2022 and for the period from April 01, 2021 to March 31, 2022 respectively, as considered in the consolidated audited financial results. According to the information and explanations given to us by the Management, these financial results are not material to the Group.
- d) The consolidated audited financial results also include the Group's share of net profit/(loss) after tax of Rs. (0.26) Lakhs and Rs. (0.26) Lakhs and total comprehensive income / loss of Rs. (0.26) Lakhs and Rs (0.26) Lakhs for the quarter ended March 31, 2022 and for the period from April 01, 2021 to March 31, 2022 respectively, as considered in the consolidated audited financial results, in respect of 2 jointly controlled entity, based on their financial results which have been neither audited nor reviewed by their auditors. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

Our opinion on the consolidated Financial Statements is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Statements certified by the Board of Directors.

Report on Other Legal and Regulatory Requirements

- I. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

- II. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditor of separate financial statements and on the other financial information of such subsidiaries, as noted in the other matter paragraph in the auditor's report, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of the other auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement and the consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.
 - e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Holding Company and its subsidiaries, incorporated in India, refer to our separate Report in "**Annexure B**" to this report;
 - g) 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 read with Notification No G.S.R 307(E) dated 30.03.2017, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer Note 41 to the consolidated financial statements.
 - ii. According to the information and explanations given to us, the Group does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.
- III. With respect to the other matter to be included in the Auditor's Report in accordance with the requirements of sec 197 (16) of the Act, as amended, in our opinion and based on the

consideration of reports of other statutory auditors of the subsidiaries incorporated in India, the provisions of sec 197 of the Act have been complied with by all the companies except in case of the holding company where, during the current year, the company has no profits or inadequate profits as required under section 197 of the Act for payment of managerial remuneration and hence the provisions of Schedule V of the Act are applicable. The Holding Company has complied with the requisite conditions prescribed under Schedule V of the Act for payment of managerial remuneration in situation of no profits, ***except for the conditions of obtaining the lenders approval for the same***. Subsequently the Holding Company has obtained the waiver from the directors for the remuneration paid/payable for FY 2021-22 and is in the process of reversing/recovering the same.

For G. D. Apte & Co.

Chartered Accountants

Firm registration number: 100515W

Chetan R Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCVVI2605

Place : Mumbai

Date : May 28, 2022

Annexure 'I' to the Audit Report on the Consolidated Financial Results of MEP Infrastructure Developers Limited for the year ended March 31, 2022:

Sr. No.	Company Name	Audited by
	Subsidiary Companies	
1	MEP Infrastructure Private Limited	M/s G. D. Apte & Co., Chartered Accountants
2	Bhalaji Toll Roads Private Ltd (formerly known as Baramati Tollways Private Ltd)	
3	Rideema Toll Private Limited	
4	Raima Ventures Private Limited	
5	Rideema Toll Bridge Private Limited (upto May 31, 2021)	
6	Raima Toll Road Private Limited	
7	MEP Chennai Bypass Toll Road Private Limited	
8	MEP Highway Solutions Private Limited	
9	MEP RGSL Toll Bridge Private Limited	
10	Raima Toll & Infrastructure Private Limited	
11	MEP Hyderabad Bangalore Toll Road Private Limited	
12	MEP Nagzari Toll Road Private Limited	M/s Gokhale & Sathe, Chartered Accountants
13	MEP IRDP Solapur Toll Road Private Limited	
14	MEP Tormato Private Limited	
15	MEP Roads & Bridges Private Limited	
16	Mhaiskar Toll Road Private Limited	
17	MEP Infra Constructions Private Limited	
18	MEP Toll & Infrastructure Private Limited	
19	MEP Infraprojects Private Limited	
20	MEP Foundation	
21	MEP Longjian ACR Private Limited	
22	MEP Infra Consultants Private Limited	
23	MEP Longjian CLR Private Limited	
24	MEP Longjian LWR Private Limited	
25	MEP Enterprises, LLC	Unaudited
	Jointly Controlled Entities	
26	MEP Nagpur Ring Road 1 Private Limited	M/s Gokhale & Sathe, Chartered Accountants
27	MEP Sanjose Nagpur Ring Road 2 Private Limited	
28	MEP Sanjose Arawali Kante Road Private Limited	
29	MEP Sanjose Kante Waked Road Private Limited	
30	MEP Sanjose Talaja Mahuva Road Private Limited	
31	MEP Sanjose Mahuva Kagavadar Road Private Limited	
32	SMYR Corporation, LLP	Unaudited
33	Ozone Land MEP Solapur Ring Road Pvt. Ltd	
	Associate Company	
34	KVM Technology Solutions Private Limited	M/s Gokhale & Sathe, Chartered Accountants

Annexure-A to the Independent Auditor's Report on Consolidated Financial Statements

(Referred to in our report of even date)

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the consolidated financial statements for the year ended March 31, 2022, we report the following:

- (i) In our opinion and according to the information and explanations given to us, following companies incorporated in India and included in the consolidated financial statements, have unfavourable remarks, qualifications or adverse remarks given by the respective auditors in their reports under the Companies (Auditor's Report) Order, 2020 (CARO):

Sr. No	Name of entities	CIN	Holding Company/ Subsidiary/ JV/Associate	Clause number of the CARO report
1.	MEP Infrastructure Developers Limited	L45200MH2002PLC136779	Holding	Clause iii(e), vii (a), vii (b), ix (a), xvii
2.	MEP Infrastructure Private Limited	U45203MH2010PTC199329	Subsidiary	Clause iii(d), iii(e), vii(a), ix(a), (xix)
3.	Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Ltd)	U45203MH2010PTC203853	Subsidiary	Clause iii(e), ix(a), (vii), (xix)
4.	Rideema Toll Private Limited	U74999MH2004PTC150238	Subsidiary	Clause iii(e), (xix), (xvii)
5.	Raima Ventures Private Limited	U45400MH2010PTC199383	Subsidiary	Clause iii(e), (xix), (xvii)
6.	Rideema Toll Bridge Private Limited(Upto 31st May 2021)	U45400MH2012PTC237427	Subsidiary	Clause iii(e), (xix)
7.	Raima Toll Road Private Limited	U45400MH2012PTC237838	Subsidiary	Clause iii(e), vii(b),(xix), (xvii)
8.	MEP Chennai Bypass Toll Road Private Limited	U45400MH2013PTC239203	Subsidiary	Clause iii(e), (xix)
9.	MEP Highway Solutions Private Limited	U45209MH2012PTC237871	Subsidiary	Clause iii(e), (xix), (xvii)
10.	MEP RGSL Toll Bridge Private Limited	U45400MH2012PTC237950	Subsidiary	Clause iii(e) vii(a),vii(b),ix(a), (xix), (xvii)
11.	Raima Toll & Infrastructure Private Limited	U45400MH2011PTC212222	Subsidiary	Clause iii(e), (xix), (xvii)
12.	MEP Hyderabad Bangalore Toll Road Private Limited	U45203MH2012PTC238390	Subsidiary	Clause iii(e), ix(a), (xix), (xvii)

Sr. No	Name of entities	CIN	Holding Company/ Subsidiary/ JV/Associate	Clause number of the CARO report
13.	MEP Nagzari Toll Road Private Limited	U45203MH2012PTC237785	Subsidiary	Clause (xvii), (xix)
14.	MEP IRDP Solapur Toll Road Private Limited	U45208MH2012PTC237854	Subsidiary	Clause (xvii), (xix)
15.	MEP Tormato Private Limited	U45202MH2014PTC257802	Subsidiary	Clause (vii), (ix), (xvii) and (xix)
16.	MEP Roads & Bridges Private Limited	U45201MH2014PTC256362	Subsidiary	Clause (xvii), (xix)
17.	Mhaiskar Toll Road Private Limited	U45400MH2014PTC259325	Subsidiary	Clause (xvii), (xix)
18.	MEP Infra Constructions Private Limited	U45203MH2014PTC259333	Subsidiary	Clause (xvii), (xix)
19.	MEP Toll & Infrastructure Private Limited	U45400MH2014PTC259366	Subsidiary	Clause (xvii)
20.	MEP Infraprojects Private Limited	U45400MH2014PTC259616	Subsidiary	Clause (xvii)
21.	MEP Foundation	U74999MH2016NPL283345	Subsidiary	Not applicable
22.	MEP Longjian ACR Private Limited	U45209MH2018PTC308689	Subsidiary	Clause (vii), (xvii) and (xix)
23.	MEP Infraconsultants Private Limited (Formerly known as MEP Longjian VTR Private Limited)	U45500MH2018PTC308559	Subsidiary	Clause (xvii) and (xix)
24.	MEP Longjian CLR Private Limited	U45309MH2018PTC308690	Subsidiary	Clause (vii), (xvii) and (xix)
25.	MEP Longjian LWR Private Limited	U45309MH2018PTC308692	Subsidiary	Clause (vii), (xvii) and (xix)
26.	MEP Enterprises, LLC		Subsidiary	Not Applicable
27.	MEP Nagpur Ring Road 1 Private Limited	U45309MH2016PTC281258	Jointly Controlled Entities	Clause (xvii) and (xix)
28.	MEP Sanjose Nagpur Ring Road 2 Private Limited	U45309MH2016PTC281267	Jointly Controlled Entities	Clause (xvii) and (xix)
29.	MEP Sanjose Arawali Kante Road Private Limited	U45309MH2016PTC281538	Jointly Controlled Entities	Clause(vii) (xvii) and (xix)

Sr. No	Name of entities	CIN	Holding Company/ Subsidiary/ JV/Associate	Clause number of the CARO report
30.	MEP Sanjose Kante Waked Road Private Limited	U45201MH2016PTC281169	Jointly Controlled Entities	Clause(vii) (xvii) and (xix)
31.	MEP Sanjose Talaja Mahuva Road Private Limited	U45309MH2016PTC282605	Jointly Controlled Entities	Clause(iv) (vii) (xvii) and (xix)
32.	MEP Sanjose Mahuva Kagavadar Road Private Limited	U45401MH2016PTC283768	Jointly Controlled Entities	Clause(iv) (vii) (xvii) and (xix)
33.	SMYR Corporation, LLP	AAD-8942	Jointly Controlled Entities	Not Applicable
34.	KVM Technology Solutions Private Limited	U74999MH2015PTC261383	Associate Company	Clause (vii) (xvii) and (xix)

For G. D. Apte & Co.

Chartered Accountants

Firm registration number: 100515W

Chetan R Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCVVI2605

Place : Mumbai

Date : May 28, 2022

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS OF MEP INFRASTRUCTURE DEVELOPERS LIMITED.

(Referred to in paragraph I (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the members of MEP Infrastructure Developers Limited on the Consolidated Financial Statements for the year ended March 31, 2022)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of MEP Infrastructure Developers Limited (hereinafter referred to as the “Company”) and its subsidiary companies, (the Holding Company and its subsidiaries together referred to as “the Group”) and its associate companies and jointly controlled entities, which are companies incorporated in India, as of that date.

In respect of a jointly controlled entity incorporated in India, whose financial statements and other information was not available for the year ended March 31, 2022 and hence no report on internal financial controls over financial reporting under section 143(3)(i) of the Act is available, and accordingly the possible effects of the same on our reporting on internal financial controls over financial reporting have not been considered.

Management’s Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary companies associate company and jointly controlled entities incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by the ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the other matters paragraph below, 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 with reference to Financial Statements

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 Consolidated 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 Consolidated 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 Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the matter described and reported above in determining the nature, timing and extent of audit tests applied in our audit of the 31 March 2022 consolidated financial statements of the Company.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to a subsidiary company;

associates and jointly controlled entities, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies.

This report does not include report on Internal Financial Control of one jointly controlled entity and one subsidiary. As informed to us, there were no significant financial transactions during the financial year 2020-2022 in that entity.

Our opinion is not modified in respect of the above matter.

For G. D. Apte & Co.

Chartered Accountants

Firm registration number: 100515W

Chetan R Sapre

Partner

Membership No: 116952

UDIN : 22116952AKCVVI2605

Place : Mumbai

Date : May 28, 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Consolidated Balance Sheet as at March 31, 2022

	Notes	As at March 31, 2022	As at March 31, 2021
ASSETS			
Non current assets			
Property, Plant and Equipment	2	3,223.43	5,641.26
Goodwill on consolidation		2,617.57	2,617.57
Other Intangible assets	3	1,05,761.36	1,16,750.24
Right-of-use assets	40	816.51	1,537.38
Investment In Joint Ventures & Associates	4	8,398.00	29,288.98
Financial Assets			
i. Investments	5	136.41	2,226.41
ii. Loans	6	27,464.67	27,441.64
iii. Other financial assets	7	67,222.15	42,564.86
Deferred tax assets (net)	8(iv)	4,989.14	5,628.57
Other non current assets	9	18,810.45	18,610.06
Total non current assets		2,39,439.69	2,52,306.97
Current assets			
Inventories	10	490.36	1,442.91
Financial Assets			
i. Trade receivables	11	245.60	6,793.03
ii. Investments	12	-	175.09
iii. Cash and cash equivalents	13(i)	1,300.20	871.43
iv. Bank balances other than (iii) above	13(ii)	3,185.15	3,973.35
v. Loans	14	15,405.66	21,546.13
vi. Other financial assets	15	81,221.31	1,03,843.75
Other current assets	16	34,293.08	85,569.15
Total current assets		1,36,141.36	2,24,214.84
Total Assets		3,75,581.05	4,76,521.81
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	17	18,344.61	18,344.61
Other Equity	18	(29,759.06)	(7,886.68)
Equity attributable to owners		(11,414.45)	10,457.93
Non Controlling Interests		790.72	1,278.95
Total Equity		(10,623.73)	11,736.88
Liabilities			
Non current liabilities			
Financial liabilities			
i. Borrowings	19	1,02,974.67	1,58,903.58
ii. Lease liability	40	544.53	826.22
iii. Trade Payables			
Total outstanding due to micro, small and medium enterprises		-	-
Total outstanding due to creditors other than micro and small enterprises		-	-
Deferred tax liabilities[net]	8(iv)	5,724.73	1,180.91
Provisions	20	519.71	638.45
Other non-current liabilities	21	194.87	3,203.42
Total non current liabilities		1,09,958.51	1,64,752.58
Current liabilities			
Financial liabilities			
i. Borrowings	22	1,05,668.35	69,553.05
ii. Lease liability	40	476.85	978.11
iii. Trade payables			
Total outstanding due to micro, small and medium enterprises		199.78	332.24
Total outstanding due to creditors other than micro and small enterprises		1,23,866.92	1,07,065.41
iii. Other financial liabilities	24	34,210.42	33,474.04
Other current liabilities	25	10,926.22	87,389.63
Provisions	26	897.73	1,186.80
Current Tax Liability		-	53.07
Total current liabilities		2,76,246.27	3,00,032.35
Total liabilities		3,86,204.78	4,64,784.93
Total Equity and Liabilities		3,75,581.05	4,76,521.81

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Consolidated Balance Sheet as at March 31, 2022

Significant Accounting Policies 1
Notes to the Consolidated financial statements 2 - 56

The notes referred to above form an integral part of the Consolidated financial statements

As per our report of even date attached

For G.D. Apte & Co.
Chartered Accountants
Firm's Registration No: 100515W

For and on behalf of the Board of Directors of
MEP Infrastructure Developers Limited
CIN : L45200MH2002PLC136779

Chetan. R. Sapre
Partner
Membership No: 116952

Jayant D. Mhaiskar
Managing Director
(DIN: 00716351)

Anuya J. Mhaiskar
Director
(DIN: 00707650)

Naresh Sasanwar
Chief Financial Officer
Place: Mumbai
Date: 28th May 2022

Ruchita Shah
Company Secretary

Place: Mumbai
Date: 28th May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Consolidated Statement of Profit and Loss for the year ended March 31, 2022

	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
I			
Revenue from operations	27	96,737.14	1,12,319.06
II			
Other income	28	3,474.88	16,604.26
III			
Total Income (I + II)		1,00,212.02	1,28,923.32
IV			
Expenses			
Cost of materials consumed	29	4,911.76	7,867.43
Operating and maintenance expenses	30	24,843.70	43,379.29
Employee Benefits Expenses	31	5,354.95	7,897.32
Finance costs	32	28,886.16	34,298.81
Depreciation and amortisation expense	2,3&40	25,604.29	25,278.32
Other expense	33	11,256.50	6,712.75
Total Expenses (IV)		1,00,857.36	1,25,433.92
V			
Profit / (Loss) before exceptional items, share of net profits of investment accounted for using equity method and tax		(645.34)	3,489.40
VI			
Share of Profit in Joint Venture and Associates accounted for using the equity method (net of tax)		(20,906.58)	(1,671.36)
VII			
Profit / (Loss) before exceptional item and tax		(21,551.92)	1,818.04
VIII			
Exceptional Item (Refer Note 46)		4,302.05	(6,923.19)
IX			
Profit / (Loss) before tax (VII-VIII)		(17,249.87)	(5,105.15)
X			
Tax expense	8		
Current tax			
For current year		-	(35.00)
For earlier years		(646.70)	(192.65)
Deferred tax (credit) / charge		(4,649.96)	(2,344.98)
Total tax expense		(5,296.66)	(2,572.63)
XI			
Profit / (Loss) for the year (IX-X)		(22,546.53)	(7,677.78)
XII			
Other Comprehensive Income			
A			
(i) Items that will not be reclassified to profit or loss statement			
a) Remeasurement of defined benefit obligations	36	231.60	(28.47)
b) Income tax relating to above items that will not be reclassified to profit or loss	8	(60.90)	9.77
c) Equity accounted investees - share of OCI		15.32	8.10
B			
(ii) Items that will be reclassified to profit or loss statement			
a) Exchange differences in translating financial statements of foreign operations		-	-
Other Comprehensive Income / (Loss) for the year (Net of tax)		186.02	(10.60)
XIII			
Total Comprehensive Income / (Loss) for the year (XI+XII)		(22,360.51)	(7,688.38)
XIV			
Net Profit / (Loss) attributable to:			
a) Owners of the Company		(22,058.30)	(7,662.72)
b) Non-Controlling Interest		(488.23)	(15.06)
		(22,546.53)	(7,677.78)
XV			
Other Comprehensive Income / (Loss) attributable to			
a) Owners of the Company		186.02	(10.60)
b) Non-Controlling Interest		-	-
		186.02	(10.60)
XVI			
Total Comprehensive Income / (Loss) attributable to			
a) Owners of the Company		(21,872.28)	(7,673.32)
b) Non-Controlling Interest		(488.23)	(15.06)
		(22,360.51)	(7,688.38)
Earnings per equity share (in Rs.) [Nominal value of Rs 10 (31 March 2021 : Rs 10)]	38		
Basic earnings per share		(12.29)	(4.19)
Diluted earnings per share		(12.29)	(4.19)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Consolidated Statement of Profit and Loss for the year ended March 31, 2022

Significant Accounting Policies	1
Notes to the Consolidated financial statements	2 - 56

The notes referred to above form an integral part of the Consolidated financial statements
As per our report of even date attached

For G.D. Apte & Co.
Chartered Accountants
Firm's Registration No: 100515W

For and on behalf of the Board of Directors of
MEP Infrastructure Developers Limited
CIN : L45200MH2002PLC136779

Chetan. R. Sapre
Partner
Membership No: 116952

Jayant D. Mhaikar
Managing Director
(DIN: 00716351)

Anuya J. Mhaikar
Director
(DIN: 00707650)

Naresh Sasanwar
Chief Financial Officer
Place: Mumbai
Date: 28th May 2022

Ruchita Shah
Company Secretary

Place: Mumbai
Date: 28th May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Consolidated Statement of Cash Flow for the year ended 31 March, 2022

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit / (Loss) before tax	(17,249.87)	(5,105.15)
Adjustments for:		
Depreciation and amortisation	25,604.29	25,278.32
Liabilities / provisions no longer required written back	(957.60)	(12,858.59)
Profit on sale of Property Plant and Equipment (Net)	(1,358.85)	-
Profit on sale of subsidiary	(501.99)	-
Dividend income	(4.99)	(2.69)
Finance costs	28,886.16	34,298.81
Exceptional Item	(4,302.05)	6,923.19
Interest income	(273.74)	(1,396.57)
Interest income from related parties	-	(2,192.38)
Share in Profits of Joint Ventures	20,906.58	1,671.37
Impairment of Investment	-	1.53
Operating profit before working capital changes	50,747.94	46,617.84
Adjustments for changes in working capital:		
(Increase)/Decrease in trade receivables	909.33	(2,792.04)
(Increase)/Decrease in non-current financial assets - loans	(23.03)	2.43
(Increase)/Decrease in non-current financial assets - others	(24,913.98)	(24,178.92)
(Increase)/Decrease in current financial assets - loans	1,430.23	(1,041.33)
(Increase)/Decrease in current financial assets - others	19,655.93	(7,657.13)
(Increase)/Decrease in other non current assets	(832.00)	3,089.11
(Increase)/Decrease in other current assets	65,147.69	17,400.37
(Increase)/Decrease in inventories	952.55	(14.00)
Increase/(Decrease) in trade payables	1,693.11	(1,297.19)
Increase/(Decrease) in current financial liabilities - other	(9,991.08)	2,113.87
Increase/(Decrease) in short term provisions	668.53	137.01
Increase/(Decrease) in long term provisions	112.85	(28.77)
Increase/(Decrease) in other non-current liabilities	(3,008.56)	122.22
Increase/(Decrease) in other current liabilities	(76,463.41)	17,196.53
Cash generated from operations	(24,661.84)	3,052.16
Income tax refund / (paid) (net)	4,544.37	5,055.98
Net cash generated from operating activities (A)	30,630.47	54,725.98
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment, capital work-in-progress and intangible assets (Including capital advances)	(2,327.44)	(2,888.82)
Sale of Property Plant and Equipment	2,713.26	-
Dividend received	4.99	2.69
Sale of investments	2,591.99	-
Investment in fixed deposits	(2,804.46)	(4,531.46)
Redemption / maturity of fixed deposits	3,784.86	7,796.10
Investment in mutual funds	-	(175.09)
Redemption / maturity of mutual funds	175.09	-
Interest received	1,554.65	967.36
Loans given	-	(2,709.86)
Repayment of Loans given	5,567.38	-
Purchase of investment in joint ventures	-	(5,599.66)
Net cash (used in) / generated from investing activities (B)	11,260.32	(7,168.88)
CASH FLOW FROM FINANCING ACTIVITIES:		
Dividend distribution tax	-	(113.12)
Proceeds from borrowings	7,689.38	19,031.47
Repayment of borrowings	(29,768.66)	(32,499.71)
Repayment of lease liabilities	(951.20)	(1,536.07)
Interest paid	(18,431.54)	(34,589.94)
Net cash (used in) financing activities (C)	(41,462.02)	(49,707.37)
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	428.77	(2,150.27)
Cash and cash equivalents as at the beginning of the year	871.43	3,021.70
Cash and cash equivalents as at the end of the year	1,300.20	871.43
Components of Cash and cash equivalents		
Cash on hand	687.30	328.41
Bank balances		
In current accounts	584.33	542.42
Unclaimed Dividend	0.91	0.60
Unclaimed Share Application Money	0.28	-
Demand deposits (less than 3 months maturity)	27.38	-
Total cash and cash equivalents	1,300.20	871.43

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Change in liability arising from financing activities

Particulars	01 April 2021	Cashflows	Non Cash changes	March 31, 2022
Borrowing - Non Current / Current (Refer Note 19, 22)	2,28,456.62	(19,980.40)	166.79	2,08,643.01
Total	2,28,456.62	(19,980.40)	166.79	2,08,643.01

1. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'."

The notes referred to above form an integral part of the Consolidated financial statements

As per our report of even date attached

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN : L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaiskar

Managing Director

(DIN: 00716351)

Anuya J. Mhaiskar

Director

(DIN: 00707650)

Naresh Sasanwar

Chief Financial Officer

Place: Mumbai

Date: 28th May 2022

Ruchita Shah

Company Secretary

Place: Mumbai

Date: 28th May 2022

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Statement of Changes in Equity

A. Equity Share Capital

Particulars	Note	Amount
Balance as at April 01, 2020		18,344.61
Changes in equity share capital during the year		-
Balance as at March 31, 2021	17	18,344.61
Changes in equity share capital during the year		-
Balance as at March 31, 2022	17	18,344.61

B. Other Equity

Particulars	Reserves and Surplus					Total
	Securities Premium	Retained earnings/ (accumulated deficit)	Foreign Currency Translation Reserve	Attributable to NCI	Capital reserves	
Balance at April 01, 2020	40,354.13	(40,569.82)	0.38	(905.99)	1.92	(1,119.38)
Addition due to change from joint control	-	-	-	-	-	-
Addition/Reduction during the year	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Profit / (Loss) for the year	-	(7,662.72)	-	(15.06)	-	(7,677.78)
Other comprehensive income	-	(10.60)	-	-	-	(10.60)
Dividend paid during the year	-	-	-	-	-	-
Dividend distribution tax	-	-	-	-	-	-
Balance at March 31, 2021	40,354.13	(48,243.14)	0.38	(921.05)	1.92	(8,807.76)
Addition due to change from joint control	-	-	-	-	-	-
Addition/Reduction during the year	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Profit / (Loss) for the year	-	(22,058.30)	-	(488.23)	-	(22,546.53)
Other comprehensive income	-	186.02	-	-	-	186.02
Dividend paid during the year	-	-	-	-	-	-
Dividend distribution tax	-	-	-	-	-	-
Balance at March 31, 2022	40,354.13	(70,115.42)	0.38	(1,409.28)	1.92	(31,168.27)

*The above statement of changes in equity should be read in conjunction with the accompanying notes. (Refer Note 18)

The notes referred to above form an integral part of the consolidated financial statements.

For G.D. Apte & Co.
Chartered Accountants
Firm's Registration No: 100515W

For and on behalf of the Board of Directors of
MEP Infrastructure Developers Limited
CIN : L45200MH2002PLC136779

Chetan. R. Sapre
Partner
Membership No: 116952

Jayant D. Mhaikar
Managing Director
(DIN: 00716351)

Anuya J. Mhaikar
Director
(DIN: 00707650)

Naresh Sasanwar
Chief Financial Officer

Ruchita Shah
Company Secretary

Place: Mumbai
Date: 28th May 2022

Place: Mumbai
Date: 28th May 2022

MEP Infrastructure Developers Limited

Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

Note 1

1 General information

MEP Infrastructure Developers Limited (Formerly known as MEP Infrastructure Developers Private Limited) ('MEPIDL' or 'the Group') having its registered office at 2102, Floor- 21st, Plot-62, Kesar Equinox, Sir Bhalchandra Road, Hindu Colony, Dadar (E), Mumbai – 400014, was incorporated on August 8, 2002 vide certificate of incorporation No L45200MH2002PLC136779 issued by the Registrar of Companies, Maharashtra, Mumbai. It is the ultimate holding Group/Parent Group in the MEP Group of Companies.

The Company's equity shares are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE) with effect from 6 May, 2015. The Group, its subsidiaries, associates and jointly controlled entities (collectively referred to as 'the Group') are into the business of collection of toll and construction of roads along with other ancillary activities such as road repairs and maintenance of flyovers, roads and allied structures.

These consolidated financial statements comprise the Group and its subsidiaries (collectively the 'Group' and individually 'Group companies').

2 Basis of preparation

These consolidated financial statements of the Group for the year ended March 31, 2022 along with comparative financial information for the year March 31, 2021 have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016

The Consolidated Financial Statements comprises of MEP Infrastructure Developers Limited and its subsidiaries, being the entities that it controls. Controls are assessed in accordance with the requirement of Ind AS-110- Consolidated Financial Statements.

The financial statements of the Group for the year ended 31st March 2022 were approved for issue in accordance with the resolution of the Board of Directors on 28 May 2022.

Historical Cost Convention

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities that is measured at fair value;
- assets held for sale – measured at fair value less cost to sell;
- defined benefit plans – plan assets measured at fair value; and

Current and Non-current classification

All assets and liabilities have been classified as current or non-current as per the Group's operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of business and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

3 Functional and presentation currency

These consolidated financial statements are presented in Indian rupees, which is the Group's functional currency. All amounts have been rounded to the nearest lakhs, unless otherwise indicated

4 Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements in accordance with Ind AS requires use of estimates and assumptions for some items, which might have an effect on their recognition and measurement in the consolidated balance sheet and Consolidated statement of profit and loss. The actual amounts realised may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Estimates and assumptions are required in particular for:

a) Determining extent of control

The assessment as to whether the Group exercises control, joint control or significant influence over the companies in which it holds less than 100 percent voting rights.

The Group makes assumptions, when assessing whether it exercises control, joint control or significant influence over companies in which it holds less than 100 percent of the voting rights. These assumptions are made based on the contractual rights with the other shareholders, relevant facts and circumstances which indicate that the Group has power over the potential subsidiary or that joint control exists. Changes to contractual arrangements or facts and circumstances are monitored and are evaluated to determine whether they have a potential impact on the assessment as to whether the Group is exercising control over its investment.

b) Property, plant and equipment :

Determination of the estimated useful lives and residual value of tangible assets are based on the life prescribed in the Schedule II of the Companies Act, 2013.

c) Recognition and measurement of defined benefit obligations :

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and vested future benefits and life expectancy. The discount rate is determined based on the prevailing market yields of Indian Government Securities as at the balance sheet date for the estimated term of the obligation.

d) Recognition of deferred tax assets :

A deferred tax asset is recognised for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. The management is reasonably certain that taxable profits will be available to absorb carried forward losses while recognising deferred tax assets.

e) Recognition and measurement of other provisions :

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure included in other provisions.

f) Discounting of long-term financial instruments :

All financial instruments are required to be measured at fair value on initial recognition. In case of financial instruments which are required to subsequently measured at amortised cost, interest is accrued using the effective interest method.

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5 Measurement of fair values

The Group's accounting policies and disclosures require the measurement of fair values for financial instruments. When measuring the fair value of a financial asset or a financial liability, fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

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

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group recognises transfers due to change between levels of the fair value hierarchy at the end of the reporting period.

Statement of significant accounting policies

D) Basis of consolidation

i) Business combinations

The Group accounts for business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognised in equity under the head 'Capital reserve'. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in profit or loss.

Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not remeasured and settlement is accounted for within equity. Otherwise, subsequent changes in the fair value of the contingent consideration are recognised in profit or loss.

ii) Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Principles of Consolidation

- a) The consolidated financial statements of the Group and its subsidiaries are combined on a line-by-line basis by adding the book values of like items of assets, liabilities, income and expenses after fully eliminating intra-Group balances and intra-Group transactions and resultant unrealized profits or losses, net of deferred tax in accordance with the Indian Accounting Standard - 110 'Consolidated Financial Statements'.
- b) The difference between the proceeds from disposal of investment in a subsidiary and the proportionate carrying amount of its assets less liabilities as of the date of disposal is recognised in the Consolidated Statement of Profit and Loss as the profit or loss on disposal of investments in subsidiaries.
- c) Non Controlling Interest's share of net profit of consolidated subsidiaries for the period is identified and adjusted against the income of the Group in order to arrive at the net income attributable to the equity shareholders of the Group.
Non-controlling interest's share of the net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet as a separate item from liabilities and the shareholder's equity."
- d) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Group's standalone financial statements.
- e) The excess of cost to the Group of its investments in the subsidiary companies over its share of equity of the subsidiary companies at the dates on which the investments in the subsidiary companies were made, is recognised as 'Goodwill' being an asset in the consolidated financial statements and is tested for impairment on annual basis. On the other hand, where the share of equity in the subsidiary companies as on the date of investment is in excess of cost of investments of the Group, it is recognised as 'Capital Reserve' and shown under the head 'Reserves & Surplus', in the consolidated financial statements. The 'Goodwill' / 'Capital Reserve' is determined separately for each subsidiary Group and such amounts are not set off between different entities.
- f) Changes in ownership interests: The Group treats transactions with non-controlling interests that do not result in loss of control as transactions with equity owners of the Group. For purchases from non-controlling interests, the difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in other equity. The share of non-controlling interest is restricted to the extent of contractual obligation of the Group.
When the Group ceases to consolidate or equity account for an investment because of loss of control, joint control or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purpose of subsequently accounting for the retained interest as an associate, joint venture or financial asset.

iii) Investment in associates and joint ventures

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The Group's investments in its associate and joint venture are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate or joint venture since the acquisition date.

The statement of profit and loss reflects the Group's share of the results of operations of the associate or joint venture. Any change in Other Comprehensive Income of those investees is presented as part of the Group's Other Comprehensive Income.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its joint ventures and associates are eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

The financial statements of the subsidiaries, joint ventures and associates used for purpose of consolidation are drawn upto the same reporting date as that of the parent Group i.e. year ending 31st March.

MEP Infrastructure Developers Limited

Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

iv) List of Subsidiaries/Associates/ Jointly Controlled Entities

Name of the Group	Place of Incorporation	Principal activities	% holding	% holding
			as on 31 March, 2022	as on 31 March, 2021
Parent Group				
MEP Infrastructure Developers Limited	India	Toll collection, construction of road, repair and maintenance services	-	-
Direct Subsidiaries				
MEP Infrastructure Private Limited	India	Toll collection, road repair and maintenance of structures, flyovers, etc	100%	99.99%
Raima Ventures Private Limited	India	Collection of toll	100%	100%
Rideema Toll Private Limited	India	Collection of toll	100%	100%
Rideema Toll Bridge Private Limited (Upto 31 May 2022)	India	Collection of toll	100%	100%
MEP Nagzari Toll Road Private Limited	India	Operation, Maintenance and Collection of toll	100%	100%
MEP IRDP Solapur Toll Road Private Limited	India	Collection of toll	100%	100%
MEP Hyderabad Bangalore Toll Road Private Limited	India	Operation, Maintenance and Collection of toll	99.99%	99.99%
Raima Toll Road Private Limited	India	Operation, Maintenance and Collection of toll	100%	100%
MEP Chennai Bypass Toll Road Private Limited	India	Operation, Maintenance and Collection of toll	100%	100%
MEP Highway Solutions Private Limited	India	Construction and maintenance activities	100%	100%
MEP RGSL Toll Bridge Private Limited	India	Operation, Maintenance and Collection of toll	100%	100%
Raima Toll and Infrastructure Private Limited	India	Collection of toll	100%	100%
MEP Roads & Bridges Private Limited	India	Collection of toll	100%	100%
Mhaskar Toll Road Private Limited	India	Collection of toll	100%	100%
MEP Infra Constructions Private Limited	India	Collection of toll	100%	100%
MEP Toll & Infrastructure Private Limited	India	Collection of toll	100%	100%
MEP Tormato Private Limited	India	Installation of toll equipment, Cameras, weigh bridges etc.	100%	100%
MEP Infraprojects Private Limited	India	Collection of toll	100%	100%
MEP Foundation	India	Corporate Social Responsibility	99.90%	99.90%
MEPIDL Enterprises L.L.C (From April 1, 2018.)	UAE	Construction and Maintenance of Roads	49.00%	49.00%
MEP Longjian ACR Private Limited	India	Construction and Maintenance of Roads	51.00%	51.00%
MEP Longjian CLR Private Limited	India	Construction and Maintenance of Roads	51.00%	51.00%
MEP Longjian Loha Waranga Road Private Limited	India	Construction and Maintenance of Roads	51.00%	51.00%
MEP Infra Consultants Private Limited (Formerly Known as MEP Longjian VTR Private Limited)	India	Construction and Maintenance of Roads	51.00%	51.00%
Indirect Subsidiaries				
Subsidiaries of :				
Rideema Toll Private Limited				
Bhalaji Toll Road Private Limited (Formerly known as Baramati Tollways Private Limited)	India	Maintenance and collection of toll for, the Ring Road and bridges in Baramati on a BOT basis	99.99%	99.99%
Associates:				
KVM Technology Solutions Private Limited	India	Installation of toll equipment	33.00%	33.00%
Jointly Controlled Entities:				
SMYR Consortium LLP*	India	Collection of toll	25.00%	25.00%
MEP Nagpur Ring Road 1 Private Limited	India	Construction and Maintenance of Roads	74.00%	74.00%
MEP Sanjose Arawali Kante Road Private Limited	India	Construction and Maintenance of Roads	74.00%	74.00%
MEP Sanjose Kante Waked Road Private Limited	India	Construction and Maintenance of Roads	74.00%	74.00%
MEP Sanjose Mahuva Kagavadar Road Private Limited	India	Construction and Maintenance of Roads	60.00%	60.00%
MEP Sanjose Nagpur Ring Road 2 Private Limited	India	Construction and Maintenance of Roads	74.00%	74.00%
MEP Sanjose Talaja Mahuva Road Private Limited	India	Construction and Maintenance of Roads	60.00%	60.00%
Ozoneland MEP Solapur Ring Road Private Limited*	India	Construction and Maintenance of Roads	26.00%	0.00%

Note: The Group does not have any partial interest in any entity which is material for consolidation purposes

*The Group has considered the unaudited financial information of jointly controlled entity in the consolidated financial statements.

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Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

II) Property, Plant and Equipment

i) Items of property, plant and equipment are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises

- the purchase price including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.,
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and
- the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs .

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognised in profit or loss.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

Capital work-in-progress in respect of assets which are not ready for their intended use are carried at cost, comprising of direct costs, related incidental expenses and attributable interest if any.

ii) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

iii) Depreciation / amortization

Depreciation is provided on a pro-rata basis on the written down value method over the estimated useful life of the assets. Depreciation on addition/deletion of fixed assets during the year is provided on pro-rata basis from / to the date of addition/deletion. Fixed assets costing up to Rs. 5,000 individually are fully depreciated in the year of purchase.

Useful life of the asset is taken, as specified in Schedule II of the Companies Act, 2013.

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.

iv) Impairment of fixed assets

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the asset's fair value less cost of disposal and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent that the carrying amount after such reversal does not exceed the carrying amount that would have been determined had there been no impairment. In case of revalued assets such reversal is not recognized.

v) Derecognition

The carrying amount of an item of property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The consequential gain or loss is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognised in the Statement of Profit and Loss.

IV) Intangible assets

Goodwill on consolidation

Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill is not amortised but it is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or Groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose. The units or Groups of units are identified at the lowest level at which goodwill is monitored for internal management purposes, which in our case are the operating segments

Toll Collection Rights

Recognition and Measurement

Toll collection rights are stated at cost, less accumulated amortisation and impairment losses. Cost includes:

Contractual Upfront / monthly /fortnightly payments towards acquisition.

Amortisation

Intangible assets i.e. toll collection rights are amortised over the tenure of the respective toll collection contract

Derecognition

The carrying amount of an intangible asset is derecognised on disposal or when no future economic benefits are expected from its use or disposal.

V) Borrowing Cost

Borrowing costs are interest and other costs related to borrowing that the Group incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing. Borrowing costs include interest costs measured at Effective Interest Rate and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Ancillary borrowing costs are amortised over the tenure of the loan.

Borrowing costs that are attributable to acquisition or construction of qualifying assets are capitalized as a part of cost of such assets till the time the asset is ready for its intended use. A qualifying assets is the one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are recorded as an expense in the Profit and loss account in the year in which they are incurred.

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Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

VI) 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. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options; and embedded derivatives in the host contract.

Financial Assets

i) Classification

The Group shall classify financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

ii) Initial recognition and measurement

Financial assets are recognised when the Group becomes a party to a contract that gives rise to a financial asset of one entity or equity instrument of another entity. Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, other than those designated as fair value through profit or loss (FVTPL), are added to or deducted from the fair value of the financial assets, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at FVTPL are recognised immediately in statement of profit and loss.

Debt instruments at amortised cost

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

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- 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 amortised cost using the effective interest rate (EIR) method. Amortised 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 amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Debt instruments at FVOCI

A 'debt instrument' is measured at the Fair value through other comprehensive income (FVOCI) if both the following conditions are met:

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets., and
- 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.

For assets classified as subsequently measured at FVOCI, interest revenue, expected credit losses, and foreign exchange gains or losses are recognised in profit or loss. Other gains and losses on remeasurement to fair value are recognised in Other Comprehensive Income. On derecognition, the cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from equity to profit or loss.

Debt instrument at fair value through profit and loss (FVTPL)

Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVOCI, is classified as at FVTPL.

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

iii) Equity investments

All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group decides to classify the same either as at FVOCI or FVTPL. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Group decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the Other Comprehensive Income. There is no recycling of the amounts from Other Comprehensive Income to profit and loss, even on sale of investment. However, the Group 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.

iv) Derecognition

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

- The rights to receive cash flows from the financial asset have expired
- The Group has transferred substantially all the risks and rewards of the financial asset or
- The Group has neither transferred nor retained substantially all the risks and rewards of the financial asset, but has transferred control of the financial asset.

v) Impairment of financial assets

Impairment of financial assets

The Group applies expected credit loss (ECL) model for measurement and recognition of loss allowance on the following:

- Trade receivables
- Financial assets measured at amortized cost (other than trade receivables)

In case of trade receivables, the Group follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance

In case of other assets (listed as ii above), the Group determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Group reverts to recognizing impairment loss allowance based on 12-month ECL.

As a practical expedient, the Group uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. At each reporting date, the historically observed default rates and changes in the forward-looking estimates are updated.

ECL allowance recognised (or reversed) during the period is recognized as income/ expense in the Statement of Profit and Loss under the head 'Other expenses'.

Provision for Impairment of Claims and other receivables is carried out as per the following schedule

Ageing - Upto 5 years - 0 % (Cumulative 0%)
Ageing - 5 to 6 years - 5 % (Cumulative 5%)
Ageing - 6 to 7 years - 10 % (Cumulative 15%)
Ageing - 7 to 8 years - 15 % (Cumulative 30%)
Ageing - 8 to 9 years - 20 % (Cumulative 50%)
Ageing - above 9 years - 50 % (Cumulative 100%)

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Financial liabilities

Financial instruments with a contractual obligation to deliver cash or another financial assets is recognised as financial liability by the Group.

i) Classification

The Group classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

ii) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable and incremental transaction cost.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the Effective Interest Rate. The Effective Interest Rate amortisation is included as finance costs in the statement of profit and loss.

The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

iii) Derecognition

A financial liability is derecognised 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 recognised in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of the Group at the exchange rates at the date of the transaction or at an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognised in profit or loss.

VII) Leases

As a lessee - Group

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate. Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The company presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

Short-term leases and leases of low-value assets

The company has elected not to recognise right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Under IND AS 17

Leases of property, plant and equipment where the Group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Group as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

The Company has no leases or any contract containing lease accordingly, no disclosure has been made on the same.

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Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

VIII) Trade Receivables:

Trade receivables are amounts due from customers and related parties from the rendering of services in the ordinary course of business. Trade receivables are recognised initially at fair value except for short-term receivable where the recognition of interest is immaterial and subsequently measured at amortised cost using effective interest method less an allowance for impairment. An estimate for impairment is made when collection of the entire amount is no longer probable or when payments are delayed. The Group maintains an allowance for impairment to provide for impairment of trade receivables. Impairment allowances and related trade receivables are written off when determined as not collectable

Non derivative financial assets- service concession arrangements

The Group recognises a financial asset arising from a service concession arrangement when it has an unconditional contractual right to receive cash or other financial asset from the grantor of the concession for the construction or upgrade service provided.

Such financial assets are measured at fair value upon initial recognition and classified as trade receivables. Subsequent to initial recognition, such assets are measured at amortized cost

IX) Inventories:

Construction materials, components, stores, spares and tools

These are valued at lower of cost or net realisable value. Cost is determined on weighted average basis and comprise all cost of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.

X) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

XI) Provisions and contingent liabilities

A provision is recognized when the Group has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Further, long term provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost. A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Group recognises any impairment loss on the assets associated with that contract.

Disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

XII) Revenue from operations

- 1) Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. The Group assesses promises in the contract that are separate performance obligations to which a portion of transaction price is allocated. Revenue is measured based on the transaction price as specified in the contract with the customer. It excludes taxes or other amounts collected from customers in its capacity as an agent.

- 2) **Revenue from Construction Contracts**

Revenue, where the performance obligation is satisfied over time, is recognised in proportion to the stage of completion of the contract. The stage of completion of project is determined by the proportion that contract cost incurred for work performed upto the balance sheet date bear to the estimated total contract costs.

Contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable. Contract costs are recognised as an expense in the statement of profit and loss in the accounting periods in which the work to which they relate is performed. An expected loss on a contract is recognised immediately in the Statement of Profit and Loss.

The Group recognises revenue using input method that is based on Group's efforts or inputs to the satisfaction of a performance obligation relative to the total expected inputs to the satisfaction of that performance obligation. Contract revenue recognised at an amount which is higher than its right to consideration (i.e. right to invoice) from customer is recorded as unbilled revenue under other current assets.

Contract revenue includes the initial amount agreed in the contract plus any variations in contract work and claims payments, to the extent that it is probable that they will result in revenue and can be measured reliably. The Group recognises bonus/ incentive revenue on early completion of the project when it is highly probable that it will result in revenue.

- 3) **Contract balances**

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer e.g. unbilled revenue. If the Group performs its obligations by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset i.e. unbilled revenue is recognised for the earned consideration that is conditional. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the Customer.

Trade receivables

A receivable represents the Group's right to an amount of consideration that is unconditional i.e. only the passage of time is required before payment of consideration is due.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. Contract liabilities are recognised as revenue when the Group performs under the contract.

The accounting policies for the specific revenue streams of the Group as summarised below:

MEP Infrastructure Developers Limited

Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

4) Toll collection

Revenue from toll collection is recognised at point in time when services are rendered (on actual collections of toll) However in certain cases ,where advance money is received from customer, revenue is recognised on an accrual basis, where the performance obligation is satisfied over time.

Claims recognised to the extent that it is probable that they will result in revenue, they are capable of being reliably measured and it is not unreasonable to expect ultimate collection.

5) Road repair and maintenance

Revenue from road repair and maintenance work is recognised when the services are rendered and there are no uncertainties involved to its ultimate realisation.

6) Other income

- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective rate of interest.
- Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established.

Revenue from Service concession Agreements

Contract revenue and contract cost associated with the construction of road are recognised as revenue and expenses respectively by reference to the stage of completion of the projects at the balance sheet date. The stage of completion of project is determined by the proportion that contract cost incurred for work performed upto the balance sheet date bear to the estimated total contract costs. Where the outcome of the construction cannot be estimated reliably, revenue is recognised to the extent of the construction costs incurred if it is probable that they will be recoverable.

If total cost is estimated to exceed total contract revenue, the Group provides for foreseeable loss. Contract revenue earned in excess of billing has been reflected as unbilled revenue and billing in excess of contract revenue has been reflected as unearned revenue.

XIII) Retirement and other employee benefits

i) Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognized in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid if the Group 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.

ii) Post Employment Employee Benefits

Retirement benefits to employees comprise payments to government provident funds, gratuity fund and Employees State Insurance

Defined contribution plans

The Group's / Group's contribution to defined contributions plans such as Provident Fund, Employee State Insurance and Maharashtra Labour Welfare Fund are recognised in the consolidated Statement of Profit and Loss in the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

Defined benefit plans

Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

The Group'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 the current and prior periods. This amount is discounted to determine its present value.

The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. When the calculation results in a potential asset for the Group, the recognised asset is limited to 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 ('the asset ceiling').

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income. Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Actuarial gains/losses are recognized in the other comprehensive income.

XIV) Income taxes

Tax expense comprises of current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in Other Comprehensive Income.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. 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 realised; such reductions are reversed when the probability of future taxable profits improves Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

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, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Deferred tax asset / liabilities in respect of on temporary differences which originate and reverse during the tax holiday period are not recognised. Deferred tax assets / liabilities in respect of temporary differences that originate during the tax holiday period but reverse after the tax holiday period are recognised. The tax effect is calculated on the accumulated timing differences at the year-end based on the tax rates and laws enacted or substantially enacted on the balance sheet date.

Minimum alternate tax credit is recognized as an asset only when and to the extent there is convincing evidence that the Group will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit is written down to the extent there is no longer a convincing evidence to the effect that the Group will pay normal income tax during the specified period.

MEP Infrastructure Developers Limited

Notes forming part of the Consolidated Financial Statements for the year ended 31st March, 2022

XV) Earnings Per Share

Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to equity shareholders of the Group
- by the weighted average number of equity shares outstanding during the financial year

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

XVI) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Group. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Group.

XVII) Recent Accounting Pronouncements

Standards issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

Amendment to Existing issued Ind AS

The MCA has notified below amendments which are effective 1st April 2022:

- Amendments to Ind AS 103, Business Combinations
- Amendments to Ind AS 16, Property, Plant and Equipment
- Amendments to Ind AS 37, Provisions, Contingent Liabilities and Contingent Assets
- Amendments to Ind AS 109, Financial Instruments
- Amendments to Ind AS 116, Leases

Based on Preliminary work, the Company does not expect these amendments to have any significant impact on its Financial statements.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 2

Property, Plant and Equipment - As at March 31, 2022

	Gross Block			Accumulated Depreciation				Net Block		
	As at April 1, 2021	Additions/ Adjustments	Deductions / Adjustments	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deductions / Adjustments	As at March 31, 2022	As at March 31, 2022	As at March 31, 2021
Lease hold Land #	25.88	-	25.88	-	25.88	-	25.88	-	-	-
Office Premises	2,782.76	-	810.61	1,972.15	665.83	83.07	284.60	464.30	1,507.85	2,116.93
Vehicles	3,754.44	26.63	1,869.10	1,911.97	2,527.33	381.81	1,392.35	1,516.78	395.19	1,227.11
Computers	2,403.67	29.48	1,639.32	793.83	1,803.23	67.90	1,115.11	756.02	37.81	600.44
Toll Equipments	9,845.18	271.32	1,471.25	8,645.25	8,523.72	395.75	1,288.15	7,631.32	1,013.94	1,321.46
Furniture and fixtures	730.14	-	3.56	726.57	354.82	106.44	3.33	457.93	268.65	375.32
Total	19,542.07	327.43	5,819.72	14,049.78	13,900.81	1,034.97	4,109.42	10,826.35	3,223.43	5,641.26

Property, Plant and Equipment - As at March 31, 2021

	Gross Block			Accumulated Depreciation				Net Block		
	As at April 1, 2020	Additions/ Adjustments	Deductions / Adjustments	As at March 31, 2021	As at April 1, 2020	Charge for the year	Deductions / Adjustments	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Lease hold Land #	25.88	-	-	25.88	1.45	24.43	-	25.88	-	24.43
Office Premises	2,782.76	-	-	2,782.76	526.80	139.03	-	665.83	2,116.93	2,255.96
Vehicles	3,754.44	-	-	3,754.44	1,981.41	545.92	-	2,527.33	1,227.11	1,773.03
Computers	1,709.34	694.33	-	2,403.67	1,085.57	717.66	-	1,803.23	600.44	623.77
Toll Equipments	9,570.22	274.96	-	9,845.18	6,664.46	1,859.26	-	8,523.72	1,321.46	2,905.76
Furniture and fixtures	713.98	16.16	-	730.14	227.34	127.48	-	354.82	375.32	486.64
Total	18,556.62	985.45	-	19,542.07	10,487.03	3,413.78	-	13,900.81	5,641.26	8,069.59

#As per Lease Deed, lease hold land has been amortised by straight line method over the period of ninety three years from the date of lease deed 10 May 2012. However, due to early termination of lease during the financial year, the leasehold land has been fully amortised during this year.

*Refer note 19 and 22 for details of Property, Plant and Equipment that have been pledged as a security / mortgaged with various Banks / Financial Institutions against loans taken by the Company

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 3

Intangible assets - March 31, 2022

	Gross Block			As at March 31, 2022	Accumulated Amortisation/ Impairment			As at March 31, 2022	Net Block	
	As at April 1, 2021	Additions/ Adjustment	Deductions/ Adjustments		As at April 1, 2021	Charge for the year	Deductions/ Adjustments		As at March 31, 2022	As at March 31, 2022
Toll collection rights*	3,76,274.77	14,976.00	52,461.60	3,38,789.18	2,59,524.53	23,845.97	50,342.69	2,33,027.81	1,05,761.36	1,16,750.24
Goodwill on Consolidation**	2,617.57	-	-	2,617.57	-	-	-	-	2,617.57	2,617.57
	3,78,892.34	14,976.00	52,461.60	3,41,406.75	2,59,524.53	23,845.97	50,342.69	2,33,027.81	1,08,378.93	1,19,367.81

Intangible assets - March 31, 2021

	Gross Block			As at March 31, 2021	Accumulated Amortisation/ Impairment			As at March 31, 2021	Net Block	
	As at April 1, 2020	Additions/ Adjustment	Deductions/ Adjustments		As at April 1, 2020	Charge for the year	Deductions/ Adjustments		As at March 31, 2021	As at March 31, 2021
Toll collection rights*	3,73,205.76	3,069.01	-	3,76,274.77	2,38,957.79	20,566.74	-	2,59,524.53	1,16,750.24	1,34,247.97
Goodwill on Consolidation**	2,617.57	-	-	2,617.57	-	-	-	-	2,617.57	2,617.57
Total	3,75,823.33	3,069.01	-	3,78,892.34	2,38,957.79	20,566.74	-	2,59,524.53	1,19,367.81	1,36,865.53

*Refer note 19 and 22 for details of Property, Plant and Equipment that have been pledged as a security / mortgaged with various Banks / Financial Institutions against loans taken

**Refer Note No. 3A - Impairment review

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 3A

Impairment review

Impairment testing for cash generating unit (CGU) containing goodwill

The goodwill at each CGU level is tested for impairment at least annually and when events occur or changes in circumstances indicate that the recoverable amount is less than its carrying value. The recoverable amount is based on a value-in-use calculation using the discounted cash flow method. The value-in-use calculation is made using pre-tax Budgeted EBITDA projections based on the Management forecasts of the contract tenure (after considering the relevant long-term growth rate). Remaining contract tenure is in the range of 6 to 13 years given the term of the contract signed with the government authorities. No terminal value is included as these cash flows exceeding their carrying value. The methods used to determine recoverable amounts have remained consistent with the prior year.

Goodwill acquired through business combinations with indefinite lives has been allocated to the following CGU's:

Name of the Entities	As at	As at
	March 31, 2022	March 31, 2021
MEP Infrastructure Private Limited	1,012.30	1,012.30
Baramati Tollways Private Limited	1,605.27	1,605.27
Total	2,617.57	2,617.57

The keys assumptions used in value- in- use calculation are reviewed annually as part of management's budgeting and strategic planning cycles. These estimates may differ from actual results. The values assigned to each of the key assumptions reflect the Management's past experience as their assessment of future trends, and are consistent with external / internal sources of information.

Based on the above assumptions and analysis, during the year ended 31 March 2022, Group recorded impairment charge of Rs Nil (31 March 2021 : Rs. Nil). No impairment was identified for any of the CGU as at 31 March 2022 as the recoverable value of the CGU exceeded the carrying value.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022**Note 4****Non Current Financial Assets-Investments in Joint Ventures and Associates**

Particulars	As at March 31, 2022	As at March 31, 2021
Non- trade investments in Joint Venture & Associate		
3,300 (previous year: 3300) equity shares of KVM Technology Solution Private Limited of Rs 10 each*	-	-
SMYR Consortium LLP**	-	-
58,956,261 (previous year : 58,956,261) equity shares of MEP Nagpur Ring Road 1 Private Limited of Rs 10 each	425.12	4,494.15
49,815,061 (previous year : 49,815,061) equity shares of MEP Sanjose Nagpur Ring Road 2 Private Limited of Rs 10 each	1,100.66	4,625.03
34,952,400 (previous year : 34,952,400) equity shares of MEP Sanjose Arwali Kante Road Private Limited of Rs 10 each	660.23	5,083.22
47,888,170 (previous year : 47,888,170) equity shares of MEP Sanjose Kante Waked Road Private Limited of Rs 10 each	1,072.01	6,731.05
38,936,000 (previous year : 38,936,000) equity shares of MEP Sanjose Talaja Mahuva Road Private Limited of Rs 10 each	3,606.00	5,391.16
35,256,000 (previous year : 35,256,000) equity shares of MEP Sanjose Mahuva Kagavadar Road Private Limited of Rs 10 each	1,535.51	2,965.90
Less : Provision for impairment	(1.53)	(1.53)
TOTAL	8,398.00	29,288.98

Associate and Joint Ventures are consolidated using equity method of accounting, i.e. the investments are initially recognised at cost and adjusted thereafter to recognise the group's share of the post-acquisition profits or losses of the investee in profit and loss, and the group's share of other comprehensive income of the investee in other comprehensive income.

*As at 31st March 2022, Group shares' of KVM Technology Solution Private Limited loss exceeds the investment value and hence the investment amount is Nil.

**As at 31st March 2022, Group shares' of SMYR Consortium LLP loss exceeds the investment value and hence the investment amount is Nil.

Note 5**Non Current Financial Assets-Investments**

Particulars	As at March 31, 2022	As at March 31, 2021
Non - trade preference shares		
12% Non-cumulative Redeemable Preference Shares of Rs. 10 each		
2,09,00,000 (Previous Year : 2,09,00,000) Preference Shares of Ideal Hospitality Private Limited of Rs. 10 each	-	2,090.00
Non - trade equity investments		
Unquoted, fully paid up		
54,000 (previous year : 54,000) equity shares of Jankalyan Sahakari Bank Limited of Rs 10 each.	5.40	5.40
153,080 (previous year : 135,330) equity shares of The Kalyan Janata Sahakari Bank Limited of Rs 25 each.	38.27	38.27
10,160 (previous year : 10,160) equity shares of Thane Janata Sahakari Bank Limited of Rs 50 each.	5.08	5.08
61,010 (previous year: 11,040) equity shares of Dombivali Nagari Sahakari Bank Limited of Rs.50 each.	30.51	30.51
86,950 (previous year: 86,950) equity shares of Jankalyan Sahakari Bank Limited of Rs.50 each.	43.48	43.48
14,030 (previous year: 14,030) equity shares of The Ambernath Jai Hind Co Op Bank Limited of Rs 25 each.	3.51	3.51
5,010 (previous year : 5,010) equity shares of The Ambernath Jai Hind Co Op Bank Limited of Rs 100 each.	5.01	5.01
20,600 (previous year: Nil) equity shares of Deogiri Nagari Sahakari Bank Limited of Rs 25 each.	5.15	5.15
TOTAL	136.41	2,226.41

Particulars	As at March 31, 2022	As at March 31, 2021
Non Current Investments		
Aggregate cost of quoted investments	-	-
Aggregate market value of quoted investments	-	-
Aggregate value of unquoted investments (including investments in subsidiary, Associate and Joint controlled entities)	8,535.93	31,516.92
Aggregate amount of impairment in value of investments	(1.53)	(1.53)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 6

Non Current Financial Assets- Loans

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
To related parties :		
Loans [Refer note below (i)]	27,433.39	27,433.39
To parties other than related parties :		
Loans to Employees	31.28	8.25
Total	27,464.67	27,441.64

*Refer Note 14 for current portion

(i) Loans to related party

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Ideal Toll & Infrastructure Private Limited	27,433.39	27,433.39
Total	27,433.39	27,433.39

Note 7

Non Current Financial Assets-Others

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Bank Deposits with maturity beyond 12 months	1,083.52	1,275.72
Interest accrued on fixed deposits	20.18	84.67
Security Deposits	202.18	225.21
Performance security	824.88	760.56
Claim receivable*	65,091.39	40,218.70
Total	67,222.15	42,564.86

*Claims receivable

One of the Company's subsidiary has recognised claim of Rs. 4,886.79 lakhs (March 31, 2021: 4,886.79 lakhs) receivable from MSRDC towards "Change of scope / variation" clause.

Three of the Company's subsidiary have recognised claims of Rs. 419.85 lakhs (March 31,2021: 419.85 lakhs) receivable from MSRDC towards "Force Majeure" clause.

The authorities had announced temporary suspension of toll collection at the tolls plazas operated by the one of the Company's subsidiary from November 9, 2016 to December 2, 2016 post demonetization. The respective subsidiary have claimed compensation of Rs. Nil (March 31, 2021 : Rs. 309.86 lakhs) pursuant to the relevant agreement(s) as entered with the respective authorities.

One of the Company's subsidiary has recognised a claim of Rs. 59,784.75 lakhs (31 March, 2021 : Rs. 34,602.19 lakhs) receivable from authority towards "Force Majeure" clause on account of outbreak of coronavirus (COVID-19). (Refer Note 51)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 8

Taxation

i. Amounts recognised in profit or loss

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Current Tax		
Current year	-	(35.00)
Earlier year tax	(646.70)	(192.65)
Total current tax	(646.70)	(227.65)
Deferred tax		
Deferred tax on origination and reversal of temporary differences	(4,649.96)	(2,344.98)
Total deferred tax	(4,649.96)	(2,344.98)
Total Income tax (income) / expense	(5,296.66)	(2,572.63)

ii Tax charge recognised directly to Other Comprehensive Loss

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Remeasurement of defined benefit obligations	(231.60)	28.47
Tax benefits	60.90	(9.77)
Equity accounted investees - share of OCI	(15.32)	(8.10)
Exchange differences in translating financial statements of foreign operations	-	-
Net of tax	(186.02)	10.60

iii. Reconciliation of effective tax

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit / (Loss) before tax and share of JV / Associates as per Statement of Profit and loss	3,656.71	(3,433.78)
Tax using the domestic tax rate of the parent	2,916.89	(2,262.34)
Tax effects of:		
Expenses not deductible for tax purposes	333.21	72.00
Income not chargeable to tax	(36.85)	-
Others	204.02	38.96
Effect on deferred tax balance due to change in Income tax rate	243.71	-
Recognition of income tax of previous years	646.70	192.64
Incremental DTA / DTL on financial assets and other items	(0.63)	(869.01)
Items on which deferred tax is not created	989.61	5,400.38
Income tax expense	5,296.66	2,572.63
Effective tax rate	144.85%	-74.92%

The Company and certain subsidiary companies elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision of Income Tax for the year ended 31 March 2021 and re-measured its Deferred Tax Assets basis the rate prescribed in the said section. The rate prescribed under the section 115BAA is 22 % as increased by applicable surcharge (10%) and cess (4%).

The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 8 TAXATION (CONTD.)

iv. Movement in deferred tax balances

	As at 31st March 2020	Recognised in profit or loss	Recognised in OCI	Other adjustments	As at 31st March 2021	Recognised in profit or loss	Recognised in OCI	Other adjustments	As at 31st March 2022
Carry forward business loss and unabsorbed depreciation	42,090.66	(6,727.47)	-	-	35,363.19	(13,085.98)	-	-	22,277.21
MAT Credit entitlement	461.59	0.92	-	-	462.51	-	-	(472.40)	(9.89)
Property, Plant & Equipment and Intangible asset	(34,255.67)	3,868.39	-	-	(30,387.28)	8,022.67	-	-	(22,364.61)
Borrowing	(181.85)	77.39	-	-	(104.46)	72.84	-	-	(31.61)
Provision for resurfacing	143.02	-	-	-	143.02	-	-	-	143.02
Loan to related parties	(1,887.60)	348.40	-	-	(1,539.20)	297.58	-	-	(1,241.62)
Security Deposit/ Performance Security	50.20	(3.83)	-	-	46.37	(10.91)	-	-	35.46
Provision for employee benefits	301.90	76.67	9.77	-	388.34	77.76	(60.90)	-	405.22
Right-of-use assets & Lease liability	60.66	14.55	-	-	75.21	(23.93)	-	-	51.28
	6,782.90	(2,344.98)	9.77	-	4,447.66	(4,649.96)	(60.90)	(472.40)	(735.58)

Note 8 TAXATION (CONTD.)

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income and the period over which deferred income tax assets will be recovered. Any changes in future taxable income would impact the recoverability of deferred tax assets.

As at 31 March 2022, undistributed earning of subsidiaries and joint ventures amounted to Rs. 1,490.31 lakhs (March 31 2021: Rs. 9,767.64 lakhs) The corresponding deferred tax liability of Rs. 303.43 lakhs. (March 31 2021: Rs. 1,988.69 lakhs.) was not recognised because the Company controls the dividend policy of its subsidiaries and is able to veto the payment of dividends of its jointly controlled entities (i.e. the Company controls the timing of reversal of the related taxable temporary differences and management is satisfied that they will not reverse in the foreseeable future.)

v. Tax losses carried forward

Deferred tax assets have not been recognised in respect of the following items, because it is not probable that future taxable profit will be available against which the Group can use the benefits therefrom:

Nature of loss	March 31, 2022	March 31, 2022	March 31, 2021	March 31, 2021
	Gross amount	Expiry date	Gross amount	Expiry date
Business loss	6,475.73	31.03.2022	14,679.83	31.03.2021
Business loss	7,401.37	31.03.2023	21,922.95	31.03.2022
Business loss	5,415.86	31.03.2024	21,509.34	31.03.2023
Business loss	1,156.20	31.03.2025	9,128.85	31.03.2024
Business loss	2,094.70	31.03.2026	1,402.75	31.03.2025
Business loss	2,412.36	31.03.2027	2,707.62	31.03.2026
Business loss	23,135.75	31.03.2028	4,126.59	31.03.2027
Business loss	11,472.09	31.03.2029	28,906.33	31.03.2028
Business loss	13,956.83	31.03.2030	16,322.45	31.03.2029
Short-term Capital loss	4.15	31.03.2023	4.15	31.03.2023
Short-term Capital loss	8.22	31.03.2027	8.22	31.03.2027
Short-term Capital loss	1,412.30	31.03.2028	1,412.30	31.03.2028
Unabsorbed depreciation	3,686.79	No expiry date	2,618.47	No expiry date

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 9

Other non current assets

Unsecured, considered good unless otherwise stated

Particulars	As at March 31, 2022	As at March 31, 2021
To parties other than related parties :		
Balance with statutory authorities	1,519.74	1,399.30
Prepaid expenses	214.92	274.79
Mobilisation advance *	7,381.59	6,610.16
Capital advances	2,220.54	2,432.61
Income tax assets	7,473.66	7,893.20
Total	18,810.45	18,610.06

*Refer Note 16 for current portion

Note 10

Inventories

Particulars	As at March 31, 2022	As at March 31, 2021
<i>(valued at lower of cost and net realisable value)</i>		
Construction materials	490.36	1,275.67
Others	-	167.24
	490.36	1,442.91

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 11

Current Financial Assets-Trade receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade receivables		
Considered good - Unsecured* [(Refer Note (I) below)]	245.60	6,793.03
Less: Allowance for doubtful debts	-	-
Total	245.60	6,793.03

*Trade receivable of Rs 52.59 lakhs (March 31, 2021 : Rs 6,291.23 lakhs) are due from Jointly Controlled entities as below;

(I) Trade receivables from jointly controlled entities

Particulars	As at March 31, 2022	As at March 31, 2021
MEP Nagpur Ring Road 1 Private Limited	-	527.02
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	346.46
MEP Sanjose Arawali Kante Road Private Limited	-	2,069.31
MEP Sanjose Kante Waked Road Private Limited	-	2,247.13
MEP Sanjose Talaja Mahuva Road Private Limited	52.59	52.59
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	1,048.72
	52.59	6,291.23

The carrying amounts of trade receivables as at the reporting date are a reasonable approximation of their fair values. Trade receivables are non-interest bearing.

Refer Note 34 for Information about Credit Risk of Trade Receivables

Note 12

Current Financial Assets-Investment

Particulars	As at March 31, 2022	As at March 31, 2021
Investment in Mutual Funds (March 31, 2021:498,916.312 Units)*	-	175.09
	-	175.09

*Investment in mutual funds are provided as a lien to financial institution for maintenance of Debt Service Reserve Account.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 13(i)

Cash and cash equivalents

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Cash on hand	687.30	328.41
Bank balances		
- Current accounts	584.33	542.42
Unclaimed Dividend	0.91	0.60
Unclaimed share application money	0.28	-
Deposit Accounts with less than or equal to 3 months maturity	27.38	-
Cash and cash equivalents as presented in the Balance sheet	<u>1,300.20</u>	<u>871.43</u>

Bank balances and term deposits with banks held by the Company on a short-term basis with original maturity of three months or less. The carrying amount of cash equivalents as at reporting date at fair value.

Note 13(ii)

Current Financial Assets-Other bank balances

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Bank deposits with maturity from 3-12 months	3,185.15	3,973.35
Total	<u>3,185.15</u>	<u>3,973.35</u>

Details of bank balances/deposits

	As at	As at
	March 31, 2022	March 31, 2021
Bank balances available on demand/deposits with original maturity of 3 months or less included under 'Cash and cash equivalents'	27.38	-
Bank deposits due to mature within 12 months from the reporting date included under 'Other bank balances'	3,185.15	3,973.35
Bank deposits due to mature after 12 months from the reporting date included under 'Other non current assets' (Refer Note 7)	1,083.52	1,275.72
	<u>4,296.05</u>	<u>5,249.07</u>

1) Bank deposit include fixed deposits with various banks of Rs. 3,780.90 lakhs (March 31, 2021: Rs. 3,564.55 lakhs) which are provided as lien for the bank guarantee given to various authorities.

2) Bank deposits include fixed deposits with various banks of Rs Nil (March 31, 2021: Rs. 629.94 lakhs) which are provided as margin to the banks and financial institutions for maintenance of Debt Service Reserve Account.

3) Bank deposits of Rs 500.14 lakhs (March 31, 2021: Rs. 1,039.58 lakhs) with banks are provided as cash margin for bank facility taken from the bank.

Note 14

Current Financial Assets-Loans

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
To related Parties :		
Loans [Refer note below (i)]	14,362.53	19,072.77
To parties other than related parties :		
Loans and advances to Employees	52.38	45.46
Loans and advances	-	857.13
Performance security	990.75	1,570.77
Total	<u>15,405.66</u>	<u>21,546.13</u>

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

(i) Loans to related parties

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Ideal Toll & Infrastructure Private Limited	10,500.00	10,500.00
Rideema Toll Bridge Private Limited	1,742.29	-
Ideal Brands Private Limited	0.33	0.33
MEP Nagpur Ring Road 1 Private Ltd	554.24	837.86
MEP Sanjose Talaja Mahuwa Road Private Ltd	-	2,415.14
MEP Sanjose Nagpur Ring Road 2 Private Limited	1,198.00	2,369.90
MEP Sanjose Arawali Kante Road Private Limited	-	884.61
MEP Sanjose Kante Wakad Road Private Limited	-	924.47
MEP Sanjose Mahuva Kagavadar Private Limited	367.67	1,140.46
Total	14,362.53	19,072.77

Note 15

Current Financial Assets - Others

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Interest receivable		
- accrued on bank deposits	47.33	112.18
- accrued on loans to related parties	21,187.80	21,337.80
- accrued on loans to others	1,771.11	2,934.73
Others		
- Bid Security	267.00	267.00
- Other receivable	15,223.51	21,310.61
- Security Deposits	7,279.48	26,480.23
Other receivable		
- from related parties	2,305.33	3,263.53
- from authority	2,835.45	1,570.56
- from other than related parties	2,458.40	1,517.26
- claim receivable*	31,540.06	25,439.35
Less : Provision for Doubtful Receivable	(3,694.16)	(389.50)
Total	81,221.31	1,03,843.75

*Claims receivable

- Toll collection contract between one of the Company's subsidiary with Maharashtra State Road Development Co. Ltd (herein after referred as "MSRDC") was terminated on 30 June 2014. The said subsidiary is entitled for compensation of Rs. 370.54 lakhs (March 31, 2021: Rs. 370.54 lakhs) as per clause 31 of the Concession Agreement / Bid document entered with MSRDC.
- Three of the Company's subsidiary have recognised claims of Rs. 2,610.01 lakhs (March 31, 2021: 2,610.01 lakhs) receivable from MSRDC towards "Force Majeure" clause.
- One of the Company's subsidiary has preferred claims of Rs. 149.83 lakhs (March 31, 2021: 149.83 lakhs) receivable from National Highways Authority of India (herein after referred as "NHAI") towards lesser user fees paid by TNSTC.
- The authorities had announced temporary suspension of toll collection at the tolls plazas operated by the Company and its subsidiaries from November 9, 2016 to December 2, 2016 post demonetization. The respective subsidiary companies have claimed compensation of Rs. 1,121.35 lakhs (March 31, 2021 : Rs. 1,121.35 lakhs) pursuant to the relevant agreement(s) as entered with the respective authorities.
- The Company has recognised claim of Rs. 9,383.46 lakhs (March 31, 2021: Rs. 9,383.46 lakhs) receivable from South Delhi Municipal Corporation (SDMC) towards air pollution, free lanes, all India indefinite road transport strike and operation & maintenance expenses during suspension period.
- The Company has recognised a claim of Rs. 14,210.72 lakhs (31 March, 2021 : Rs. 11,414.65 lakhs) receivable from authority towards "Force Majeure" clause on account of outbreak of coronavirus (COVID-19). (Refer Note 51)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 16

Other current assets

(Unsecured, considered good unless otherwise stated)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Prepaid expenses	1,355.16	1,626.66
Advances to suppliers	6,276.89	1,869.88
Capital advances	4.26	0.72
Mobilisation advance	16,094.49	32,210.35
Construction work in progress	2,597.39	19,772.34
Unbilled revenue* (Refer Note 42)	6,937.00	27,329.43
Balance with government authorities	1,027.89	2,759.77
Total	34,293.08	85,569.15

*Classified as non financial asset as the contractual rights to consideration is dependent on completion of contractual milestone

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 17

Equity Share Capital

Particulars	As at	As at
	March 31, 2022	March 31, 2021
	Amount	Amount
[a] Authorised share capital		
525,000,000 (Previous years : 225,000,000) Equity shares of Rs 10 each	52,500.00	22,500.00
	<u>52,500.00</u>	<u>22,500.00</u>
[b] Issued		
183,446,051 (Previous years : 183,446,051) Equity shares of Rs 10 each	18,344.61	18,344.61
	<u>18,344.61</u>	<u>18,344.61</u>
[c] Subscribed and paid up		
183,446,051 (Previous years : 183,446,051) Equity shares of Rs 10 each	18,344.61	18,344.61
	<u>18,344.61</u>	<u>18,344.61</u>

[d] Reconciliation of number of shares outstanding at the beginning and end of the year :

	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Amount	Number of Shares	Amount
Equity :				
Outstanding at the beginning of the year	18,34,46,051	18,344.61	18,34,46,051	18,344.61
Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>18,34,46,051</u>	<u>18,344.61</u>	<u>18,34,46,051</u>	<u>18,344.61</u>

[e] Rights, preferences and restrictions attached to equity shares :

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shareholders are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

[f] Details of shareholders holding more than 5% of the aggregate shares in the Company:

Name of the shareholder	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Percentage	Number of Shares	Percentage
Equity shares of Rs. 10/- each fully paid				
Ideal Toll & Infrastructure Private Limited	2,99,40,407	16.32%	2,99,40,407	16.32%
Jayant Dattatray Mhaiskar	1,43,58,526	7.83%	1,43,58,526	7.83%
Anuya Jayant Mhaiskar	1,76,00,997	9.59%	1,72,23,997	9.39%
Sudha Dattatray Mhaiskar	2,17,30,688	11.85%	2,17,30,688	11.85%
A J Tolls Private Limited	2,30,01,106	12.54%	3,04,94,432	16.62%
HDFC Trustee Company Limited	1,08,15,944	5.90%	1,36,15,944	7.42%
	<u>11,74,47,668</u>	<u>64.02%</u>	<u>12,73,63,994</u>	<u>69.43%</u>

[g] Details of shares held by promoter and promoter group at the end of the year:

Name of the shareholder	As at March 31, 2022		As at March 31, 2021		% Change during the year
	Number of Shares	Percentage	Number of Shares	Percentage	
Equity shares of Rs 10 each fully paid held by:					
Ideal Toll & Infrastructure Private Limited	2,99,40,407	16.32%	2,99,40,407	16.32%	0.00%
Jayant Dattatray Mhaiskar	1,43,58,526	7.83%	1,43,58,526	7.83%	0.00%
Anuya Jayant Mhaiskar	1,76,00,997	9.59%	1,72,23,997	9.39%	2.19%
Sudha Dattatray Mhaiskar	2,17,30,688	11.85%	2,17,30,688	11.85%	0.00%
A J Tolls Private Limited	2,30,01,106	12.54%	3,04,94,432	16.62%	-24.57%
Vidyalaxmi Vijay Kshirsagar	56,373	0.03%	56,373	0.03%	0.00%
	<u>10,66,88,097</u>	<u>58.16%</u>	<u>11,38,04,423</u>	<u>62.04%</u>	
Name of the shareholder					
Equity shares of Rs 10 each fully paid held by:					
Ideal Toll & Infrastructure Private Limited	2,99,40,407	16.32%	2,99,40,407	16.32%	0.00%
Jayant Dattatray Mhaiskar	1,43,58,526	7.83%	1,43,58,526	7.83%	0.00%
Anuya Jayant Mhaiskar	1,72,23,997	9.39%	1,79,23,997	9.77%	-3.91%
Sudha Dattatray Mhaiskar	2,17,30,688	11.85%	2,63,01,767	14.34%	-17.38%
A J Tolls Private Limited	3,04,94,432	16.62%	3,04,94,432	16.62%	0.00%
Dattatray Mhaiskar	-	0.00%	10,25,000	0.56%	-100.00%
Vidyalaxmi Vijay Kshirsagar	56,373	0.03%	56,373	0.03%	0.00%
	<u>11,38,04,423</u>	<u>62.04%</u>	<u>12,01,00,502</u>	<u>65.47%</u>	

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 18

Other Equity

(i) Securities Premium

Particulars	As at March 31, 2022	As at March 31, 2021
At commencement of the year	40,354.13	40,354.13
Add: Received during the year	-	-
Less: Share issue expense	-	-
Balance as at the end of the year	40,354.13	40,354.13

(ii) Capital Reserve

Particulars	As at March 31, 2022	As at March 31, 2021
At commencement of the year	1.92	1.92
Addition during the year	-	-
Balance as at the end of the year	1.92	1.92

(iii) Foreign Currency Translation Reserve

	As at March 31, 2022	As at March 31, 2021
Balance as at the beginning of the year	0.38	0.38
Exchange differences in translating financial statements of foreign operations	-	-
Balance as at the end of the year	0.38	0.38

(iv) Retained earnings

Particulars	As at March 31, 2022	As at March 31, 2021
Balance as at the beginning of the year	(48,243.14)	(40,569.82)
Dividends	-	-
Dividend distribution Tax	-	-
Profit / (Loss) for the year	(22,058.30)	(7,662.72)
Other comprehensive income	186.02	(10.60)
Balance as at the end of the year	(70,115.42)	(48,243.14)
Total	(29,759.06)	(7,886.68)

Securities premium:

Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Companies Act, 2013.

Retained earnings:

Retained earnings are the profits that the Company has earned till date, less dividends or other distributions paid to shareholders.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 19

Non-Current Financial Liability-Borrowings

Particulars	As at March 31, 2022	As at March 31, 2021
Secured		
Term loans from banks	64,729.11	96,419.38
Term loans from financial institutions	37,767.50	61,242.54
Vehicle loans from banks	360.59	512.53
Vehicle loans from financial institutions	109.49	157.49
Commercial equipment loans from bank	5.58	304.62
Commercial equipment loans from financial institutions	2.40	267.02
Total	1,02,974.67	1,58,903.58

Refer Note 22 the Current Maturities of Non-current Borrowings

Refer Note 34 for liquidity risk

The Company has availed moratorium on repayment of loans and interest thereon from banks and financial institutions based on the circular issued by Reserve Bank of India.

I) Term loans taken by MEP Infrastructure Developers Limited

A) Term loan includes loan from a bank amounting Rs 9,428.91 lakhs (March 31, 2021 : Rs 11,906.12 lakhs) which is secured by a first and exclusive charge as under:

- first exclusive charge on escrow account specifically maintained for maintenance income/receivables from the maintenance contract with MEP Infrastructure Private Limited, a subsidiary;
- first mortgage and charge on all immovable and movable properties of the Company, (including movable plant and machinery, spares, tools and accessories, furniture, fixtures, vehicles, inventories and all other movable properties); except as specifically charged;
- exclusive charge on specific account opened to route the proceeds from the loan and interest thereon extended to the Ideal Toll & Infrastructure Private Limited by MEP Infrastructure Private Limited, subsidiary company;
- pledge of 1.14 crore shares of MEP Infrastructure Developers Limited held by the promotor (In demat form);
- pledge of 30% and non-disposal undertaking (NDU) of 19.10% of paid-up share capital of the Ideal Toll & Infrastructure Private Limited, held by the promoter and director of the Company;
- equitable mortgage of 9.56 Ha land situated at Dhakle Gaon Baramati, owned by relative of the promoters of the Company;
- first charge on the all bank accounts including but not limited to escrow account opened by MEP Highway Solutions Private Limited, subsidiary company;
- corporate guarantees of Ideal Toll & Infrastructure Private Limited and personal guarantee of Mr. Jayant D. Mhaiskar, Director of the Company;

The term loan carries an interest rate calculated on base rate of the bank plus a spread of 275 basis points. The term loan is repayable in 127 unequal monthly installments commencing from 1 September 2014.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 407.65 lakhs and interest of Rs. 266.50 lakhs.

B) Term loan from bank amounting Rs. 1,861.95 lakhs (March 31, 2021 : Rs. 2,303.40 lakhs) which is secured as under :

- hypothecation/ assignment of all the receivables/revenues/security interest generated from contract with SMDC for Toll Collection at Entry points of Delhi.
- first pari-passu charge over the cash flows of the Project, along with Security Deposit funding Bank / BG issuing bank.
- first pari-passu charge over all accounts of the applicant relating to this project including the Escrow Account and the Sub-Accounts.
- personal guarantee of Mr. Jayant D. Mhaiskar, director of the Company

The term loan carries an interest rate of 12.00 % p.a. (floating) i.e. 3.75% below PLR. The loan is repayable in 60 monthly installments commencing from October 2017.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 1,096.28 lakhs and interest of Rs. 61.50 lakhs.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Non-Current Financial Liability-Borrowings (Continued)

- C)** Term loan from bank amounting Rs. 196.78 lakhs (March 31, 2021 : Rs. 328.78 lakhs) which is secured as under :
- a)** hypothecation / assignment of by receivables generated from Toll Collection at Toll Plazas situated on at entry points of Delhi.
 - b)** hypothecation / assignment of Other movable assets like toll equipment etc. used for Toll Collection at Toll Plazas.
 - c)** personal guarantee of Mr. Jayant D. Mhaiskar, director of the Company
- The term loan carries an interest rate of 11.90 % p.a. (floating). The loan is repayable in 60 monthly installments commencing from October 2017.
- As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 35.54 lakhs and interest of Rs. 2.26 lakhs.
- D)** Term loan from bank amounting Rs. 736.29 lakhs (March 31, 2021 : Rs. 822.80 lakhs) which is secured as under :
- a)** equitable mortgage charge on office premises units at Sumer Plaza, Marol Maroshi Road, Andheri (East).
 - b)** personal guarantee of Mr. Jayant D. Mhaiskar, Mrs. Anuya Jayant Mhaiskar (Directors of the Company) and Mrs. Sudha Dattatray Mhaiskar, relatives of Key Managerial Personnel.
- The term loan carries an interest rate of 10.80 % p.a. (floating). The loan is repayable in 84 monthly installments commencing after one month from the date of disbursement.
- As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 24.50 lakhs and interest of Rs. 6.94 lakhs.
- E)** Term loan from bank amounting Rs. 939.20 lakhs (March 31, 2021 : Rs. 976.95 lakhs) which is secured as under :
- a)** exclusive first charge on Residential flats at B-1203, B-1204 at Lake Homes, Powai, Mumbai owned by the Promoters of the Company.
 - b)** first charge on current assets of M/s. Ideal Toll & Infrastructure Private Limited, owned by promoters of the Company.
 - c)** personal guarantee of Mr. Jayant D. Mhaiskar and Mrs. Anuya Jayant Mhaiskar, directors of the Company
- The term loan carries an interest rate of 14.00 % p.a. The loan is repayable in 120 monthly installments commencing from November 2019.
- As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 13.22 lakhs and interest of Rs. 29.46 lakhs.
- F)** Term loan from bank amounting Rs. 252.82 lakhs (March 31, 2021 : Rs. 379.19 lakhs) which is secured as under :
- a)** hypothecation charge on all Furniture and Fixtures and other assets at office premises situated on First floor unit 101 at Spectra, Orchard Avenue, Powai, acquired on Leave and License basis.
 - b)** extension of Equitable mortgage charge on office premises units at Sumer Plaza, Marol Maroshi Road, Andheri (East).
 - c)** personal guarantee of Mr. Jayant D. Mhaiskar, Mrs. Anuya Jayant Mhaiskar (Director of the Company) and Smt. Sudha Dattatray Mhaiskar, (relative of directors of the Company).
- The term loan carries an interest rate of 10.80 % p.a. (floating). The loan is repayable in 36 monthly installments commencing from 3 months after date of disbursement.
- As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 33.86 lakhs and interest of Rs. 2.49 lakhs.
- G)** Term loan from bank amounting Rs. 377.88 lakhs (March 31, 2021 : Rs. 523.05 lakhs) which is secured as under :
- a)** hypothecation / assignment of by receivables generated from Toll Collection at Toll Plazas situated on at entry points of Delhi.
 - b)** hypothecation / assignment of Other movable assets like toll equipment etc. used for Toll Collection at Toll Plazas.
 - c)** pari-passu charge over the cash flows of the Project,
- The term loan carries an interest rate of 12.45 % p.a. (floating). The loan is repayable in 60 monthly installments commencing from date of disbursement.
- As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 33.19 lakhs.
- H)** Term loan from bank amounting Rs. Nil (March 31, 2021 : Rs. 2,898.99 lakhs) which is secured as under :
- a)** subservient charge on the existing and future movable fixed assets of the
 - b)** personal guarantee of Mr. Jayant D. Mhaiskar, director of the Company
 - c)** pledge of 1.5x shares of the Company held by Promoters of the Company (in demat form);
- The term loan carries an interest rate of 4.55 % p.a. payable monthly ("Spread") over and above one year YBL MCLR. The loan is repayable in 9 structured quarterly installments commencing from February 2019.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Non-Current Financial Liability-Borrowings (Continued)

I) Term loan includes a loan from a bank amounting Rs 274.25 lakhs (March 31, 2021 : Rs 300.00 lakhs) which is secured as under :

- a) Equitable Mortgage of Plot of Land and Bungalow situated at Lonavla, Taluka Maval, District Pune owned by promoter of the Company;
- b) Personal guarantee of Mr. Jayant D. Mhaiskar, Mrs. Anuya Jayant Mhaiskar, directors of the Company and Smt. Sudha Dattatray Mhaiskar, relatives of Key Managerial Personnel.

The term loan carries an interest rate of 11.50 % p.a. (floating). The loan is repayable in 84 monthly installments commencing from 3 months after date of disbursement.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 8.25 lakhs and interest of Rs. 2.75 lakhs.

Vehicle Loans

- a) Vehicle loans from banks of Rs 574.55 lakhs (March 31, 2021 : Rs 766.62 lakhs) carry interest rates ranging from 8.35% - 10.01% p.a. The loans are repayable in 54 - 60 monthly installments along with interest. The loans are secured by way of hypothecation of the respective vehicles.

As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 27.13 lakhs.

- b) Vehicle loans from various financial institutions of Rs 166.34 lakhs (March 31, 2021 : Rs 201.33 lakhs) carry interest rate ranging from 8.53% - 10.40% p.a. The loans are repayable in 33 - 59 monthly installments along with interest. The loans are secured by way of hypothecation of the respective vehicles.

As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 5.64 lakhs.

Equipment Loans

- a) Equipment loans from banks of Rs 21.20 lakhs (March 31, 2021 : Rs 847.27 lakhs) carry an interest rate of 9.00% - 9.35% p.a. The loan is repayable in 47 - 58 monthly installments along with interest. The loans are secured by way of hypothecation of the respective equipments.

As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 2.38 lakhs.

- b) Equipment loans from financial institution of Rs 558.50 lakhs (March 31, 2021 : Rs 562.38 lakhs) carry an interest rate of 8.80% - 11.90% p.a. The loan is repayable in 23 - 60 monthly installments along with interest. The loans are secured by way of hypothecation of the respective equipments.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 297.87 lakhs and interest of Rs. 131.50 lakhs.

II) Term Loans taken by Subsidiaries

MEP Infrastructure Private Limited

- I) Term loans includes a loan amounting to Rs 1,33,023.88 lakhs (March 31, 2021 : Rs 1,47,120.40 lakhs) which is taken from a consortium consisting of a banks and financial institutions.

The loan is secured by a first pari-passu charge as below :

- a) on entire cash flows, receivables, book debts, toll collection (from the project) and revenues of the company;
- b) by way of hypothecation of entire movable properties of the Company, (including movable plant and machinery, machinery, spares, tools and accessories, furniture, fixtures, vehicles, inventories and all other movable properties);
- c) entire intangible assets of the borrower, including but not limited to, goodwill and uncalled capital, if any;
- d) by way of hypothecation / mortgage / assignment, as the case may be of all the rights, title, interest, benefits, claims, insurance contracts, demands; and
- e) on the Trust and Retention Account, escrow account and debt service reserve.

Further, the term loan is also secured by additional collateral as below :

- a) 51% pledge of share capital of the Company held by MEP Infrastructure Developers Limited, the holding Company;
- b) corporate guarantees jointly given by MEP Infrastructure Developers Limited, the holding Company and Ideal Toll & Infrastructure Private Limited, an associate Company;

The term loan from the consortium carries interest calculated on the base rate of the respective financial institutions and banks and a spread ranging from 1.85% - 4.50% p.a.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Of the above, the term loan from banks and financial institutions, are repayable in 312 structured fortnightly installments commencing from 1 October 2011 and a term loan from the other financial institution is repayable in 109 monthly installments commencing from 1 October 2012. The takeout facility of Rs. 24,131.63 lakhs (March 31, 2021 : Rs 24,881.63 lakhs) is repayable in 99 monthly installments commencing from 31 August 2016.

- II)** Apart from the above, the term loan includes loan from one of the consortium lenders of Rs 22,298.21 lakhs (March 31,2021 : Rs 24,361.73 lakhs) which is secured as mentioned above.

The loan carries interest calculated on the base rate of the bank plus spread of 2.90% p.a.

The loan is repayable in 324 structured fortnightly installments commencing from 1 October 2011.

- III)** Term loans also include a loan from a financial institution amounting to Rs 15,200.31 lakhs (March 31,2021 : Rs 16,022.35 lakhs) and the loan is secured by way of first charge on debt service reserve account and by way of second charge as below:

- a) on entire cash flows, receivables, book debts, toll collection (from the project) and revenues of the company;
- b) by way of hypothecation of entire movable properties of the Company, (including movable plant and machinery, machinery, spares, tools and accessories, furniture, fixtures, vehicles, inventories and all other movable properties);
- c) entire intangible assets of the borrower, including but not limited to, goodwill and uncalled capital, if any;
- d) by way of hypothecation / mortgage / assignment, as the case may be of - all the rights, title, interest, benefits, claims, other banks accounts and demands;
- e) the Trust and Retention Account, escrow account; and

Further, the term loan is secured by corporate guarantees jointly given by MEP Infrastructure Developers Limited, the holding Company and Ideal Toll & Infrastructure Private Limited, associate Company. The interest rate on the term loan is the existing prime lending rate less 2.00% p.a. The loan is repayable in 156 monthly instalments commencing from 1 July 2012.

On 29 March 2022, L&T Finance Limited has assigned and transferred the loan facility to Phoenix ARC Private Limited (Trustee of Phoenix Trust - FY22-16). All underlying securities interests thereto and all the their rights, title and interests in all agreements, deeds and documents in relation to or in connection with the facilities shall remain unchanged and shall continue to be in full force and effect.

As at 31 March 2022, The Company has delayed in repayment of Principal installments of Rs 24,399.72 lakhs and Interest portion of the loan Rs 14,681.64 lakhs.

Rideema Toll Bridge Private Limited

- I)** Term loan from financial institution of Rs.Nil (March 31,2021: Rs.46.96 lakhs) is secured by way of first charge as below:

- a) the repayment of the facility, interest, fees, costs, charges and expenses and all other amounts payable under the agreement shall be secured in such manner including by way of mortgage in favour of ABHFL over the Property/ies at Flat No 1001, 10th Floor, Chandilier Court, Manjrekar Lane, Worli, Mumbai - 400 018
- b) personal Guarantee from Mr. Jayant D. Mhaiskar and Ms.Anuya J Mhaiskar directors of holding company

Term loan carries interest rate of 9.99% p.a and is repayable in 60 monthly unequal installments commencing from March 2016.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Non-Current Financial Liability-Borrowings (Continued)

MEP RGSL Toll Bridge Private Limited

Term loan includes a loan from consortium banks amounting Rs. 3,232.25 lakhs (March 31, 2021 : Rs. 5,610.93 lakhs) is secured by first pari passu charge as follow:

- a) on all the bank accounts of the Company and reserves, provided that the charge as aforesaid shall be limited to the extent of the waterfall of priority of payments as specified in Concession Agreement & Escrow Agreement;
- b) by way of hypothecation on the entire movable properties of whatsoever nature, both present and future of the Company;
- c) on all intangible assets of the Company both present and future, save and except assets forming part of the Project Assets as defined in the Concession Agreement;
- d) Creation of security interest ranking first pari - passu on the borrower's rights, titles, interests, benefits, claims demand to the extent covered by and in accordance with the Substitution Agreement;
- e) Debt Service Reserve Account (DSRA) in form of Fixed deposit;
- f) Pledge of shares held by the Sponsors / Promoters in dematerialized form aggregating to 51% of the total paid up equity share capital of the Company;
- g) Corporate guarantee of MEP Infrastructure Developers Limited, the holding company and personal guarantee given by Mr. Jayant D. Mhaiskar, director of the holding Company.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 3,232.25 lakhs and interest of Rs. 2,021.17 lakhs.

Vehicle loans

Vehicle loan of Rs. 5.93 lakhs (March 31, 2021 : Rs.8.03 lakhs) is from a Bank and carry an interest rate of 8.36% p.a. .The loan is repayable in 60 monthly instalments along with interest, from the date of disbursement. The loan is secured by the way of hypothecation of the respective vehicle.

Raima Toll Road Private Limited

Vehicle Loans

Vehicle loans of Rs.Nil (March 31, 2021 : Rs.10.58 lakhs) are from bank and carries an interest rate ranging from 9.75% to 11.75% p.a. .The loans are repayable in 35-60 monthly instalments along with interest, from the date of disbursement. The loans are secured way of hypothecation of the respective vehicles.

MEP Tormato Private Limited

Term loan from bank amounting to Rs. 481.04 lakhs (March 31,2021: Rs. 748.63 lakhs) is secured by first charge as below;

- a) by way of hypothecation on all the Company's cash flows and receivables deposited in escrow account after meeting the priorities as provided in the escrow agreement & concession agreement,
- b) on entire movable assets of the Company present and future and

Further, the loan secured by corporate guarantee of MEP Infrastructure Developers Limited, the Holding Company and personal guarantee of Mr. Jayant D. Mhaiskar, Director of the holding Company.

The loan is repayable in 16 quarterly instalments commencing from May 2016. The loan carries rate of interest 12.75% p.a.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 481.04 lakhs and interest of Rs. 34.02 lakhs.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 20

Provisions

Particulars

	As at March 31, 2022	As at March 31, 2021
Non-Current Liability - Provisions		
Gratuity (Refer Note 36)	519.71	638.45
Provision for re-surfacing	-	-
(A)	<u>519.71</u>	<u>638.45</u>
Current Liability - Provisions		
Gratuity (Refer Note 36)	385.00	486.80
Provision for re-surfacing	512.73	700.00
(B)	<u>897.73</u>	<u>1,186.80</u>
Total (A)+(B)	<u><u>1,417.44</u></u>	<u><u>1,825.25</u></u>

Movement of provisions of Resurfacing

	As at March 31, 2022	As at March 31, 2021
Opening Balance	700.00	700.00
Provision made during the year	-	-
Provision incurred / written back during the year	(187.27)	-
Unwinding discount*	-	-
Closing Balance	<u><u>512.73</u></u>	<u><u>700.00</u></u>

*Unwinding of discount clubbed under Finance costs with Other interest costs.

Note 21

Other non-current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Mobilisation Advance	-	2,957.18
Deferred revenue	194.87	246.24
Total	<u><u>194.87</u></u>	<u><u>3,203.42</u></u>

Refer to Note 25 for Current Portion of Mobilisation advance & Deferred revenue.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 22

Current Financial Liability-Borrowings

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Secured Loans		
Current maturities of long term borrowings	86,455.00	57,473.12
From banks	567.57	857.10
From financial institutions	1,303.70	-
Repayable on demand from Banks	10,127.63	11,218.08
Unsecured Loans (Repayable on demand)		
Loans from others	1,253.99	4.75
Loan from relatives of Key Managerial Personnel	142.46	-
Inter-Corporate Deposit	5,818.00	-
Total	1,05,668.35	69,553.05

Refer Note 34 for liquidity risk

Secured loans from banks

The Company has availed moratorium on repayment of loans and interest thereon from banks and financial institutions based on the circular issued by Reserve Bank of India.

D) Short term loan taken by MEP Infrastructure Developers Limited

A) Term loan from bank amounting to Rs 54.10 lakhs (March 31, 2021 : Rs 324.20 lakhs) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the properties situated at Manisha Saphalya, M. G. Road, Vishnu Nagar, Dombivli (West) and Kesar Equinox, Plot-62, Sir Bhalchandra Road, Hindu Colony, Dadar (East), Mumbai, owned by Mrs. Sudha Dattatray Mhaiskar relative of director;

(b) Personal guarantee of Mr. Jayant D. Mhaiskar, Mrs. Anuya Jayant Mhaiskar, directors of the Company;

The term loan carries an interest rate calculated on rate of 12.50 % p.a. (floating) at monthly rest. The loan is repayable in 5 monthly installments commencing from June 2021.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 54.10 lakhs and interest of Rs. 1.31 lakhs.

B) Term loan from bank amounting to Rs 513.47 lakhs (March 31, 2021 : Rs 522.32 lakhs) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the properties situated at Manisha Saphalya, M. G. Road, Vishnu Nagar, Dombivli (West) and Kesar Equinox, Plot-62, Sir Bhalchandra Road, Hindu Colony, Dadar (East), Mumbai, owned by Mrs. Sudha Dattatray Mhaiskar relative of director;

(b) Personal guarantee of Mr. Jayant D. Mhaiskar, Mrs. Anuya Jayant Mhaiskar, directors of the Company;

The term loan carries an interest rate calculated on rate of 12.50 % p.a. (floating) at monthly rest. The loan is repayable in 12 monthly installments commencing from July 2021.

As at 31 March 2022, the Company has delayed in repayment of Principal installment of Rs 513.47 lakhs and interest of Rs. 13.19 lakhs.

C) Term Loans from bank amounting Rs 241.70 lakhs (March 31, 2021 : Rs Nil) is secured as below :

(a) exclusive charge by way of equitable/registered mortgage on the properties situated Boomerang, B1-406, Chandivali Farm Road, Near Chandivali Studio, Andheri (East) and Residential flats at B-1203, B-1204 at Lake Homes, Powai, Mumbai owned by the Directors of the Company.

The term loan carries an interest rate calculated on rate of 18.00 % p.a. The loan is repayable in monthly installments commencing from October 2021.

II) Loans repayable on demand from banks

MEP Infrastructure Developers Limited

A) Loans repayable on demand include an overdraft facility from a bank amounting Rs 5,486.50 lakhs (March 31, 2021 : Rs 5,656.71 lakhs) which is secured as below:

a) first charge / hypothecation / assignment of security interest on Escrow account;

b) first charge by way of hypothecation of all the movable assets, present and future, of the projects financed.

c) first charge on receivable of the projects financed.

d) personal guarantee given by Mr. Jayant D. Mhaiskar, director of the Company;

e) corporate guarantee given by Ideal Toll and Infrastructure Private Limited.

Loan carries an interest rate calculated on the base rate of the bank and a spread of 2.50% p.a.

As at 31 March 2022, the Company has delayed in repayment of Principal installment and interest of Rs. 5,486.50 lakhs.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 22

B) Loans repayable on demand include an overdraft facility from a bank amounting Rs 1,000.00 lakhs (March 31, 2021 : Rs 1,077.69 lakhs) is secured as below ;

a) first charge / hypothecation / assignment of security interest on Escrow account;

b) by First and exclusive charge / hypothecation of escrow account of the borrower through which cash flows of the project financed is routed,

c) first charge by way of hypothecation of all the movable assets, present and future of the projects financed,

d) first and exclusive charge on receivables of the financed projects,

e) upfront cash margin of 15% by way of pledge of Term deposit receipt.

Loan carries an interest rate of 1 year MCLR plus 3.00%.

As at 31 March 2022, the Company has delayed in repayment of interest of Rs. 10.53 lakhs.

C) Loans repayable on demand include an overdraft facility from a bank amounting to Rs 507.71 lakhs (March 31, 2021 : Rs 474.84 lakhs) is secured by Term deposit. The loan carries an interest rate of 8.25% p.a.

D) Loans repayable on demand include an overdraft facility from a bank amounting to Rs 450.00 lakhs (March 31, 2021 : Rs 450.00 lakhs) is secured by Term deposit. The loan carries an interest rate of 7.80% p.a.

III) Unsecured loans (Repayable on demand)

MEP Infrastructure Developers Limited

Interest free unsecured loan from Smt. Sudha D. Mhaskar (Relatives of Key Managerial Personnel) of Rs 142.46 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

IV) Loans to others (Repayable on demand)

Bhalaji Toll Road Private Limited (Formerly Known as Baramati Tollways Private Limited)

A) Interest free unsecured loan from Pratibha Industries Limited (shareholder of the subsidiary company) of Rs 4.75 lakhs (March 31, 2021 : Rs 4.75 lakhs) which is repayable on demand.

MEP IRDP Solapur Toll Road Private Limited

Interest free unsecured loan from Rideema Toll Bridge Private Limited of Rs 249.00 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

MEP Nagzari Toll Road Private Limited

Interest free unsecured loan from Rideema Toll Bridge Private Limited of Rs 919.67 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

MEP RGSL Toll Bridge Private Limited

Interest free unsecured loan from Rideema Toll Bridge Private Limited of Rs 80.57 lakhs (March 31, 2021 : Rs Nil) is repayable on demand.

V) Inter-Corporate deposits

MEP Infrastructure Developers Limited

- Inter-Corporate Deposit amounting Rs 1,600.00 lakhs (March 31, 2021 : Nil) is repayable on demand.

- Inter-Corporate Deposit amounting Rs 1,683.00 lakhs (March 31, 2021 : Nil) is repayable in 3 months from the date of disbursement.

Bhalaji Toll Road Private Limited (Formerly Known as Baramati Tollways Private Limited)

- Inter-Corporate Deposit amounting Rs 2,535.00 lakhs (March 31, 2021 : Nil) is repayable on demand.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 23

Current Financial Liability-Trade payables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payables towards purchased and services related:*		
- Amount due to micro, small and medium enterprises**	199.78	332.24
- Amount due to creditors other than micro and small enterprises	1,23,866.92	1,07,065.41
Total	1,24,066.70	1,07,397.65

The carrying amount of trade payables as at reporting date at fair value.

*Refer Note 34 for liquidity risk

**Disclosure for Micro, Small and Medium Enterprises

On the basis of the information and records available with the management there are dues payable to Micro and small Enterprises Rs 199.78 lakhs (31 March, 2021 : Rs 332.24 lakhs).

Particulars	As at March 31, 2022	As at March 31, 2021
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	199.78	332.24
Principal amount due to suppliers registered under the MSMED Act and 'remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-
	199.78	332.24

Ageing for trade payables outstanding is as follows

Particulars	As at March 31, 2022	As at March 31, 2021
- dues of micro, small and medium enterprises		
Less than 1 year	153.20	149.57
1-2 years	3.91	149.39
2-3 years	9.26	33.28
More than 3 years	33.41	-
	199.78	332.24
Particulars	As at	As at
	March 31, 2022	March 31, 2021
- others		
Less than 1 year	36,533.05	40,191.03
1-2 years	23,159.05	44,694.58
2-3 years	42,965.00	4,404.67
More than 3 years	21,209.82	17,775.13
	1,23,866.92	1,07,065.41

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

Note 24

Current Financial Liability-Others

Particulars	As at March 31, 2022	As at March 31, 2021
Interest accrued but not due on borrowings	1,338.68	1,734.17
Interest accrued and due on borrowings	17,220.47	6,393.54
Mobilisation and capital advances [Refer note below (i)]	6,670.41	12,601.60
Working Capital advance [Refer note below (ii)]	932.11	932.11
Employee benefits payables	1,865.14	2,854.52
Deposit/ Retention money	3,857.58	4,298.60
Other liabilities	2,326.03	4,659.50
Total	34,210.42	33,474.04

Refer Note 34 for liquidity risk

(i) Mobilisation Advance received from jointly controlled entities

Particulars	As at March 31, 2022	As at March 31, 2021
MEP Sanjose Talaja Mahuva Road Private Limited	4,276.64	7,215.73
MEP Sanjose Mahuva Kagavadar Road Private Limited	2,393.77	5,385.87
	6,670.41	12,601.60

(ii) Working Capital Advance received from jointly controlled entities

Particulars	As at March 31, 2022	As at March 31, 2021
MEP Sanjose Mahuva Kagavadar Road Private Limited	932.11	932.11
	932.11	932.11

Note 25

Other current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Mobilisation Advance [Refer note below (i)]*	-	28,056.06
Toll received in advance	1,207.34	36,290.66
Advance billing to customer	2,155.65	17,765.14
Working capital advance [Refer note below (ii)]	-	4,491.70
Due to Statutory Authorities	762.11	734.68
Other liabilities	6,749.73	-
Deferred revenue	51.39	51.39
Total	10,926.22	87,389.63

*Mobilisation advance of Rs Nil (March 31, 2021 : Rs 25,098.89 lakhs) are received from Jointly Controlled entities as below ;

(i) Mobilisation Advance received from jointly controlled entities

Particulars	As at March 31, 2022	As at March 31, 2021
MEP Nagpur Ring Road 1 Private Limited	-	2,203.29
MEP Sanjose Arawali Kante Road Private Limited	-	8,357.25
MEP Sanjose Kante Waked Road Private Limited	-	10,673.44
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	3,864.91
Total	-	25,098.89

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements as at 31 March, 2022

(ii) Working Capital Advance received from jointly controlled entities

Particulars	As at March 31, 2022	As at March 31, 2021
MEP Nagpur Ring Road 1 Private Limited	-	2,370.27
MEP Sanjose Kante Waked Road Private Limited	-	2,121.43
Total	-	4,491.70

Note 26

Short Term Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Gratuity (Refer Note 36)	385.00	486.80
Provision for re-surfacing	512.73	700.00
Total	897.73	1,186.80

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 27

Revenue from operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from operations		
Toll collection	57,304.59	47,956.90
Construction revenue	5,856.67	13,004.42
Other operating Income		
Claims from authority (Refer Note 7, 15)	32,121.11	49,811.22
Road repair and maintenance	405.28	1,546.52
Sale of Construction materials	1,049.49	-
Total	96,737.14	1,12,319.06

Note 28

Other Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest Income		
- Banks	146.88	379.98
- Related parties	-	2,192.38
- Other than related parties	126.86	938.31
Profit on sale of assets	1,358.85	-
Provisions no longer required	957.60	12,858.59
Profit on sale of subsidiary*	501.99	-
Dividend income	4.99	2.69
Miscellaneous income	377.71	232.31
Total	3,474.88	16,604.26

Note 29

Cost of materials consumed

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Construction Expenses	4,911.76	7,867.43
Total	4,911.76	7,867.43

Note 30

Operating and Maintenance Expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Concession fees to authority	20,290.86	34,888.00
Road repairing and maintenance expenses	1,970.98	3,125.05
Toll attendant expenses	1,286.28	2,304.05
Supervision and independent engineer fees	200.08	378.82
Site expenses	1,095.50	2,683.37
Total	24,843.70	43,379.29

Note 31

Employee benefits expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries and Wages and Bonus	4,817.92	6,814.93
Contribution to Provident and Other Funds (Refer Note 36)	212.16	340.77
Gratuity expenses (Refer Note 36)	134.41	128.40
Staff Welfare Expenses	190.46	613.22
Total	5,354.95	7,897.32

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 32

Finance costs

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest Expenses		
Banks	17,183.77	20,057.72
Financial Institutions	10,901.63	11,051.39
Lease liabilities (Refer Note 40)	143.62	257.39
Inter-corporate deposits	27.13	-
Authority	13.97	1,108.02
Other Borrowing Costs	49.43	732.99
Bank guarantee and commission	566.61	1,091.30
Total	28,886.16	34,298.81

Note 33

Other expense

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Rent	118.12	119.60
Rates and Taxes	1,563.08	252.26
Legal, Consultancy & Professional fees	2,413.86	3,188.93
Auditor remuneration	74.18	75.06
Travelling expenses	1,061.73	1,167.42
Repairs and maintenance		
- Computers	303.29	59.38
- Plant and Machinery	82.12	53.10
- Others	274.28	404.68
Insurance	57.65	82.34
CSR expenses	21.57	13.90
Directors sitting fees	14.17	12.28
Business promotion and advertisement expenses	52.47	58.93
Provision for doubtful receivable	3,694.16	389.50
Miscellaneous expenses	1,525.82	835.37
Total	11,256.50	6,712.75

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 34

1. Financial instruments – Fair values and risk management

Set out below, is a comparison by class of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

A. Accounting classification and fair values

As at 31st March 2022	FVTPL	Carrying amount		Total	Level 1	Fair value		Total
		FVTOCI	Amortised Cost			Level 2	Level 3	
Financial assets								
Investment in Non-cumulative redeemable preference shares	-	-	-	-	-	-	-	-
Investment in unquoted equity shares*	136.41	-	-	136.41	-	-	136.41	136.41
Long term loans and advances	-	-	27,464.67	27,464.67	-	-	-	-
Other Non-current financial asset	-	-	67,222.15	67,222.15	-	-	-	-
Trade receivables	-	-	245.60	245.60	-	-	-	-
Cash and cash equivalents	-	-	1,300.20	1,300.20	-	-	-	-
Other bank balances other than Cash and cash equivalents	-	-	3,185.15	3,185.15	-	-	-	-
Short term Loans & advance	-	-	15,405.66	15,405.66	-	-	-	-
Other Current financial asset	-	-	81,221.31	81,221.31	-	-	-	-
	136.41	-	1,96,044.74	1,96,181.15	-	-	136.41	136.41
Financial liabilities								
Long term borrowings	-	-	1,02,974.67	1,02,974.67	-	-	-	-
Short term borrowings	-	-	1,05,668.35	1,05,668.35	-	-	-	-
Lease liability	-	-	1,021.38	1,021.38	-	-	-	-
Trade and other payables	-	-	1,24,066.70	1,24,066.70	-	-	-	-
Other Current financial liabilities	-	-	34,210.42	34,210.42	-	-	-	-
	-	-	3,67,941.51	3,67,941.51	-	-	-	-
As at 31st March 2021								
	FVTPL	Carrying amount		Total	Level 1	Fair value		Total
		FVTOCI	Amortised Cost			Level 2	Level 3	
Financial assets								
Investment in Non-cumulative redeemable preference shares	2,090.00	-	-	2,090.00	-	-	2,090	2,090.00
Investment in unquoted equity shares*	136.41	-	-	136.41	-	-	136.41	136.41
Investment in mutual funds	175.09	-	-	175.09	175.09	-	-	175.09
Long term loans and advances	-	-	27,441.64	27,441.64	-	-	-	-
Other Non-current financial asset	-	-	42,564.86	42,564.86	-	-	-	-
Trade receivables	-	-	6,793.03	6,793.03	-	-	-	-
Cash and cash equivalents	-	-	871.43	871.43	-	-	-	-
Other bank balances other than Cash and cash equivalents	-	-	3,973.35	3,973.35	-	-	-	-
Short term Loans & advance	-	-	21,546.13	21,546.13	-	-	-	-
Other Current financial asset	-	-	1,03,843.75	1,03,843.75	-	-	-	-
	2,401.50	-	2,07,034.19	2,09,435.68	175.09	-	2,226.41	2,401.50
Financial liabilities								
Long term borrowings	-	-	1,58,903.58	1,58,903.58	-	-	-	-
Lease liability	-	-	1,804.33	1,804.33	-	-	-	-
Short term borrowings	-	-	69,553.05	69,553.05	-	-	-	-
Trade and other payables	-	-	1,07,397.65	1,07,397.65	-	-	-	-
Other Current financial liabilities	-	-	33,474.04	33,474.04	-	-	-	-
	-	-	3,71,132.65	3,71,132.65	-	-	-	-

*The fair value in respect of the unquoted equity investments / preference shares cannot be reliably estimated. The Company has currently measured them at cost.

B. Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Interest rate risk

i. Risk management framework

The Company's board of directors is primarily responsible to develop and monitor Company's Risk Management framework. The Company has a risk management policies in place.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 34 Continue

Financial instruments – Fair values and risk management (continued)

i. Market risk

• **Market risk:** the risk that changes in market prices – such as foreign exchange rates, interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

• **Currency risk:** the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates. Since company does not have any foreign exchange transactions, it is not exposed to this risk.

ii. Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Company follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the Company estimates irrecoverable amounts based on the ageing of the receivable balances and historical experience. Receivable balances and deposit balances are monitored on a monthly basis with the result that the Company's exposure to bad debts is not considered to be material.

The Group has no significant concentrations of credit risk. The Company does not have any credit risk outside India.

Impairment

The ageing of trade and other receivables that were not impaired was as follows:

	March 31, 2022	March 31, 2021
Undisputed Trade receivables - considered good		
Less than 6 months	62.13	27.58
6 months - 1 year	-	1,586.82
1-2 years	86.31	4,752.18
2-3 years	-	388.37
More than 3 years	97.16	38.08
Carrying amount of receivables	245.60	6,793.03

Cash equivalents, other Bank Balance and Deposits

The Company held cash equivalents and other bank balances and deposit of Rs 4,880.38 lakhs at March 31, 2021 (March 31, 2021: Rs 5,791.49 lakhs). The cash equivalents and other bank balance and deposits are held with bank counterparties with good credit ratings.

Loans and advances

The loans and advances (including security deposits) have been to parties which are generally regular in making payments and hence the group does not expect significant impairment losses on its current profile of outstanding advances.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 34 Continue

Financial instruments – Fair values and risk management (continued)**iii. Liquidity risk**

Liquidity risk is defined as the risk that the group will not be able to settle or meet its obligations on time, or at a reasonable price. The group's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the group's net liquidity position through rolling forecasts on the basis of expected cash flows.

Maturity pattern of other Financial- Liabilities

March 31, 2022	Carrying amount	Total	0-1 year	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Borrowings and Interest thereon	2,27,202.17	2,58,202.13	1,40,456.77	55,586.59	61,506.69	652.09
Trade Payables	1,24,066.70	1,24,066.75	1,24,066.75	-	-	-
Other financial Liabilities Payables	15,651.26	15,651.26	15,651.26	-	-	-
Lease liabilities	1,021.38	1,021.38	476.85	544.53	-	-
	3,67,941.51	3,98,941.52	2,80,651.63	56,131.12	61,506.69	652.09
March 31, 2021	Carrying amount	Total	0-1 year	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Borrowings and Interest thereon	2,36,584.34	2,89,459.82	99,538.48	72,346.59	1,16,455.82	1,118.93
Trade Payables	1,07,397.65	1,07,397.65	1,07,397.65	-	-	-
Other financial Liabilities Payables	25,346.33	25,346.33	25,346.33	-	-	-
Lease liabilities	1,804.33	1,804.33	978.10	345.78	480.45	-
	3,71,132.65	4,24,008.13	2,33,260.56	72,692.37	1,16,936.27	1,118.93

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 34 Continue

Financial instruments – Fair values and risk management (continued)

iv. Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Group's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio

Exposure to interest rate risk

Group's interest rate risk arises from borrowings. Borrowings taken and issued at fixed and floating rates which exposes Group to fair value and cashflow interest rate risk. The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows.

	March 31, 2022	March 31, 2021
Fixed-rate instruments		
Financial assets	5,379.71	41,249.91
Financial liabilities	(4,921.92)	(2,446.30)
	<u>457.79</u>	<u>38,803.59</u>
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	(1,99,226.56)	(2,26,008.87)
	<u>(1,99,226.56)</u>	<u>(2,26,008.87)</u>
Total	<u>(1,98,768.76)</u>	<u>(1,87,205.27)</u>

The Company does not account for any fixed rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) profit before tax by the amounts shown below. This analysis assumes that all other variables, remain constant.

	Profit or loss	
	100 bp increase	100 bp decrease
March 31, 2022		
Variable-rate instruments	(1,992.27)	1,992.27
Cash flow sensitivity (net)	<u>(1,992.27)</u>	<u>1,992.27</u>
March 31, 2021		
Variable-rate instruments	(2,260.09)	2,260.09
Cash flow sensitivity (net)	<u>(2,260.09)</u>	<u>2,260.09</u>

The risk estimates provided assume a parallel shift of 100 basis points interest rate across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 35

Capital Management

For the purpose of the Group's capital management, capital includes issued capital and other equity reserves . The primary objective of the Group's Capital Management is to maximise shareholders value. The Group manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Group monitors capital using Adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances

	Rs. in Lakhs	
	As at	As at
	March 31, 2022	March 31, 2021
Non-Current Borrowings	1,02,974.67	1,58,903.58
Current Borrowings	1,05,668.35	69,553.05
Interest accrued and due on borrowings	17,220.47	6,393.54
Gross Debt	2,25,863.49	2,34,850.17
Less - Cash and Cash Equivalents	(1,300.20)	(871.43)
Less - Other Bank Deposits	(500.14)	(1,669.52)
Adjusted Net debt	2,24,063.16	2,32,309.21
Total equity attributable to owners	(11,414.45)	10,457.93
Adjusted Net debt to equity ratio	*	22.21

*Not calculated as ratio's are negative.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 36

Employee Benefits

Defined Contribution Plan

- i) Contribution to Provident Fund
- ii) Contribution to Employees State Insurance Corporation
- iii) Contribution to Maharashtra Labour Welfare Fund

Contribution to defined contribution plan, recognised are charged off for the year as under

Description	As at	As at
	March 31, 2022	March 31, 2021
Group's contribution to Provident Fund	144.87	233.79
Group's contribution to Employee State Insurance Corporation	67.29	106.90
Group's Contribution to Maharashtra Labour Welfare Fund	-	0.08
	212.16	340.77

Defined Benefit Plan - Gratuity

The Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service. The Group during the year provided Rs 97.76 lakhs (Previous year : Rs. 156.88 lakhs) towards gratuity in the Consolidated Statement of Profit and Loss.

An analysis of net (deficit)/assets is provided below for the Company's principal defined benefit gratuity scheme.

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Present value of funded obligations		
Fair Value of plan assets	-	-
Present value of unfunded obligations	904.71	1,125.26
Net deficit/ (assets) are analysed as:		
Liabilities	904.71	1,125.26
Assets	-	-
Of the above net deficit:		
Current	385.00	486.80
Non-current	519.71	638.46

Fair value of the plan assets and present value of the defined benefit liabilities

The amount included in the Balance sheet arising from the Company's obligations and plan assets in respect of its defined benefit schemes is as follows:

Particulars	For the year ended	For the year ended
	March 31, 2022	March 31, 2021
Movement in defined benefit obligations:		
At the beginning of the year	1,125.26	988.56
Current service cost	97.99	93.14
Past service cost	-	-
Interest cost	35.85	37.17
Remeasurements :		
(Gain)/loss from change in financial assumptions	(78.21)	25.13
(Gain)/loss from arising on account of experience changes	(217.06)	(15.32)
Experience (gains)/losses	-	-
Benefits paid	(39.70)	(25.46)
Liabilities assumed / (settled)	(19.42)	22.03
At the end of the year	904.71	1,125.26
Amount recognised in the Balance Sheet		
Present value of obligations	904.71	1,125.26
Present value of plan assets	-	-
	904.71	1,125.26

The components of defined benefit plan cost are as follows:

Particulars	For the year ended	For the year ended
	March 31, 2022	March 31, 2021
Recognised in Income Statement		
Current service cost	97.99	93.14
Past service cost	-	-
Interest cost / (income) (net)	35.85	35.26
Total	133.84	128.40
Recognised in Other Comprehensive Income	(231.60)	28.47
Expense recognised in Consolidated Total Comprehensive Income	(97.76)	156.87

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 36

Employee Benefits (Continued)

The schemes have no direct investments in the Company's equity securities or in property currently used by the Company.

The principal actuarial assumptions used for estimating the Company's benefit obligations are set out below (on a weighted average basis):

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Rate of increase in salaries	6.00%	6.00%
Discount rate	5.25%	4.35%
Expected average remaining service life of the employees	1.76 to 2.62	1.44 to 2.71

Notes:

1. The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.
2. Salary escalation rate
The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.
3. Assumptions regarding future mortality experience are set in accordance with the statistics published by the Life Insurance Corporation of India.

Sensitivity of the defined benefit obligation :

Particulars	Change in Assumption	Effect of Gratuity Obligation	
		As at March 31, 2022	As at March 31, 2021
Discount rate	Minus 50 basis points	10.71	15.52
	Plus 50 basis points	(10.33)	(15.00)
Salary Escalation Rate	Minus 50 basis points	(10.33)	(13.43)
	Plus 50 basis points	10.46	13.55

The above sensitivity analyses have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the reporting date. In practice, generally it does not occur. When we change one variable, it affects to others. In calculating the sensitivity, project unit credit method at the end of the reporting period has been applied.

The Company makes payment of liabilities from its cash and cash equivalent balances whenever liability arises.

Defined benefit liability and employer contribution

Expected contribution to post employment benefit plans for the year ended March 31, 2022 is Rs 1,055.92 lakhs (March 31, 2021: Rs. 1,184.96 lakhs)

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
March 31, 2022					
Defined benefit obligations (Gratuity)	385.00	174.98	292.82	203.12	1,055.92
Total	385.00	174.98	292.82	203.12	1,055.92
March 31, 2021					
Defined benefit obligations (Gratuity)	385.91	196.63	355.26	247.16	1,184.96
Total	385.91	196.63	355.26	247.16	1,184.96

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 37

Segment reporting

Primary business segments

MEP Infrastructure Developers Limited ("the Company") and its subsidiaries (together, 'the Group') have identified business segments in accordance with Indian Accounting Standard 108 "Operating Segment" notified under section 133 of Companies Act 2013, read together with relevant rules issued thereunder. Accordingly, the Group has identified two business segments as mentioned below;

1. Toll Collection/ Repairs & Maintenance

The group primarily engages in toll collection.

2. Construction

Construction of roads as per the Engineering, Procurement and Construction (EPC) Contracts entered into with its Jointly controlled entities.

The following tables present revenue and profit information regarding the business segments for the year ended March 31, 2022 & March 31, 2021 and certain asset and liability information regarding industry segments as at March 31, 2022 & March 31, 2021.

A. Information about reportable segments

Segment Revenue	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	89,830.98	99,314.65
Construction	6,906.16	13,004.42
	96,737.14	1,12,319.07
Segment profit before exceptional items and tax	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	29,041.18	22,790.45
Construction	(890.42)	(771.26)
	28,150.76	22,019.19
Segment profit / (loss) before exceptional items and tax includes:		
Toll Collection and Operation & Maintenance	31 March 2022	31 March 2021
- Identifiable operating expenses	29,915.02	50,425.87
- Allocated expenses	5,926.63	2,189.78
- Depreciation and amortization	24,948.15	23,908.53
	60,789.80	76,524.18
Construction		
- Identifiable operating expenses	5,109.36	8,718.17
- Allocated expenses	1,165.36	413.56
- Depreciation and amortization	656.14	1,369.80
	6,930.86	10,501.53
Segment assets	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	3,23,477.58	3,14,108.66
Construction	52,103.47	1,62,413.15
	3,75,581.05	4,76,521.81
Segment liabilities	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	3,32,227.53	3,13,847.54
Construction	53,977.21	1,50,937.39
	3,86,204.74	4,64,784.93
Other Disclosures		
Capital expenditure	31 March 2022	31 March 2021
Toll Collection and Operation & Maintenance	175.24	985.45
Construction	152.19	-
	327.43	985.45
B. Reconciliations of information on reportable segments to Ind AS		
(a) Profit / (loss) before tax	31 March 2022	31 March 2021
Total profit before exceptional items and tax for reportable segments	28,150.76	22,019.19
Unallocated amounts:		
- Other Expenses	(27,968.93)	(42,057.24)
- Other Income	3,474.88	16,604.26
Total profit before tax from operations	3,656.71	(3,433.79)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 38

Earnings Per Share

Basic and diluted earnings/ (loss) per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average of equity shares outstanding during the year.

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit / (Loss) attributable to equity shareholders (In lacs)	(22,546.53)	(7,677.78)
Weighted average number of equity shares	18,34,46,051	18,34,46,051
Basic earnings per equity share (Rs.)	(12.29)	(4.19)
Diluted Earnings per share		
Profit / (Loss) attributable to existing and potential shareholders	(22,546.53)	(7,677.78)
Weighted average number of equity shares	18,34,46,051	18,34,46,051
Diluted earnings per equity share (Rs.)	(12.29)	(4.19)
Reconciliation of weighted average number of equity shares:		
Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Equity shares outstanding at the beginning of the year	18,34,46,051	18,34,46,051
Equity shares issued during the year	-	-
Equity shares outstanding at the end of the year	18,34,46,051	18,34,46,051
Total weighted average number of shares	18,34,46,051	18,34,46,051

Note: There is no dilution to the basic EPS as there are no outstanding potentially dilutive equity shares.

Note 39

Capital Commitments and other purchase commitments

Particulars	As at March 31, 2022	As at March 31, 2021
Estimated amount of contracts remaining to be executed on capital account (net of advance)	161.32	63.75
	161.32	63.75

Note 40

Disclosure on Ind-AS 116 Leases

Following are the changes in the carrying value of right of use assets for the year ended 31 March, 2022:

Particulars	As at April 1, 2021	Additions	Depreciation	As at March 31, 2022
Plant and Machinery	440.73	-	395.71	45.02
Office premises	1,096.65	-	325.16	771.49
Total	1,537.38	-	720.87	816.51

Particulars	As at April 1, 2020	Additions	Depreciation	As at March 31, 2021
Plant and Machinery	1,413.36	-	972.63	440.73
Office premises	1,421.82	-	325.17	1,096.65
Total	2,835.18	-	1,297.80	1,537.38

The following is the break-up of current and non-current lease liabilities:

Particulars	As at March 31, 2022	As at March 31, 2021
lease liabilities - current	476.85	978.11
lease liabilities - non- current	544.53	826.22
Total	1,021.38	1,804.33

The following is the movement in lease liabilities for the year ended:

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Balance	1,804.33	3,074.18
Additions during the year	-	-
Interest charged	143.62	257.39
Payments made	(926.58)	(1,527.24)
Closing Balance	1,021.37	1,804.33

Lease liabilities - Maturity analysis

Particulars	As at March 31, 2022	As at March 31, 2021
Less than 1 year	476.85	978.11
Between 1 and 3 years	544.53	699.86
More than 3 years	-	126.36
Total	1,021.38	1,804.33

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 41

Contingent Liabilities

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Claims made against the Company not acknowledged as debts by the Company	67,451.86	76,274.57
Guarantees given by banks	66,410.36	65,351.04
Corporate guarantees given	3,00,441.13	3,72,634.58
Total	4,34,303.36	5,14,260.19

South Delhi Municipal Corporation (SDMC) has made claim of Rs. 3,36,597.01 lakhs against which Company has claimed Rs. 4,83,805.68 lakhs, the same is yet to be adjudicated (Refer note 50).

Note 42

Disclosures pursuant to Indian Accounting standard (Ind AS) 115, Revenue from Contracts with Customers

(a) The Company believes that the information provided vide Note 27 (Revenue from Operations) and vide Note 37 (Segment reporting) is sufficient to meet the disclosure objectives with respect to disaggregation of revenue under Ind AS 115, Revenue from Contracts with Customers.

(b) Reconciliation of the amount for revenue recognised in the Consolidated Statement of Profit and Loss with the contracted price:

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Revenue from operations	64,616.03	62,507.84
Adjustments		
- Claims	32,121.11	49,811.22
Revenue from contract with customers	96,737.14	1,12,319.06

(c) Contract balances

i) The following table provides information about receivables, contract assets and contract liabilities from the contracts with customers;

Particulars	Note	As at	As at
		March 31, 2022	March 31, 2021
Trade receivables	11	245.60	6,793.03
Contract assets : Unbilled revenue	16	6,937.00	27,329.43
Contract liabilities - Advance billing to customer	25	2,155.65	17,765.14
Contract liabilities - Toll income received in advance	25	1,207.34	36,290.66
Contract liabilities - Mobilisation advances	21 & 25	-	31,013.25

(ii) Movement in contract balances during the year:

Particulars	Contract assets	Contract liabilities	Net contract balances
Opening balance as at April 1, 2021	27,329.43	85,069.04	(57,739.61)
Closing balance as at March 31, 2022	6,937.00	3,362.99	3,574.01
Net increase / (decrease)	(20,392.43)	(81,706.05)	(54,165.60)

(iii) Revenue recognised during the year from opening balance of Contract liabilities amounting Rs Nil (previous year : Rs. 3,148.61 lakhs).

(d) Remaining performance obligations

In case of revenue from Road repair and maintenance, the Group applies the practical expedient in paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations where the Company has a right to consideration from customer in an amount that corresponds directly with the value to the customer of the Company's performance completed to date. Accordingly, the Group recognises revenue by an amount to which the Company has a right to invoice.

Unsatisfied (or partially satisfied) performance obligations are subject to variability due to several factors such as terminations, changes in scope of contracts, periodic revaluations of the estimates, economic factors (changes in currency rates, tax laws etc). The aggregate value of transaction price allocated to unsatisfied (or partially satisfied) performance obligations is Rs Nil (31 March 2021 : Rs 1,42,289.73) lakhs out of which 100% is expected to be recognised as revenue in the next year and the balance thereafter.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43

Related party transactions

A) Names of related parties and nature of relationship

Other related parties with whom transactions have taken place during the year

Jointly controlled entities / Associates

KVM Technology Solutions Private Limited
MEP Nagpur Ring Road 1 Private Limited.
MEP Sanjose Arawali Kante Road Private Limited
MEP Sanjose Kante Waked Road Private Limited
MEP Sanjose Mahuva Kagavadar Road Private Limited
MEP Sanjose Nagpur Ring Road 2 Private Limited.
MEP Sanjose Talaja Mahuva Road Private Limited
Ozoneland MEP Solapur Ring Road Private Limited

Enterprises over which significant influence is exercised by key managerial personnel

MEP Toll Gates Private Limited
Ideal Hospitality Private Limited
Ideal Toll & Infrastructure Private Limited
Ideal Brands Private Limited
Jan Transport

Associate concerns

A J Tolls Private Limited
Raima Infra Solutions Private Limited

Relatives of Key Managerial Personnel

Smt. Sudha D. Mhaiskar

Key Management Personnel

Mr. Jayant.Mhaiskar
Mr. M. Sankaranarayanan (Upto 13 November 2020)
Mr. Naresh Sansanwar (31 December 2020 onwards)
Mr. Harshad Pusalkar (Upto 31 October 2020)
Ms. Kanika Sehgal (31 October 2020 onwards)
Ms. Ruchita Shah (01 December 2021 onwards)
Mr. Pandurang B. Dandawate (Upto 31 January 2021)
Mr. Subodh Garud
Mr. Uttam Pawar (13 December 2020 onwards)

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43B Related Party Transactions (CONTD.)

B. Disclosures of material transactions with related parties during the year

Particulars	Holding company / Associate Concern		Enterprises over which significant influence is exercised by key managerial personnel		Jointly controlled entities/ Associates		Key managerial personnel / Relatives of Key managerial personnel		Total	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
I) Transactions during the year										
Construction Revenue										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	338.18	5,875.19	-	-	338.18	5,875.19
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	366.60	896.88	-	-	366.60	896.88
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	4,504.89	818.76	-	-	4,504.89	818.76
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	2,228.88	-	-	-	2,228.88
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	647.00	1,809.61	-	-	647.00	1,809.61
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	794.91	-	-	-	794.91
Revenue from Road repairing charges										
KVM Technology Solutions Private Limited	-	-	-	-	-	443.32	-	-	-	443.32
Expenses incurred on behalf of										
Ideal Toll & Infrastructure Private Limited	192.17	196.60	-	-	-	-	-	-	192.17	196.60
A J Tolls Private Limited	0.01	0.89	-	-	-	-	-	-	0.01	0.89
KVM Technology Solutions Private Limited	-	-	-	-	0.91	24.05	-	-	0.91	24.05
MEP Nagpur Ring Road 1 Private Limited.	-	-	-	-	59.42	222.44	-	-	59.42	222.44
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	111.88	272.55	-	-	111.88	272.55
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	49.99	190.19	-	-	49.99	190.19
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	130.33	419.98	-	-	130.33	419.98
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	74.59	168.43	-	-	74.59	168.43
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	79.08	214.46	-	-	79.08	214.46
Expenses incurred on our behalf of										
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	225.22	-	-	-	225.22
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	118.96	2.16	-	-	118.96	2.16
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	30.61	-	-	-	30.61
MEP Nagpur Ring Road 1 Private Limited.	-	-	-	-	-	0.58	-	-	-	0.58
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	-	4.76	-	-	-	4.76
Loans given										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	431.81	-	-	-	431.81
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	0.02	2,369.90	-	-	0.02	2,369.90
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	884.61	-	-	-	884.61
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	924.47	-	-	-	924.47
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	1,140.46	-	-	-	1,140.46
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	2,315.53	-	-	-	2,315.53
Loans taken										
Smt. Sudha D. Mhaiskar	-	-	-	-	-	-	546.17	-	546.17	-
Ideal Toll & Infrastructure Private Limited	1,016.25	-	-	-	-	-	-	-	1,016.25	-
Repayment of loans taken										
Smt. Sudha D. Mhaiskar	-	-	-	-	-	-	403.71	-	403.71	-
Ideal Toll & Infrastructure Private Limited	1,016.25	-	-	-	-	-	-	-	1,016.25	-
Loan repayments received during the year										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	9.29	196.00	-	-	9.29	196.00
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	772.79	-	-	-	772.79	-
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	2,415.14	-	-	-	2,415.14	-

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43B Related Party Transactions (CONTD.)

B. Disclosures of material transactions with related parties during the year

Particulars	Holding company / Associate Concern		Enterprises over which significant influence is exercised by key managerial personnel		Jointly controlled entities/ Associates		Key managerial personnel / Relatives of Key Managerial Personnel		Total	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Mobilization advances taken										
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	1,183.70	-	-	-	1,183.70
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	2,680.69	-	-	-	2,680.69
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	115.09	-	-	-	115.09
Repayment of Mobilisation advances taken										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	472.95	446.38	-	-	472.95	446.38
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	537.84	611.02	-	-	537.84	611.02
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	1.15	212.25	-	-	1.15	212.25
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	6.18	331.30	-	-	6.18	331.30
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	2,216.52	352.65	-	-	2,216.52	352.65
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	2,992.10	362.31	-	-	2,992.10	362.31
Adjustment of Advance taken										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	78.26	-	-	-	78.26
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	92.18	-	-	-	92.18
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	2.28	-	-	-	2.28
Interest income										
Ideal Toll & Infrastructure Private Limited	-	3,309.04	-	-	-	-	-	-	-	3,309.04
Repayment of Interest Receivable										
Ideal Toll & Infrastructure Private Limited	150.00	-	-	-	-	-	-	-	150.00	-
Sale of Investment										
A J Tolls Private Limited	1,267.98	-	-	-	-	-	-	-	1,267.98	-
Investment in Equity shares										
Ozoneland MEP Solapur Ring Road private Limited	-	-	-	-	0.26	-	-	-	0.26	-
Share Application Money paid										
Ozoneland MEP Solapur Ring Road private Limited	-	-	-	-	0.26	-	-	-	0.26	-
Managerial remuneration										
Mr. Jayant Mhaiskar	-	-	-	-	-	-	81.88	77.34	81.88	77.34
Mr. M. Sankaranarayanan	-	-	-	-	-	-	-	48.08	-	48.08
Mr. Naresh Sasanwar	-	-	-	-	-	-	62.99	15.47	62.99	15.47
Mr. Subodh Garud	-	-	-	-	-	-	75.95	66.75	75.95	66.75
Mr. Uttam Pawar	-	-	-	-	-	-	99.61	41.56	99.61	41.56
Ms. Kanika Sehgal	-	-	-	-	-	-	9.55	8.08	9.55	8.08
Ms. Ruchita Shah	-	-	-	-	-	-	3.62	-	3.62	-
Mr. Harshad Pusalkar	-	-	-	-	-	-	-	10.21	-	10.21

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43B Related Party Transactions (CONTD.)

B. Disclosures of material transactions with related parties during the year

*Compensation to key managerial personnel of the Company (Rs. in lakhs)

Nature of benefits	Year Ended	Year Ended
	31 March 2022	31 March 2021
Short Term Employee Benefits		
Mr. Jayant Mhaiskar	65.00	60.00
Mr. M. Sankaranarayanan	-	48.08
Mr. Subodh Garud	73.63	65.58
Mr. Harshad Pusalkar	-	10.21
Mr. Naresh Sasanwar	62.65	15.47
Ms. Kanika Sehgal	9.55	5.72
Ms. Ruchita Shah	3.62	-
Mr. Uttam Pawar	82.27	23.93
Post-employment Benefits		
Mr. Jayant Mhaiskar	16.88	17.34
Mr. M. Sankaranarayanan	-	-
Mr. Naresh Sasanwar	0.34	-
Mrs. Kanika Sehgal	-	2.36
Ms. Ruchita Shah	-	-
Mr. Harshad Pusalkar	-	-
Mr. Uttam Pawar	17.34	17.63
Mr. Subodh Garud	2.31	1.18
Total Compensation paid to key managerial personnel	333.59	267.50

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43C Related Party Transactions (CONTD.)

C. Disclosures of material transactions with related parties and balances at the year end

Particulars	Holding company / Associate Concern		Enterprises over which significant influence is exercised by key managerial personnel		Jointly controlled entities/ Associates		Key managerial personnel / Relatives of Key managerial personnel		Total	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
II) Balances at the end of the year										
Loans and advances receivable										
Ideal Toll & Infrastructure Private Limited	37,933.39	37,933.39	-	-	-	-	-	-	37,933.39	37,933.39
MEP Toll Gates Private Limited	-	-	1,742.28	-	-	-	-	-	1,742.28	-
Ideal Brands Private Limited	-	-	0.33	0.33	-	-	-	-	0.33	0.33
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	554.24	837.86	-	-	554.24	837.86
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	1,198.00	2,369.90	-	-	1,198.00	2,369.90
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	884.61	-	-	-	884.61
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	924.47	-	-	-	924.47
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	367.67	1,140.46	-	-	367.67	1,140.46
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	-	2,415.14	-	-	-	2,415.14
Mobilisation advance received										
MEP Nagpur Ring Road 1 Private Limited.	-	-	-	-	-	2,203.30	-	-	-	2,203.30
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	8,357.25	-	-	-	8,357.25
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	10,673.44	-	-	-	10,673.44
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	5,385.87	-	-	-	5,385.87
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	4,276.64	3,864.91	-	-	4,276.64	3,864.91
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	2,393.77	7,215.73	-	-	2,393.77	7,215.73
Working Capital advances taken										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	2,370.27	-	-	-	2,370.27
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	2,121.43	-	-	-	2,121.43
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	932.11	932.11	-	-	932.11	932.11
Investment in Preference shares										
Ideal Hospitality Private Limited	-	-	-	2,090.00	-	-	-	-	-	2,090.00

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43C Related Party Transactions (CONTD.)

C. Disclosures of material transactions with related parties and balances at the year end

Particulars	Holding company / Associate Concern		Enterprises over which significant influence is exercised by key managerial personnel		Jointly controlled entities/ Associates		Key managerial personnel / Relatives of Key managerial personnel		Total	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Other receivables										
KVM Technology Solutions Private Limited	-	-	-	-	32.89	26.58	-	-	32.89	26.58
MEP Nagpur Ring Road 1 Private Limited.	-	-	-	-	645.76	626.53	-	-	645.76	626.53
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	847.78	-	-	-	847.78
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	454.33	-	-	-	454.33
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	924.22	912.85	-	-	924.22	912.85
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	-	83.87	-	-	-	83.87
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	144.10	88.52	-	-	144.10	88.52
A J Tolls Private Limited	-	0.89	-	-	-	-	-	-	-	0.89
Ideal Toll & Infrastructure Private Limited	360.11	274.06	-	-	-	-	-	-	360.11	274.06
Raima Infra Solutions Private Limited	1.70	1.70	-	-	-	-	-	-	1.70	1.70
Other Liabilities										
MEP Nagpur Ring Road 1 Private Limited.	-	-	-	-	1.52	1.52	-	-	1.52	1.52
MEP Sanjose Nagpur Ring Road 2 Private Limited.	-	-	-	-	241.97	241.97	-	-	241.97	241.97
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	1.34	1.34	-	-	1.34	1.34
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	0.02	0.02	-	-	0.02	0.02
KVM Technology Solutions Private Limited	-	-	-	-	8.14	8.14	-	-	8.14	8.14
Ideal Toll & Infrastructure Private Limited	119.22	0.21	-	-	-	-	-	-	119.22	0.21
Trade receivables										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	527.02	-	-	-	527.02
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	346.46	-	-	-	346.46
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	-	2,069.31	-	-	-	2,069.31
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	-	2,247.13	-	-	-	2,247.13
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	-	1,048.72	-	-	-	1,048.72
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	52.59	52.59	-	-	52.59	52.59
KVM Technology Solutions Private Limited	-	-	-	-	-	149.57	-	-	-	149.57
Construction Revenue										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	-	16,045.23	-	-	-	16,045.23
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	-	2,661.73	-	-	-	2,661.73
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	2,360.00	2,917.64	-	-	2,360.00	2,917.64
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	4,577.00	5,704.82	-	-	4,577.00	5,704.82

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 43C Related Party Transactions (CONTD.)

C. Disclosures of material transactions with related parties and balances at the year end

Particulars	Holding company / Associate Concern		Enterprises over which significant influence is exercised by key managerial personnel		Jointly controlled entities/ Associates		Key managerial personnel / Relatives of Key managerial personnel		Total	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Guarantees given on behalf of										
MEP Nagpur Ring Road 1 Private Limited	-	-	-	-	3,650.96	24,192.05	-	-	3,650.96	24,192.05
MEP Sanjose Nagpur Ring Road 2 Private Limited	-	-	-	-	3,140.85	26,629.03	-	-	3,140.85	26,629.03
MEP Sanjose Arawali Kante Road Private Limited	-	-	-	-	3,293.80	13,319.56	-	-	3,293.80	13,319.56
MEP Sanjose Kante Waked Road Private Limited	-	-	-	-	4,590.80	16,792.50	-	-	4,590.80	16,792.50
MEP Sanjose Talaja Mahuva Road Private Limited	-	-	-	-	22,583.89	18,575.04	-	-	22,583.89	18,575.04
MEP Sanjose Mahuva Kagavadar Road Private Limited	-	-	-	-	19,689.49	20,164.05	-	-	19,689.49	20,164.05
Advances recoverable in cash or kind										
Jan Transport	-	-	3.00	3.00	-	-	-	-	3.00	3.00
Loan Taken										
Smt. Sudha D. Mhaiskar	-	-	-	-	-	-	142.46	-	142.46	-
Managerial remuneration										
Mr. Jayant Mhaiskar	-	-	-	-	-	-	181.97	136.97	181.97	136.97
Mr. Naresh Sasanwar	-	-	-	-	-	-	5.14	12.81	5.14	12.81
Mr. M. Sankaranarayanan	-	-	-	-	-	-	-	3.62	-	3.62
Mr. Subodh Garud	-	-	-	-	-	-	14.30	17.72	14.30	17.72
Mr. Uttam Pawar	-	-	-	-	-	-	14.50	15.85	14.50	15.85
Mr. Harshad Pusalkar	-	-	-	-	-	-	-	1.44	-	1.44
Ms. Kanika Shegal	-	-	-	-	-	-	-	4.91	-	4.91
Ms. Ruchita Shah	-	-	-	-	-	-	0.88	-	0.88	-
Interest receivable on loan given										
Ideal Toll & Infrastructure Private Limited	21,187.80	21,337.80	-	-	-	-	-	-	21,187.80	21,337.80

*Outstanding balances at year end are unsecured and considered good.

C. Disclosures of Commitments with related parties and balances at the year end

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Construction Contracts with Joint Controlled entities	-	1,42,289.73

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 44C

Below is the list of partly owned subsidiary of the Company and the share of the non-controlling interests.

Sr No	Name	Country of Incorporation	Non-controlling interest	
			As at March 31, 2022	As at March 31, 2021
1	MEP Longjian ACR Private Limited	India	49%	49%
2	MEP Longjian CLR Private Limited	India	49%	49%
3	MEP Longjian Loha Waranga Road Private Limited	India	49%	49%
4	MEP Longjian VTR Private Limited	India	49%	49%

None of the above non-wholly owned subsidiary is material to the Group. Therefore, financial information about these non-wholly owned subsidiaries are not disclosed separately

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 45

Claims

One of the Company's subsidiary company has preferred claims with the Authority, aggregating Rs. 33,973.75 lakhs plus interest on account of Toll Evasion and Force Majeure issues arising from non-compliance of the Concession Agreement by Authority. The Company's subsidiary has not recognised the claims in the financial statements pending final approval from Authority. Under the orders of the Hon'ble High Court of Delhi, both the Company and Authority were directed to amicably settle the disputes. As a part of the amicable settlement, Independent Engineer has evaluated the claims made by the Company from time to time. However, final settlement on the same is yet to conclude. The estimated loss during the corresponding period as assessed by the Independent Engineer appointed by the Authority is much higher than the claims submitted to Authority. Hence, the Company's subsidiary has not recognised amount payable to Authority aggregating Rs Nil for the Quarter ended and Year Ended 31 March 2022 (Rs Nil for the year quarter ended and Year Ended 31 March 2021) in addition to the sum of Rs 13,123.19 lakhs for the period from 01 November 2014 to 8 April 2016. As part of the settlement, the Company, has handed over the Project Facilities and the Toll Plaza's to the NHAI from April 09, 2016. The Settlement of claims will be dealt as per the provisions of the Concession Agreement, and the matter is currently under arbitration.

Note 46

Exceptional items

The exceptional items includes profit of Rs. 4,302.05 lakhs on account of Harmonious substitution/Substitution of the Hybrid Annuity projects in four of the jointly controlled entities and one of the subsidiary.

Note 47

Domestic transfer pricing

The Indian Finance Bill, 2012 had sought to bring in certain class of domestic transactions in the ambit of the transfer pricing regulations with effect of 1 April, 2012. The Company's/Group's management is of the opinion that its domestic transactions with associated enterprises are at arm's length so that appropriate legislation will not have an impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation. The Company/Group does not have any international transactions during the year.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48A

Interest in Joint Venture

The Group has a 25% interest in SMYR Consortium LLP, a joint venture involved in the collection of toll. The Group's interest in SMYR Consortium LLP is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture SMYR Consortium LLP not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	1,939.06	1,939.06
Cash and Cash Equivalents	14.87	14.87
Non-Current Assets	305.47	305.47
Current Liabilities Other than Current Financial Liabilities	(2.86)	(2.86)
Current Financial Liabilities	(3.09)	(3.09)
Non Current Liabilities	(2,251.07)	(2,251.07)
Equity	2.39	2.39
Proportion of Group's ownership	25%	25%
Carrying Amount of the investment	0.60	0.60
Less:		
Adjustment on Consolidation	0.60	0.60
Carrying amount of Investment in Joint Venture	-	-

Summarised statement of profit and loss of the SMYR Consortium LLP:

Particulars	March 31, 2022	March 31, 2021
Revenue	-	-
Interest Income	-	-
Finance Cost	-	-
Depreciation & Amortisation	-	-
Profit / (Loss) before tax	-	-
Tax expense	-	-
Profit / (Loss) for the year	-	-
Other Comprehensive Income / (Loss)	-	-
Total other comprehensive income / (loss) for the year	-	-
Proportion of Group's ownership	25%	25%
Group's share of profit / (loss) for the year	-	-

The group had no contingent liabilities or capital commitments relating to its interest in SMYR Consortium LLP as at 31 March 2022 and 2021.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48B

Interest in Associate

The Group has a 33% interest in KVM Technology Solutions Private Limited, which is involved in the installation of toll management systems W/M'S & weigh bridge. KVM Technology Solutions Private Limited and a private entity that is not listed on any public exchange. The Group's interest in KVM Technology Solutions Private Limited is accounted for using the equity method in the consolidated financial statements. The following table illustrates the summarised financial information of the Group's investment in KVM Technology Solutions Private Limited:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	1,021.47	1,021.47
Cash and Cash Equivalents	10.51	10.51
Non-Current Assets	116.15	116.15
Current Liabilities Other than Current Financial Liabilities	(1,204.20)	(1,204.20)
Current Financial Liabilities	(177.91)	(177.91)
Non Current Liabilities	-	-
Equity	(233.98)	(233.98)
Proportion of Group's ownership	33%	33%
Carrying Amount of the investment	(77.99)	(77.99)
Less:		
Adjustment on Consolidation	77.99	77.99
Carrying amount of Investment in Joint Venture	-	-

Summarised statement of profit and loss of the KVM Technology Solutions Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	-	443.32
Interest Income	-	-
Finance Cost	-	-
Depreciation & Amortisation	-	-
Profit / (Loss) before tax	(7.23)	(4.50)
Tax expense	-	-
Profit / (Loss) for the year	(7.23)	(4.50)
Other Comprehensive Income / (Loss)	-	-
Total other comprehensive income / (loss) for the year	(7.23)	(4.50)
Proportion of Group's ownership	33%	33%
Group's share of profit / (loss) for the year	(2.41)	(1.50)

The Company had contingent liabilities of Rs Nil (31 March 2021 : Rs Nil) proportion of Groups ownership Of Rs Nil (31 March 2021 : Rs Nil) and capital commitments of Rs Nil lakhs (31 March 2021 : Rs Nil) relating to its interest in KVM Technology Solutions Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48C

Interest in Joint Venture

The Group has a 74% interest in MEP Nagpur Ring Road 1 Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP Nagpur Ring Road 1 Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Nagpur Ring Road 1 Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	1,378.58	20,222.01
Cash and Cash Equivalents	33.72	217.87
Non-Current Assets	1,407.98	18,048.38
Current Liabilities Other than Current Financial Liabilities	(4.57)	(4,608.54)
Current Financial Liabilities	(2,241.50)	(4,806.76)
Non Current Liabilities	-	(21,244.35)
Equity	574.21	7,828.61
Proportion of Group's ownership	74%	74%
Carrying Amount of the investment	424.92	5,793.17
Less:		
Adjustment on Consolidation	0.20	(1,299.02)
Carrying amount of Investment in Joint Venture	425.12	4,494.15

Summarised statement of profit and loss of the MEP Nagpur Ring Road 1 Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	1,221.04	1,319.23
Interest Income	686.62	(7.55)
Interest Expense	(1,901.40)	(2,770.24)
Depreciation & Amortisation	(0.56)	(1.35)
Profit / (Loss) before exceptional items and tax	(2,858.55)	(578.67)
Exceptional items	(4,238.53)	-
Tax expense	(173.76)	16.67
Profit / (Loss) for the year	(7,270.84)	(562.00)
Other Comprehensive Income / (Loss)	16.44	3.88
Total other comprehensive income / (loss) for the year	(7,254.40)	(558.12)
Proportion of Group's ownership	74%	74%
Group's share of profit / (loss) for the year	(5,368.26)	(413.01)

The Company had contingent liabilities of Rs 2,685.00 lakhs (31 March 2021 : Rs 2,685.00 lakhs) proportion of Groups ownership Of Rs 1,986.90 lakhs (31 March 2021 : Rs 1,986.90 lakhs) and capital commitments of Rs Nil lakhs (31 March 2021 : Rs Nil) relating to its interest in MEP Nagpur Ring Road 1 Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48D

Interest in Joint Venture

The Group has a 74% interest in MEP Sanjose Nagpur Ring Road 2 Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP-Sanjose Nagpur Ring Road 2 Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Sanjose Nagpur Ring Road 2 Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	2,508.67	23,653.62
Cash and Cash Equivalents	6.22	423.29
Non-Current Assets	1,306.86	14,209.34
Current Liabilities Other than Current Financial Liabilities	(2.33)	(1,489.30)
Current Financial Liabilities	(2,332.04)	(6,229.42)
Non Current Liabilities	-	(24,221.02)
Equity	1,487.38	6,346.49
Proportion of Group's ownership	74%	74%
Carrying Amount of the investment	1,100.66	4,696.40
Less:		
Adjustment on Consolidation	-	(71.37)
Carrying amount of Investment in Joint Venture	1,100.66	4,625.03

Summarised statement of profit and loss of the MEP Sanjose Nagpur Ring Road 2 Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	1,268.99	2,441.92
Interest Income	544.05	311.17
Finance Cost	(1,979.14)	(3,056.34)
Depreciation & Amortisation	-	-
Profit / (Loss) before exceptional items and tax	(290.78)	(885.33)
Exceptional items	(4,448.14)	
Tax expense	(121.43)	(62.65)
Profit / (Loss) for the year	(4,860.34)	(947.98)
Other Comprehensive Income / (Loss)	1.22	5.41
Total other comprehensive income / (loss) for the year	(4,859.13)	(942.57)
Proportion of Group's ownership	74%	74%
Group's share of profit / (loss) for the year	(3,595.75)	(697.50)

The Company had contingent liabilities of Rs 2,097.73 lakhs (31 March 2021 : Rs 2,097.73 lakhs) proportion of Groups ownership Of Rs 1,552.32 lakhs (31 March 2021 : Rs 1,552.32 lakhs) and capital commitments of Rs Nil lakhs (31 March 2021 : Rs Nil) relating to its interest in MEP Sanjose Nagpur Ring Road 2 Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48E

Interest in Joint Venture

The Group has a 74% interest in MEP Sanjose Arawali Kante Road Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP Sanjose Arawali Kante Road Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Sanjose Arawali Kante Road Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	49.48	24,843.60
Cash and Cash Equivalents	1.36	26.14
Non-Current Assets	981.63	1,056.70
Current Liabilities Other than Current Financial Liabilities	(8.70)	(3,327.09)
Current Financial Liabilities	(125.09)	(6,169.51)
Non Current Liabilities	(6.47)	(9,404.44)
Equity	892.22	7,025.40
Proportion of Group's ownership	74%	74%
Carrying Amount of the investment	660.23	5,198.79
Less:		
Adjustment on Consolidation	-	(115.57)
Carrying amount of Investment in Joint Venture	660.23	5,083.22

Summarised statement of profit and loss of the MEP Sanjose Arawali Kante Road Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	151.17	641.08
Interest Income	694.26	1,471.09
Finance Cost	(1,411.07)	(1,058.41)
Depreciation & Amortisation	(0.12)	(0.26)
Profit / (Loss) before exceptional items and tax	(827.30)	794.31
Exceptional items	(5,132.00)	-
Tax expense	(173.88)	(364.50)
Profit / (Loss) for the year	(6,133.18)	429.81
Other Comprehensive Income / (Loss)	-	0.54
Total other comprehensive income / (loss) for the year	(6,133.18)	430.35
Proportion of Group's ownership	74%	74%
Group's share of profit / (loss) for the year	(4,538.55)	318.46

The Company had contingent liabilities of Rs 3,293.80 lakhs (31 March 2021 : Rs 3,293.80 lakhs) proportion of Groups ownership Of Rs 2,437.41 lakhs (31 March 2021 : Rs 2,437.41 lakhs) and capital commitments of Rs Nil lakhs (31 March 2021 : Rs Nil) relating to its interest in MEP Sanjose Arawali Kante Road Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48F

Interest in Joint Venture

The Group has a 74% interest in MEP Sanjose Kante Wakad Road Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP Sanjose Kante Wakad Road Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Sanjose Kante Wakad Road Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	286.81	30,951.93
Cash and Cash Equivalents	3.63	7.52
Non-Current Assets	1,373.61	3,542.35
Current Liabilities Other than Current Financial Liabilities	(58.06)	(6,785.57)
Current Financial Liabilities	(156.70)	(5,136.32)
Non Current Liabilities	(0.96)	(13,098.04)
Equity	1,448.33	9,481.87
Proportion of Group's ownership	74%	74%
Carrying Amount of the investment	1,071.76	7,016.58
Less:		
Adjustment on Consolidation	0.25	(285.53)
Carrying amount of Investment in Joint Venture	1,072.01	6,731.05

Summarised statement of profit and loss of the MEP Sanjose Kante Wakad Road Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	2,691.11	938.79
Interest Income	949.97	1,214.84
Finance cost	(2,019.80)	(1,470.69)
Depreciation & Amortisation	(0.06)	(0.13)
Profit / (Loss) before exceptional items and tax	(1,581.97)	296.54
Exceptional items	(6,213.16)	-
Tax expense	(238.54)	(301.98)
Profit / (Loss) for the year	(8,033.67)	(5.44)
Other Comprehensive Income / (Loss)	0.13	0.54
Total other comprehensive income / (loss) for the year	(8,033.54)	(4.90)
Proportion of Group's ownership	74%	74%
Group's share of profit for the year	(5,944.82)	(3.63)

The Company had contingent liabilities of Rs 4,590.80 lakhs (31 March 2021 : Rs 4,590.80 lakhs) proportion of Groups ownership Of Rs 3,397.19 lakhs (31 March 2021 : Rs 3,397.19 lakhs) and capital commitments of Rs Nil lakhs (31 March 2021 : Rs Nil) relating to its interest in MEP Sanjose Kante Wakad Road Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48G

Interest in Joint Venture

The Group has a 60% interest in MEP Sanjose Mahuva Kagavadar Road Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP Sanjose Mahuva Kagavadar Road Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Sanjose Mahuva Kagavadar Road Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	26,828.20	28,838.69
Cash and Cash Equivalents	6.52	5.66
Non-Current Assets	1,925.52	2,084.26
Current Liabilities Other than Current Financial Liabilities	(1,621.28)	(1,642.19)
Current Financial Liabilities	(5,741.64)	(4,137.06)
Non Current Liabilities	(18,838.19)	(20,206.26)
Equity	2,559.13	4,943.10
Proportion of Group's ownership	60%	60%
Carrying Amount of the investment	1,535.48	2,965.86
Less:		
Adjustment on Consolidation	0.02	0.03
Carrying amount of Investment in Joint Venture	1,535.51	2,965.90

Summarised statement of profit and loss of the MEP Sanjose Mahuva Kagavadar Road Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	-	1,067.45
Interest Income	-	0.60
Finance Cost	(2,375.18)	(2,118.54)
Depreciation & Amortisation	-	-
Profit / (Loss) before exceptional items and tax	(2,388.77)	(1,655.97)
Exceptional items	-	-
Tax expense	1.21	(0.24)
Profit / (Loss) for the year	(2,387.56)	(1,656.21)
Other Comprehensive Income / (Loss)	3.58	0.03
Total other comprehensive income / (loss) for the year	(2,383.98)	(1,656.18)
Proportion of Group's ownership	60%	60%
Group's share of profit for the year	(1,430.38)	(993.70)

The Company had contingent liabilities of Rs Nil (31 March 2021 : Rs Nil) proportion of Groups ownership Rs Nil (31 March 2021: Nil) and capital commitments of Rs Nil (31 March 2021 : Rs Nil) relating to its interest in MEP Sanjose Mahuva Kagavadar Road Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 48H

Interest in Joint Venture

The Group has a 60% interest in MEP Sanjose Talaja Mahuva Road Private Limited, a joint venture involved in the construction and maintenance of roads. The Group's interest in MEP Sanjose Talaja Mahuva Road Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the joint venture, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summary financial information of Joint Venture MEP Sanjose Talaja Mahuva Road Private Limited not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	March 31, 2022	March 31, 2021
Current Assets Other Than Cash and Cash Equivalents	30,811.30	33,785.44
Cash and Cash Equivalents	13.99	3.92
Non-Current Assets	1,079.42	1,995.19
Current Liabilities Other than Current Financial Liabilities	(717.34)	(709.77)
Current Financial Liabilities	(3,367.78)	(6,718.41)
Non Current Liabilities	(21,808.92)	(19,370.43)
Equity	6,010.67	8,985.94
Proportion of Group's ownership	60%	60%
Carrying Amount of the investment	3,606.40	5,391.56
Less:		
Adjustment on Consolidation	(0.39)	(0.39)
Carrying amount of Investment in Joint Venture	3,606.00	5,391.16

Summarised statement of profit and loss of the MEP Sanjose Talaja Mahuva Road Private Limited:

Particulars	March 31, 2022	March 31, 2021
Revenue	-	1,064.42
Interest Income	-	609.39
Finance Cost	(2,387.30)	(2,543.83)
Depreciation & Amortisation	(44.75)	(108.12)
Profit / (Loss) before exceptional items and tax	(2,975.27)	(1,346.74)
Exceptional items	-	-
Tax expense	-	(95.10)
Profit / (Loss) for the year	(2,975.27)	(1,441.84)
Other Comprehensive Income / (Loss)	-	0.68
Total other comprehensive income / (loss) for the year	(2,975.27)	(1,441.16)
Proportion of Group's ownership	60%	60%
Group's share of profit for the year	(1,785.16)	(864.70)

The Company had contingent liabilities of Rs Nil (31 March 2021 : Rs Nil) proportion of Groups ownership Rs Nil (31 March 2021: Nil) and capital commitments of Rs Nil (31 March 2021 : Rs Nil) relating to its interest in MEP Sanjose Talaja Mahuva Road Private Limited.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 49

Going Concern

Considering the Long term business outlook and future growth plans of the MEP Group, the Management is of the opinion that due to Harmonious Substitution of the concessionaire in a subsidiary Company (i.e.) MEP Infra Consultants Private Limited (formerly known as MEP Longjian VTR Private Limited) and the losses in subsidiaries/jointly controlled entities companies namely MEP Nagzari Toll Road Private Limited, MEP IRDP Solapur Toll Road Private Limited, MEP Chennai Bypass Toll Road Private Limited, MEP Hyderabad Bangalore Toll Road Private Limited, MEP Roads & Bridges Private Limited, KVM Technology Solutions Private Limited, are temporary in nature and overall going concern of the business is not adversely affected. In view of the above, there is no diminution in the value of Investment and advances given are fully recoverable.

Note 50

The Company had recognised the claim amounting to Rs. 7,491.94 lakhs with South Delhi Municipal Corporation (SDMC) on actual basis pertaining to the half year ended 30th September 2019 with respect to revenue loss on account of passing of commercial vehicles through free lanes at 13 major border entry points of Delhi. The SDMC constituted a committee to quantify the claims and give its recommendations. The high level committee and the Commissioner SDMC, didn't recommend the claims. The Company approached Hon'ble High Court of New Delhi for relief. The Hon'ble Court vide its order dated 06 November 2020 has directed the Company to collect and deposit 92.50% of the Collection keeping 7.50% for O&M. The Company's writ petition was disposed of by Single bench of Hon'ble high court of Delhi on 09 April 2021, with a direction that civil court should be approached for adjudication of disputes. The project was handed over to SDMC on 10 April 2021. Aggrieved by the order of the Single bench, in the matters as mentioned above, the Company has filed an appeal in the division bench of Hon'ble high court of Delhi. While SDMC has made claim of Rs. 3,36,597.01 lakhs against which the company has claimed Rs. 4,83,805.68 lakhs, the same is yet to be adjudicated. The matter is sub judice and the Company is confident about recovery of its claims recognised.

Note 51

Note on COVID-19

The pandemic Outbreak of Coronavirus (COVID-19) globally and in India including third wave is causing significant disturbance and slowdown of economic activities which is recognized by Government of India vide notification no. F.18/4/2020 PPD dated 19th February 2020 as a Force Majeure Event. The Operations at toll plazas of the various project and the construction activities across the country were severely affected. The Company has recognised a claim of Rs. 31,770.74 lakhs for the year ended 31 March 2022 (Rs. 4,2740.40 lakhs for the year ended 31 March 2021).

Note 52

- A) Two of the jointly controlled entities have handed over their highway construction projects on account of disputes with National Highways Authority of India (NHAI) on 17th Feb 2021. The dispute with NHAI was challenged by the jointly controlled entities vide writ petition before the division bench of Hon'ble Court of New Delhi. The Hon'ble High Court, vide its Order dated 25th May 2021, has directed NHAI to resolve the issues between both the parties under Conciliation. The Concessionaire has submitted their Statement of Claims to the Conciliation Committee of Independent Experts (CCIE) on 11.10.2021. Three meetings of the CCIE have already been held along with NHAI and date for the next meeting is awaited.
- B) Two of the jointly controlled entities have executed an endorsement agreement with National Highways Authority of India (NHAI) and lenders for harmoniously substituting the concessionaire with nominated Companies. In two of the jointly controlled entities substitution of the concessionaire was carried out with the nominated companies. Subsequent to Harmonious Substitution/Substitution, as mentioned above, the Company has entered to Share Purchase Agreements to divest its entire holding in these Four Companies and hence the carrying value of Rs. 19,161.19 lakhs, is fully recoverable.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 53

Other Statutory Information

(i) Registration of charges or satisfaction with Registrar of Companies (ROC)

No charges or satisfaction yet to be registered with ROC beyond the statutory period by the company.

(ii) Compliance with number of layers of companies

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(iii) Utilisation of Borrowed funds:

During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding party (Ultimate Beneficiaries)

- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(iv) Details of Benami

There are no proceedings which have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(v) Undisclosed income

The Company will not have any transaction which not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

(vi) The Company has not been declared willful defaulter by any of the banks or financial institutions or any other lender.

(vii) The Company has not dealt with the struck off companies.

(viii) The funds borrowed for short term purposes have not been utilized for any other purpose / long term purposes.

(ix) The Company does not trade or invest in any crypto currency.

(x) The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.

Note 54

Following are the analytical ratios for the year ended 31 March 2022 and 31 March 2021

Ratio	Numerator	Denominator	As at 31 March 2022	As at 31 March 2021	Variance %
Current Ratio (times)	Current Assets	Current liabilities	0.49	0.75	-34%
Debt Service Coverage Ratio (times)	Profit before tax + Finance cost + Depreciation and	Debt service	1.21	1.60	-24%
Return on Equity Ratio (%)	Profit for the year after tax	Average Shareholders equity	*	*	
Trade payable turnover ratio	O&M and other expenses	Average Trade payables	0.09	0.13	-31%
Trade receivables turnover ratio	Revenue from operations (Excluding Toll collection and Claim from authority)	Average Trade receivables	2.08	2.70	-23%
Inventory Turnover Ratio	Cost of Material consumed	Average Inventory	5.08	5.45	-7%
Net Profit Ratio (%)*	Profit for the year after tax	Revenue from operations	*	*	
Net capital turnover ratio	Net Sales	Working Capital	*	*	
Return on Capital Employed (%)*	Profit before tax + Finance cost	Tangible Net Worth + Total Debt + Deferred Tax Liability	*	*	

*Not calculated as ratio's are negative.

Current Ratio: Decreased in current ratio on account of reduction in current asset as compared to previous year and the working capital is negative

Trade payable turnover ratio: Decreased due to lower O&M and other expenses.

Return on investment: There are no material returns on investment earned during the year, hence the said ratio is not calculated.

MEP Infrastructure Developers Limited

(Currency: Indian Rupees in Lakhs)

Notes forming part of the Consolidated Financial Statements for the year ended 31 March, 2022

Note 55

Loans or advances to related parties

Particulars in respect of loans and advances in the nature of loans to related parties as required by the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

Types of borrower	As at 31 March 2022		As at 31 March 2021	
	Amount outstanding	% of Total	Amount outstanding	% of Total
Promoters	-	-	-	-
Directors	-	-	-	-
Key Managerial Personnel	-	-	-	-
Related Parties	41,795.92	99.80%	46,506.16	99.88%
Total aggregate loans (Refer to Note 6 and 14)	41,879.58		46,559.86	

Note 56

Prior year comparatives

Previous year figures have been re-grouped / re-classified, to conform to current period's classification in order to comply with the requirement of the amended Schedule III to the Companies Act, 2013 effective April 1, 2021.

(a) Security deposits, Income Tax assets and Performance security regrouped under 'Non-Current financial assets - Others' (Note 7) which were earlier part of 'Non-Current financial assets - Loans' (Note 6).

(b) Current maturities of long-term borrowings regrouped under 'Current Financial Borrowings' (Note 22) which were earlier part of 'Other financial liabilities' (Note 24).

The above reclassification is accordingly considered in the Consolidated Statement of Cash Flow.

As per our report of even date attached

For G.D. Apte & Co.

Chartered Accountants

Firm's Registration No: 100515W

For and on behalf of the Board of Directors of

MEP Infrastructure Developers Limited

CIN : L45200MH2002PLC136779

Chetan. R. Sapre

Partner

Membership No: 116952

Jayant D. Mhaiskar

Managing Director

(DIN: 00716351)

Anuya J. Mhaiskar

Director

(DIN: 00707650)

Naresh Sasanwar

Chief Financial Officer

Place: Mumbai

Date: 28th May 2022

Ruchita Shah

Company Secretary

Place: Mumbai

Date: 28th May 2022

