

Independent Auditor's Report

To,
The Members of
KOTHAVALSA INFRAVENTURES PRIVATE LIMITED.

Report on the Financial Statements :

We have audited the accompanying financial statements of **KOTHAVALSA INFRAVENTURES PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet As At 31st March, 2021, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial Statements :

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the accounting standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility :

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has in effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



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 for the Financial Year ended March 31, 2021. 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 that there are no key audit matters to communicate in our audit report.

Opinion :

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

Report on Other legal and Regulatory requirements :

1. As required by the Companies (Auditor`s Report) Order, 2017, ("the order"), issued by the Central Government of India, in terms of subsection (11) of section 143 of the Companies Act, 2013, we give in Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, We report that :
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 and Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies Accounts Rules, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. 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" and



- 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 its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Hyderabad

Date : 06.09.2021

For **S.Venkatadri & Co.,**
Chartered Accountants
Firm's Regn No.004614S



(K.SRINIVASA RAO)
P A R T N E R
M.No.201470

UDIN : 21201470AAAET2247



21201470AAAET2247

Annexure "A" to the Independent Auditor's Report

With reference to the Annexure referred to in paragraph 1 under the heading "Report on other legal & Regulatory Requirements" of our Report of even date to the members of **KOTHAVALSA INFRAVENTURES PRIVATE LIMITED**, on the financial statements for the year ended 31st March 2021, We report that :

- (i). (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of company.
- (ii). The company did not hold any physical inventories during the year and therefore had no stocks of finished goods, stores, spare parts and raw materials during / at the end of the year.
- (iii). The company has not granted any loans, secured or unsecured to the companies, firms or other parties listed in the register maintained under section 189 of the Companies act 2013. Hence provisions of clause (iii)(a),(b)&(c) of the order are not applicable to the company and hence not reported upon.
- iv). According to the information and explanations given to us Company has not given any Loans, guarantees, security and not made any investments hence the provisions of clause (iv) of the order are not applicable to the company.
- v). The Company has not accepted deposits from the public covered by the provisions of Section 73 to 76 of the Companies Act, 2013.
- vi). As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- vii). (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Income-Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31st, 2021 for a period of more than six months from the date on when they become payable. Employees State Insurance, Provident Fund, Service Tax, Sales tax, Value added Tax, Duty of Customs, Duty of Excise are not applicable to the company.
- (b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.



- viii). The company has not defaulted in repayment of dues to its Bank in respect of Loans taken by it. There were no dues payable to any financial institution/s.
- ix). The Company did not raise any money by way of initial public offer or further public offer. However Term Loans raised during the year have been utilized for the purposes for which it is raised.
- x). According to the information and explanation given to us, no fraud by the company or on the company by its officers or employees has been noticed or reported during the course of audit.
- xi). During the year Company has not paid any Managerial remuneration hence the provisions of clause (xi) of the order is not applicable to the company.
- xii). In Our Opinion and according to the explanations given to us, the company is not a Nidhi company. Accordingly, provisions of clause (xii) of the order are not applicable.
- xiii). According to the information and explanations given to us and based on the examination of the records of the company, transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv). According to the information and explanations given to us, the company has not made any preferential allotment or Private placement of shares or fully or partly convertible debentures during the year.
- xv). According to the information and explanations given to us and based on our examination of the records of the company, The company has not entered into any non-cash transactions with the directors or persons connected with him Accordingly, provisions of clause (xv) of the order are not applicable.
- xvi). The company is not required to be registered under section 45-IA of the Reserve bank of India Act, 1934.

Place : Hyderabad

Date : 06.09.2021

For **S.Venkatadri & Co.,**
Chartered Accountants
Firm's Regn No.004614S


(K.SRINIVASA RAO)
P A R T N E R
M.No.201470



UDIN : 21201470AAAET2247

Annexure "B" to the Independent Auditors' Report of even date on the Financial Statements of KOTHAVALSA INFRAVENTURES PRIVATE LIMITED

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

We have audited the internal financial controls over financial reporting of **KOTHAVALSA INFRAVENTURES PRIVATE LIMITED** ("the Company") as of March 31st, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

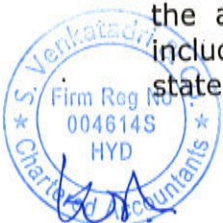
Management's Responsibility for Internal Financial Controls

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 issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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



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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Place : Hyderabad

Date : 06.09.2021

For **S. Venkatadri & Co.,**
Chartered Accountants
Firm's Regn No.004614S


(K.SRINIVASA RAO)
P A R T N E R
M.No.201470

UDIN : 21201470AAAAET2247



Kothavalsa Infraventures Private Limited

CIN:U45200AP2014PTC095683

Regd Office : 10-1-13, 2nd Floor, Flat No-202, Siripuram Fort, Siripuram, Visakhapatnam-530 003

Balance sheet as at 31st March 2021

(Rs. Lakhs)

	Notes	31st March 2021	31st March 2020
ASSETS			
Non-current assets			
Property, Plant and Equipment	3	35,199.34	35,182.79
Financial Assets			
Investments	4	98,612.99	1,00,092.58
Loans & Advances	5	75,477.57	65,477.57
Other Financial Assets	6	2,155.62	755.77
Other non-current assets	7	312.87	314.39
		2,11,758.39	2,01,823.10
Current assets			
Financial Assets			
Cash and cash equivalents	8	237.66	16.44
		237.66	16.44
Total Assets		2,11,996.05	2,01,839.54
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	9	4,706.00	4,706.00
Other Equity	10	5,430.90	22,370.85
Total equity		10,136.90	27,076.85
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
Long-term borrowings	11	1,31,869.16	1,51,917.83
		1,31,869.16	1,51,917.83
Current liabilities			
Financial Liabilities			
(i) Borrowings	12	34,892.62	250.00
(ii) Trade Payables	13	0.23	-
(iii) Other financial liabilities	14	13,712.58	5,155.63
Other current liabilities	15	21,384.56	17,439.23
		69,989.99	22,844.86
Total Equity and Liabilities		2,11,996.05	2,01,839.54
Summary of significant accounting policies			
	2		

The accompanying notes form an integral part of financial statements

As per our report of even date attached

For S.Venkatadri & Co.,
Chartered Accountants
Firm Regn No:004614S


K. Srinivasa Rao
Partner
M.No.201470



For and on behalf of the Board of Directors of
Kothavalsa Infraventures Private Limited



K.Sreemannarayana
Director
DIN No.01876402



Ravi Majeti
Director
DIN No.07106220

Place: New Delhi
Date: 6th September'2021


Davinder Arora
Company Secretary
M.No.ACS-52108



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

(Rs. In Lakhs)

	Notes	31st March 2021	31st March 2020
Revenue from operations			
Other income	16	1,368.11	2,264.56
Total Income		1,368.11	2,264.56
Depreciation and amortisation expenses	3	0.12	0.07
Finance costs	17	16,760.25	9,384.05
Other expenses	18	1,550.18	2,073.50
Total Expenses		18,310.55	11,457.62
Profit/(loss) before exceptional items and tax from continuing operations		(16,942.44)	(9,193.06)
Exceptional items		-	-
Profit/(loss) before and tax from continuing operations		(16,942.44)	(9,193.06)
(1) Current tax			
(2) Adjustment of tax relating to earlier periods		(2.51)	-
(3) Deferred tax			
Profit/(loss) for the year from continuing operations		(16,939.95)	(9,193.06)
Earnings per share for continuing operations	32	(3.60)	(1.95)
Summary of significant accounting policies	2		

The accompanying notes form an integral part of financial statements

As per our report of even date attached

For S.Venkatadri & Co.,
Chartered Accountants
Firm Regn No:004614S



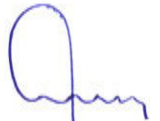
K. Srinivasa Rao
Partner
M.No.201470



For and on behalf of the Board of Directors of
Kothavalsa Infraventures Private Limited



K. Sreemannarayana
Director
DIN No.01876402



Ravi Majeti
Director
DIN No.07106220

Place: New Delhi
Date: 6th September'2021



Davinder Arora
Company Secretary
M.No.ACS-52108



Statement of Changes in Equity for the year ended March 31, 2021

A. Equity Share Capital

Particulars	31st March 2021		31st March 2020	
	No. of Shares	Rs in lakhs	No. of Shares	Rs in lakhs
Balance as at the beginning of the year	47,06,00,000	4,706.00	47,06,00,000	4,706.00
Add : Shares issued during the year	-	-	-	-
Balance as at the end of the year	47,06,00,000	4,706.00	47,06,00,000	4,706.00

B. Other Equity

(Rs. Lakhs)

Particulars	Retained Earnings
Balance as at March 31, 2020	22,370.85
Profit / (Loss) for the year	(16,939.95)
Total Comprehensive Income for the year	(16,939.95)
Balance as at March 31, 2021	5,430.90

As per our report of even date attached

For S.Venkatadri & Co.,
Chartered Accountants
Firm Regn No:004614S

K. Srinivasa Rao
Partner
M.No.201470



For and on behalf of the Board of Directors of
Kothavalsa Infraventures Private Limited

K.Sreemannarayana
Director
DIN No.01876402

Ravi Majeti
Director
DIN No.07106220

Place: New Delhi
Date: 6th September'2021

DaVinder Arora
Company Secretary
M.No.ACS-52108



Kothavalsa Infraventures Private Limited

CIN:U45200AP2014PTC095683

Regd Office : 10-1-13, 2nd Floor, Flat No-202, Siripuram Fort, Siripuram, Visakhapatnam-530 003

Cash Flow Statement for the year ended 31st March 2021

Particulars	For the Year ended	For the Year ended
	31st March 2021	31st March 2020
	Rs. Lakhs	
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Taxation & Extraordinary Items	(16,942.44)	(9,193.06)
Adjustments for:		
Depreciation	0.12	0.07
Interest & Financial Charges	16,737.71	9,359.12
Operating profit before working capital changes	(204.61)	166.13
(Increase)/Decrease in loans & advances	(10,000.00)	(27,858.21)
(Increase)/Decrease in Other non current financial assets	(1,399.84)	400.32
(Increase)/Decrease in other non Current assets	1.52	(211.80)
Increase/(Decrease) in Trade Payable	0.23	(0.06)
Increase/(Decrease) in current financial liability	8,556.92	4,604.38
Increase/(Decrease) in other current liability	3,945.33	6,755.20
	899.55	(16,144.04)
Taxes (paid) / Refunds	2.51	-
Net Cash Flow from Operating Activities	902.06	(16,144.04)
B. CASH FLOW FROM INVESTMENT ACTIVITIES		
Sale /(Purchase) of Property, Plant and Equipment	(16.67)	1,138.16
(Purchase)/Sale of Investments(Net)	1,479.59	(1,00,092.58)
Net Cash Flow from Investing Activities	1,462.92	(98,954.42)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest & Financial Charges	(16,737.71)	(9,359.12)
Increase/(Decrease) in Long Term Borrowings	(20,048.67)	1,24,317.83
Increase/(Decrease) in Short Term Borrowings	34,642.62	150.00
Net Cash Flow from Financing Activities	(2,143.76)	1,15,108.71
Net Increase in cash and cash equivalents	221.22	10.25
Cash & Cash Equivalents at the beginning of the year	16.44	6.19
Cash & Cash Equivalents at the end of the year	237.66	16.44

Notes forming part of the Financial Statements:

As per our report of even date attached

For S.Venkatadri & Co.,

Chartered Accountants

Firm Regn No:004614S



K. Srinivasa Rao

Partner

M.No.201470



For and on behalf of the Board of Directors of

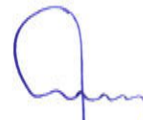
Kothavalsa Infraventures Private Limited



K.Sreemannarayana

Director

DIN No.01876402



Ravi Majeti

Director

DIN No.07106220



Davinder Arora

Company Secretary

M.No.ACS-52108



Place : New Delhi

Date: 6th September'2021

Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021

1. Corporate information

Kothavalsa Infraventures Private Limited (" KIPL " or the " Company ") domiciled in India and incorporated on 21st November' 2014. The company is in the business of dealing in real estate, property development, estate agency to acquire by purchase, exchange, net or otherwise deal in lands, buildings or any estate or interest therein and any rights over or connected with lands so situated and laying out, developing land for industrial purpose, building and preparing sites by planting, paving, drawing and by constructing offices, flats, service flats, hotels, warehouses, shopping and commercial complexes, by leasing, letting or renting, selling (by installments, ownership, hire purchase basis or otherwise or disposing of the same). The company is a subsidiary company of GMR Enterprises Private Limited. The financial statements were authorized for issue in accordance with a resolution of the directors on 6th September'2021

2. Significant accounting policies

2.1 Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified pursuant to section 133 of the Companies Act 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

For all periods up to and including the year ended 31 March 2021, the Company prepared its financial statements in accordance accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

The financial statements have been prepared on a going concern basis in accordance with accounting principles generally accepted in India. The financial statements have been prepared and presented on a historical cost convention on an accrual basis, except for the certain financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments).

The financial statements are presented in INR, which is the functional currency, except when otherwise indicated.

2.2 Summary of significant accounting policies

a. Current versus non-current classification

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

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

The company classifies all other assets as non-current.

A liability is current when:

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

The company classifies all other liabilities as non-current.

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

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

b. Fair value measurement

The company measures its Financial Instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.



Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value includes discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result from general approximation of value and the same may differ from the actual realized value.

c. Revenue recognition

Pursuant to application of Ind AS-115, 'Revenue from Contracts from Customers' effective from April 2018, the company has applied the following accounting policy for revenue recognition.

Revenue is measured at the fair value of consideration received/receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government and is net of rebates and discounts. The company assesses its revenue arrangements against specific criteria to determine if it is acting as principal or agent.

Revenue is recognized in the income statement to the extent that it is probable that the economic benefits will flow to the company and the revenue and costs, if applicable, can be measured reliably.

The company has applied five step model as per Ind AS-115 'Revenue from contracts with customers' to recognize revenue in the financial statements. The company satisfies a performance obligation and recognizes revenue over time, if one of the following criteria is met:

- a) The customer simultaneously receives and consumes the benefits provided by the Company's performance as the company performs; or
- b) The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- c) The Company's performance does not create an asset with an alternative use to the company and the entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognized at the point in time at which the performance obligation is satisfied. Revenue is recognized either at point of time and over a period of time based on various conditions as included in the contracts with customers.

Point of time

Revenue from projects

Revenue is recognized at a point in time w.r.t. sale of real estate units including land, plots, development rights as and when the control passes on to the customer which coincides with handing over of the possession to the customer

Other Revenue Recognition

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Contract Balances

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognized for the earned consideration that is conditional.

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. If the customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier), Contract liabilities are recognized as revenue when the Company performs under the contract.

d. Inventories

Land and plots other than area transferred to constructed properties at the commencement of construction are valued at lower of cost/as re-valued on conversion to stock and net realizable value. Cost includes land (including development rights and land under agreement to purchase) acquisition cost, borrowing cost if inventorization criteria are met, estimated internal development costs and external development charges and other directly attributable costs to bring the inventories in their present condition and location.

NRV is the estimated selling price in the ordinary course of business , Less estimated cost of completion and selling expenses.

e. Taxes

Current Income Tax

Current income tax is measured at the amount expected to be paid to the income tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Tax expense comprises of current tax and deferred tax. Current tax and deferred tax are recognized in the Statement of Profit and Loss, except when they relate to items that are recognized in OCI or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where applicable.



Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

Deferred tax

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

Deferred tax liabilities are recognized for all taxable timing differences.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

f. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are charged to the Statement of Profit and Loss.

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

The Company determines the amount of borrowing costs eligible for capitalization as the actual borrowing costs incurred on that borrowing during the year less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. In case if the Company borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalization are determined by applying a capitalization rate to the expenditures on that asset.

g. Provisions

Provisions are recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

If the effect is material, provisions are recognized at present value by discounting the expected future cash flows at a pretax rate that reflects current market assessments of the time value of money. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

h. Contingent liability and assets

Disclosures for contingent liability are made when there is a possible and present obligation that arises from past events which is not recognized since it is not probable that there will be an outflow of resources. When there is a possible and present obligation in respect of which the likelihood of outflow of resources is remote, no disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are neither recognized nor disclosed except when realization of income is virtually certain, related asset is disclosed.

i. 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.



Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021**Financial assets***Initial recognition and measurement*

Financial assets are classified, at initial recognition, as subsequently measured at amortized cost, fair value through other comprehensive income and fair value through profit or loss.

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

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in the below categories:

- (a) Financial assets at amortized cost
- (b) Financial assets including derivatives at fair value through profit or loss (FVTPL)
- (c) Financial assets at fair value through other comprehensive income (FVTOCI)

(a) Financial assets at amortized cost

Financial assets are subsequently measured at amortized cost if both the following conditions are met:

- i. the assets are held within a business where the objective is to hold assets for collecting contractual cash flows
- ii. the contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the EIR method.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognized in the Statement of Profit and Loss. This category generally applies to trade and other receivables, loans and other financial assets.

(b) Financial Assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if following conditions are met:

- i. the assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets
- ii. the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Derivative instruments included in FVTOCI category are measured initially as well as at each reporting date at fair value. Movement in fair value is recognized in OCI.

(c) Financial Assets including derivatives at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit and loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit and loss are immediately recognized in the Statement of Profit and Loss.

Derecognition

A financial asset is primarily derecognized when:

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

On derecognition of a financial asset in its entirety, the differences between the carrying amounts measured at the date of derecognition and the consideration received is recognized in the Statement of Profit and Loss.

Impairment of financial assets

The Company applies the expected credit loss (ECL) model for measurement and recognition of impairment losses on the following financial assets and credit risk exposure:

- (a) Financial assets that are measured at amortized cost e.g. trade receivables
- (b) Trade receivables, any contractual right to receive cash or any another financial asset that result from transactions that are within the scope of Ind AS 115.



Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021

The Company follows the simplified approach for recognition of impairment loss allowance on trade receivables. The application of the simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

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

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The twelve-month ECL is a portion of the lifetime ECL which results from default events that are possible within twelve months after the reporting date.

ECL is the difference between net of all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR.

When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on trade receivables.

The Company does not have any purchased or originated credit-impaired financial assets, i.e., financial assets which are credit impaired on purchase/origination.

ECL impairment loss allowance (or reversal) recognized during the period is recognized in the Statement of Profit and Loss. This amount is reflected under the head 'other expenses' in the Statement of Profit and Loss.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss (FVTPL), loans and borrowings, payables, as appropriate. All financial liabilities are recognized initially at fair value and in the case of payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables and loans and borrowings.

Subsequent measurement

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

Trade and other payables

For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value is used due to the short maturity of these instruments.

Loans and borrowings

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

Derecognition

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



Statement of Significant Accounting Policies & Notes to financial statements for the year ended March 31, 2021**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 recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

j. Cash and Cash equivalents

Cash and cash equivalents include cash at bank and deposits with banks having maturity of three months or less. The bank deposits with original maturity of up to three months, which are subject to an insignificant risks of changes in value and bank deposits with original maturity of more than three months are classified as other bank balances.

For the purpose of statement of cash flows, cash and cash equivalents consists of unrestricted cash and short term deposits, as defined above, not of outstanding bank overdrafts as they are considered an integral part of the company's cash management.

k. Statement of Cash Flow

The Statement of Cash Flow is reported using the indirect method, whereby the net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The Statement of Cash flows from operating, investing and financing activities of the Company are segregated.

2.3 Significant accounting judgments, estimates and assumptions

The preparation of financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively.

The key assumptions concerning the future and other key sources of estimating uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company has based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

2.3.1 Impairment of financial assets

The Company assesses impairment on financial assets based on Expected Credit Loss (ECL) model. The provision matrix is based on its historically observed default rates over the expected life of the financial assets and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in forward looking estimates are analyzed.



Kothavalsa Infraventures Private Limited

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Notes to the financial statements as at 31st March 2021

Note.3

(Rs. In Lakhs)

Property , Plant and Equipment

Particulars	Land	Office Equipment	Vehicles	Total
Gross Block (at Deemed Cost)				
Balance as at March 31,2020	35,182.38	0.03	0.52	35,182.94
Additions	15.90	-	0.78	16.68
Disposals	-	-	-	-
Balance as at March 31,2021	35,198.28	0.03	1.30	35,199.61
Accumulated Depreciation				
Balance as at March 31,2020	-	0.02	0.12	0.15
Charge for the year	-	0.01	0.10	0.12
Disposals	-	-	-	-
Balance as at March 31,2021	-	0.03	0.22	0.27
Net Block as at March 31, 2020	35,182.38	0.01	0.40	35,182.79
Net Block as at March 31, 2021	35,198.28	-	1.09	35,199.34



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Notes to the financial statements as at 31st March 2021

(Rs. In Lakhs)

4 Investments - Non Current

Particulars	31st March 2021	31st March 2020
Partner Contribution in LLP		
GMR Infraventures LLP		
Towards Capital	50.00	-
GMR Business & Consultancy LLP		
Towards Capital	5,000.00	5,000.00
Towards Current Account	93,562.99	95,092.58
	98,612.99	1,00,092.58

5 Loans and Advances - Non Current

Particulars	31st March 2021	31st March 2020
Loans to Group entites	75,477.57	65,477.57
	75,477.57	65,477.57

6 Other Financial Assets - Non Current

Particulars	31st March 2021	31st March 2020
Interest receivable on Loans	2,155.62	755.77
	2,155.62	755.77

7 Other Non Current Assets

Particulars	31st March 2021	31st March 2020
Taxes Paid (Net of Provision)	312.80	314.32
Rental Deposit	0.07	0.07
	312.87	314.39

8 Cash and Bank balances

Particulars	31st March 2021	31st March 2020
Cash and cash equivalents		
Balances with banks:		
– In current accounts	237.66	16.44
Cash on hand	-	-
	237.66	16.44



Notes to the financial statements as at 31st March 2021

9 Share Capital

Share Capital	31st March 2021		31st March 2020	
	No of Shares	Rs. Lakhs	No of Shares	Rs. Lakhs
Authorised Equity Share of Rs. 1/- Each	47,06,00,000	4,706.00	47,06,00,000	4,706.00
Issued, Subscribed & Fully Paid Up Equity Share	47,06,00,000	4,706.00	47,06,00,000	4,706.00
TOTAL	47,06,00,000	4,706.00	47,06,00,000	4,706.00

a) Reconciliation of the Equity Shares outstanding at the beginning and at the end of the Year

Particulars	31st March 2021		31st March 2020	
	No of Shares	Rs. Lakhs	No of Shares	Rs. Lakhs
Opening Balance	47,06,00,000	4,706.00	47,06,00,000	4,706.00
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Closing Balance	47,06,00,000	4,706.00	47,06,00,000	4,706.00

b) Terms/Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs.1 per share. Every member holding equity shares therein shall have voting rights in proportion to the member's share of the paid up equity share capital. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the equity shareholders.

c) Shares held by the holding/ultimate holding company and/or their subsidiaries/associates.

Particulars	31st March 2021		31st March 2020	
	Number	Rs. Lakhs	Number	Rs. Lakhs
GMR Enterprises Pvt Ltd (along with its nominee)	47,06,00,000	4,706.00	47,06,00,000	4,706.00
TOTAL	47,06,00,000	4,706.00	47,06,00,000	4,706.00

d) Details of the Shareholders holding 5% or more shares in the Company.

SR. NO.	Name of the Share Holder	31st March 2021		31st March 2020	
		No. of Share	% of Holding	No. of Share	% of Holding
1	GMR Enterprises Pvt Ltd (along with its nominee)	47,06,00,000	100.00%	47,06,00,000	100.00%
Total		47,06,00,000	100.00%	47,06,00,000	100.00%

As per record of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



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Notes to the financial statements as at 31st March 2021

(Rs. In Lakhs)

10 Other Equity

Particulars	31st March 2021	31st March 2020
Retained Earnings		
Opening Balance	22,370.85	31,563.91
Add/(Less) : Profit / (Loss) for the year	(16,939.95)	(9,193.06)
Closing Balance	5,430.90	22,370.85
Total Other Equity	5,430.90	22,370.85

11 Financial Liabilities - Non Current -borrowings

Particulars	31st March 2021	31st March 2020
Non Convertible Debentures - (Secured) (Including accrued Interest)	10,352.02	15,289.21
Indian Rupee Term Loans from Financial Institutions (Secured)	29,550.00	31,200.00
Indian Rupee Term Loans from Financial Institutions (Unsecured)	-	2,400.00
Indian Rupee Term Loans from Group Companies & Related Parties (Unsecured)	91,967.14	1,03,028.62
	1,31,869.16	1,51,917.83
The above amount includes		
Secured borrowings	39,902.02	46,489.21
Unsecured borrowings	91,967.14	1,05,428.62
Total	1,31,869.16	1,51,917.83

Secured, unlisted, unrated, redeemable and non-convertible debentures ('NCD') of Rs. 1 lakhs (Rs. 1,00,000) face value each issued to a financial institution amounting to Rs.10,352.02 Lakhs (Including accrued Interest) (March 2020, Rs.Nil). These debentures are secured against the charge on loans and advances of the company to the extent of 1.10 times of the Debentures value and repayable in the month of Nov'2025

During the F.Y 2019-20 the company has issued Secured, unlisted, unrated, non convertible debentures face value Rs. 10,00,000/- each March' 2021 Rs. Nil (March 2020: Rs.15,289.21 Lakhs- Including accrued Interest on NCD's) which are repayable in the month of Dec'2020

Secured Loan from Financial institutions of Rs. 29,550.00 Lakhs (March'2020: Rs. Nil) secured against second Pari -Passu charge on the Current Assets of the Holding Company GMR Enterprises Pvt. Ltd (GEPL) and pledge of 25 % of the company's shares held by the holding company (GEPL) . The loan is repayable in the month of August' 2025.

Secured Loans from Financial institutions of Rs. Nil (March'20: Rs. 31,200.00 Lakhs) secured against second Pari -Passu charge on the Current Assets of the Holding Company GMR Enterprises Pvt. Ltd (GEPL) and the Corporate Guarantee of GEPL . Rs. 25,200 Lakhs is repayable in the month of Nov' 2024 and another Rs. 6,500 Lakhs repayable in the month of Dec'2025. However these loans prepaid during the year

The Company has issued 2,40,00,000 Nos. Unsecured Non Marketable Redeemable Debentures with an option to convert into equity shares (OCD's) face value of Rs. 10/- each for a total amount of Rs. 2,400 Lakhs from Financial Institutions Rs. Nil (March '2020 Rs. 2,400 Lakhs). These OCD's are issued with IRR of 10 % and repayable at the end of 10 years tenure from the date of issue. These NCD's redeemed during the year

Unsecured Loans from Group Companies of Rs. 91,967.14 Lakhs (March 2020: Rs.1,05,428.62 Lakhs) these loans repayable during the next few years as per the terms of the agreement.

12 Financial Liabilities - Current - Borrowings

Particulars	31st March 2021	31st March 2020
Non Convertible Debentures - (Secured) (Including accrued Interest)	17,142.62	-
Indian Rupee Term Loans from Financial Institutions	17,500.00	-
Indian Rupee Term Loans from others	250.00	250.00
	34,892.62	250.00
The above amount includes		
Secured borrowings	34,642.62	-
Unsecured borrowings	250.00	250.00
Total	34,892.62	250.00



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Notes to the financial statements as at 31st March 2021

Secured, unlisted, unrated, redeemable and non-convertible debentures ('NCD') of Rs. 1 lakhs (Rs. 1,00,000) face value each issued to a financial instituon amounting to Rs.17,192.29 Lakhs (Including accrued Interest) (March 2020, Rs.Nil). These debentures are secured against the charge on loans and advances of the company to the extent of 1.10 times of the Debentures value and repayable in the month of Dec'2021

Secured Loans from Financial institutions of Rs. 17,500.00 Lakhs (March'20: Rs.Nil) secured against charge on the receivables of the company Rs. 10,000 Lakhs is repayable in the month of March' 2022 and another Rs. 5,000.00 Lakhs repayable in the month of June'2021.

Unsecured Loans from others Rs. 250 Lakhs(March 2020: Rs. 250 Lakhs) repayable in the month of Sept'2021

13 Trade Payables - Current

Particulars	31st March 2021	31st March 2020
(I) total outstanding dues of micro enterprises and small enterprises	-	-
(II) total outstanding dues of creditors other than micro enterprises and small enterprises	0.23	-
Total	0.23	-

14 Other financial liabilities - Current

Particulars	31st March 2021	31st March 2020
Interest accrued and but not due on borrowings	13,711.88	5,155.18
Audit Fee Payable	0.69	0.45
Total	13,712.58	5,155.63

15 Other Current Liabilities

Particulars	31st March 2021	31st March 2020
Other statutory dues	243.56	298.23
Advances received	21,141.00	17,141.00
Total	21,384.56	17,439.23



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Notes to the financial statements as at 31st March 2021

(Rs. In Lakhs)

16 Other Income

Particulars	31st March 2021	31st March 2020
Interest received on Loans	1,533.43	2,090.73
Profit on sale of Mutual Funds (net)	-	0.64
Net Gain on fair value changes on instrument classified at FVPL	(173.19)	173.19
Interest received on Income Tax Refund	7.88	-
	1,368.11	2,264.56

17 Finance Costs

Particulars	31st March 2021	31st March 2020
Interest on borrowings	16,737.65	9,382.11
Interest on delayed payment of income tax	22.54	1.94
Bank Charges	0.06	0.01
	16,760.25	9,384.05

18 Other Expenses

Particulars	31st March 2021	31st March 2020
Security Charges & House Keeping Charges	0.15	-
Other Expenses	-	0.05
Professional Charges	0.09	23.28
Trustee Charges	4.45	-
Membership Fee	0.05	-
Rates & Taxes	5.71	3.25
Advances Written off	-	38.36
Repairs & Maintenance	9.39	-
Share of Loss in LLP Investment	1,529.59	1,130.11
Loss on sale of Fixed Assets	-	877.92
Local Conveyance	-	0.03
Auditors Remuneration		
Audit Fee	0.75	0.50
	1,550.18	2,073.50



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Notes to Financial Statements for the year ended March 31, 2021

19. The Company operates in a single segment hence there are no reportable segments as per the requirements of Indian Accounting Standard 108 "Segment Reporting" issued by the Institute of Chartered Accountants of India.
20. There are no timing differences between the taxable incomes and accounting income, hence deferred tax does not arise.
21. The Company does not have any employees; hence no provision is considered as required under Indian Accounting Standard-19.
22. Contingent Liabilities: Nil (2020: Nil)
23. Capital Commitments: Nil 2020: Nil)
24. Related Party Transactions:

a) Name of Related Parties and description of relationship:

S.No	Description of Relationship	Name of the Related Party
(i)	Enterprises that control the Company /Holding Company	GMR Enterprises Pvt Ltd
(ii)	Subsidiary & Fellow Subsidiaries (Direct & Indirect) and others – Where transactions taken place	GMR Aerostructure Services Ltd Welfare Trust for GMR Group Employees GMR Business & Consultancy LLP GMR Family Fund Trust GMR Bannerghatta Properties Pvt. Ltd Kirthi Timbers Pvt Ltd Grandhi Enterprises Pvt Ltd GMR Infratech Pvt Ltd Corporate Infrastructure Services Pvt Ltd
(iii)	Enterprises where significant influence exists	Nil
(iv)	Key Management Personnel and their Relatives	Mr. K. Sreemannarayana, Director Mr. Ravi Majeti, Director Mr. Davinder Arora- Company Secretary

a) Profit & Loss account transactions:

(Rs. Lakhs)

Transactions	2020-21	2019-20
Interest received from GMR Enterprises Pvt. Ltd	-	658.43
Interest received from GMR Aerostructure Services Ltd	-	65.73
Interest received from GMR Business & Consultancy LLP	1533.43	834.80
Interest received from Welfare Trust for GMR Group Employees	-	531.77
Interest paid to GMR Enterprises Pvt. Ltd.	3,513.30	2,120.32
Interest Paid to Kirthi Timber Pvt. Ltd.	17.67	-
Interest Paid to Grandhi Enterprises Pvt. Ltd.	13.79	-
Interest paid to GMR Aerostructure Services Ltd	2190.71	-
Interest Paid to GMR Infratech Pvt. Ltd.	645.50	-
Interest Paid to Corporate Infrastructure Services Pvt. Ltd.	372.24	-
Interest paid to GMR Bannerghatta Prop. Pvt. Ltd	4967.35	3,375.01



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b) Other transactions during the year :

(Rs. Lakhs)

Transactions	2020-21	2019-20
Loan taken from GMR Enterprises Pvt. Ltd	66,580.28	1,38,131.26
Loan return to GMR Enterprises Pvt. Ltd	94508.90	85,552.64
Loan given to GMR Enterprises Pvt. Ltd	-	46,087.27
Loan repaid to GMR Enterprises Pvt. Ltd	-	57,500.27
Loan taken from GMR Bannerghatta Properties Pvt. Ltd	7504.00	52,650.00
Loan return to GMR Bannerghatta Properties Pvt. Ltd	36,690.00	2,200.00
Loan taken from Grandhi Enterprises Pvt Ltd	458.13	-
Loan repaid to Grandhi Enterprises Pvt Ltd	340.00	-
Loan taken from Kirthi Timbers Pvt Ltd	465.00	-
Loan taken from GMR Infratech Pvt Ltd	24,740.00	-
Loan repaid to GMR Infratech Pvt. Ltd	22,760.00	-
Loan taken from Corporate Infrastructure Service Pvt Ltd	13,241.00	-
Loan repaid to Corporate Infrastructure Service Pvt Ltd	11,561.00	-
Loan taken from GMR Aerostructure Services Ltd	45,000.00	-
Loan repaid to GMR Aerostructure Services Ltd	3,190.00	-
Loan repaid by GMR Aerostructure Services Ltd	-	4,570.00
Loan given to GMR Aerostructure Services Ltd	-	2,000.00
Loan given to Welfare Trust for GMR Group Employees	-	1,996.97
Loan repaid by Welfare Trust for GMR Group Employees	-	10,721.97
Loan given to GMR Business & Consultancy LLP	-	23,292.57
Loan repaid by GMR Business & Consultancy LLP	15,000.00	1,000.00
Loan given to GMR Family Fund Trust	25,000.00	28,332.00
Loan repaid by GMR Family Fund Trust	-	20.00

c) Outstanding balances as on balance sheet date:

(Rs. Lakhs)

Transactions	2020-21	2019-20
Payable to GMR Enterprises Pvt. Ltd towards Loan	24,650.00	52,578.62
Payable to GMR Enterprises Pvt. Ltd towards Interest on Loan	376.28	1,378.20
Payable to Grandhi Enterprises Pvt. Ltd towards Loan	118.13	-
Payable to Grandhi Enterprises Pvt. Ltd towards Interest on Loan	12.75	-
Payable to Kirthi Timbers Pvt. Ltd towards Loan	465.00	-
Payable to Kirthi Timbers Pvt. Ltd towards Interest on Loan	16.34	-
Payable to GMR Infratech Pvt. Ltd towards Loan	1,980.00	-
Payable to GMR Infratech Pvt. Ltd towards Interest on Loan	629.37	-
Payable to Corporate Infrastructure Service Pvt. Ltd towards Loan	1680.00	-
Payable to Corporate Infrastructure Service Pvt. Ltd towards Interest on Loan	344.33	-
Payable to GMR Bannerghatta Prop. Pvt. Ltd towards loan	21,264.00	50,450.00
Payable to GMR Bannerghatta Prop. Pvt. Ltd towards Interest on Loan	8,157.69	3,240.01
Payable to GMR Aerostructure Services Ltd towards Loan	41,810.00	-
Payable to GMR Aerostructure Service Ltd towards Interest on Loan	2,188.52	-
Receivable from GMR Business & Consultancy LLP towards Loan	10,765.57	25,765.57
Receivable from GMR Business & Consultancy LLP towards interest on Loan	2,155.62	755.77
Receivable from GMR Family Fund Trust towards Loan	64,712.00	39,712.00



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Notes to Financial Statements for the year ended March 31, 2021

i) Transactions and outstanding balances in the nature of reimbursement of expenses incurred by one company on behalf of another have not been considered above.

26. Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend, payment to shareholders, return capital to share holders or issue new shares.

The company monitors capital using a gearing ratio, which is total debt divided by total equity plus total debt.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2021 and 31 March 2020.

Particulars	Rs. Lakhs	
	31 March'21	31 March'20
Total Borrowings (including current maturities)	1,66,761.68	1,52,167.83
Total Debts (A)	1,66,761.78	1,52,167.83
Share Capital	4,706.00	4,706.00
Other Equity	5,430.90	22,370.85
Total Equity (B)	10,136.90	27,076.85
Total equity and total debt (C=A+B)	1,76,898.68	1,79,244.68
Gearing Ratio (%) (A/C)	94.27%	84.89%

27. Fair Value

The carrying amount of all current and non current financial assets and liabilities appearing in the standalone financial statements is reasonable approximation of fair values. Such instruments carried at fair value are disclosed below;

31 March' 21 – Rs. Lakhs					
Particulars	FVT statement of P&L	FVT other comprehensive income	Amortized Cost	Total Carrying value	Total fair value
Current & Non-Current Assets					
Property, Plant and Equipment	-	-	35,199.34	35,199.34	35,199.34
Investments	-	-	98,612.99	98,612.99	98,612.99
Loans & Advances	-	-	75,477.57	75,477.57	75,477.57



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Other financial assets	-	-	2,155.62	2,155.62	2,155.62
Other non-current assets	-	-	312.87	312.87	312.87
Cash & cash equivalents	-	-	237.66	237.66	237.66
Total			2,11,966.05	2,11,966.05	2,11,966.05
Financial Liabilities					
Current & Non – Current Liabilities					
Long – term borrowings			1,31,869.16	1,31,869.16	1,31,869.16
Short – term borrowings			34,892.62	34,892.62	34,892.62
Trade Payables			0.23	0.23	0.23
Other financial liabilities			13,712.58	13,712.58	13,712.58
Other current liabilities			21,384.56	21,384.56	21,384.56
Total	-	-	2,01,859.15	2,01,859.15	2,01,859.15

31 March' 20 – Rs. Lakhs					
Particulars	FVT statement of P&L	FVT other comprehensive income	Amortized Cost	Total Carrying value	Total fair value
Current & Non-Current Assets					
Property, Plant and Equipment	-	-	35,182.79	35,182.79	35,182.79
Investments	-	-	1,00,092.58	1,00,092.58	1,00,092.58
Loans & Advances	-	-	65,477.57	65,477.57	65,477.57
Other non-financial assets	-	-	755.77	755.77	755.77
Other non-current assets	-	-	314.39	314.39	314.39
Cash & cash equivalents	-	-	16.44	16.44	16.44
Total			2,01,839.54	2,01,839.54	2,01,839.54
Financial Liabilities					
Current & Non – Current Liabilities					
Long – term borrowings	-	-	1,51,917.83	1,51,917.83	1,51,917.83
Short – term borrowings	-	-	250.00	250.00	250.00
Trade Payables	-	-	5,155.63	5,155.63	5,155.63
Other financial liabilities			17,493.23	17,493.23	17,493.23
Total			1,74,762.69	1,74,762.69	1,74,762.69



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Notes to Financial Statements for the year ended March 31, 2021

28. Fair value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities grouped into Level 1 to Level 3 as described below:-

Quantitative disclosure fair value measurement hierarchy for assets and liabilities as at 31 March 2021”

Rs.Lakhs

Financial assets measured at fair value	Total	Fair value measurement using		
		Quoted prices in active markets	Significant observable Inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
Investment in subsidiaries and Joint Venture etc.,	98,612.99	-	-	98,612.99

Quantitative disclosure fair value measurement hierarchy for assets and liabilities as at 31 March 2020”

Rs.Lakhs

Financial assets measured at fair value	Total	Fair value measurement using		
		Quoted prices in active markets	Significant observable Inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
Investment in subsidiaries and Joint Venture etc.,	1,00,092.58	-	-	1,00,092.58

- Short-term financial assets and liabilities are stated at carrying value which is approximately equal to their fair value.
- Management uses its best judgement in estimating the fair values of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Company could have realized or paid in sale transactions as of respective dates. As such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.
- Fair value of mutual funds is determined based on the net asset value of the funds.
- There have been no transfers between Level 1, Level 2 and Level 3 during the year ended 31 March 2021.

29. Remuneration to Auditors:

(Rs. Lakhs.)

Particulars	2020-21	2019-20
Audit fees	0.75	0.50
Certification charges	0.02	0.03
Total	0.77	0.53



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30. Foreign Currency Transactions: Nil (2020: Nil)

31. Details of dues to micro and small enterprises as defined under MSMED Act, 2006.

Particulars	31 March' 2021	31 March' 2020
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	Nil	Nil.
Principal amount due to micro and small enterprises	Nil	Nil
Interest due on above	Nil	Nil
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	Nil	Nil
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 the MSMED Act. 2006.	Nil	Nil
The amount of Interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
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 section of MSMED Act 2006.	Nil	Nil

32. (Loss)/Earnings Per Share (EPS)

Basic EPS amounts are calculated by dividing the (loss)/profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the (loss)/profit attributable to equity holder (after adjusting for dividend on the convertible preference shares) by the weighted average number of Equity Shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all dilutive potential Equity Shares into Equity Shares.

The following reflects the income and share data used in the basic and diluted EPS Computations:

(Rs. Lakhs.)

Particulars		2020-21	2019-20
BASIC			
Profit attributable to the shareholders (Rs. Lakhs)	A	(16,939.95)	(9,193.06)
Number of Equity of shares at the beginning of the year	B	47,06,00,000	47,06,00,000
Number of Equity of shares at the end of the year	C	47,06,00,000	47,06,00,000
Weighted average of Equity shares	D	47,06,00,000	47,06,00,000
Nominal value of Equity shares (Rs.)		1	1
EPS – Basic & Diluted (Rs.)	A/D	(3.60)	(1.95)



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Notes to Financial Statements for the year ended March 31, 2021

33. Previous year figures have been regrouped and reclassified, wherever, to confirm to those of the current year.

As per our report of even date
For S.Venkatadri & Co.,
Chartered Accountants
Firm Registration No : 004614S


K. Srinivasa Rao
Partner
M.No:201470



For and on behalf of the Board of Directors of
Kothavalsa Infraventures Private Limited


K.Sreemannarayana
Director
DIN.01876402


Ravi Majeti
Director
DIN.07106220

Place : New Delhi
Date : 6th September' 2021


Davinder Arora
Company Secretary
M.No.ACS-52108

