

**GMR Visakhapatnam International Airport Limited**  
**CIN: U74999AP2020PLC114561**  
**Standalone Balance Sheet as at March 31, 2023**  
**(All amounts in Rs. Lakhs, except otherwise stated)**

Particulars	Notes	As at March 31, 2023	As at March 31, 2022
<b>Non-current assets</b>			
Property, plant and equipment	3	7.78	0.48
Capital work in progress	4	4,252.32	2,846.17
Income tax assets (net)	5	2.53	-
<b>Current assets</b>			
Financial Assets			
(i) Investments	6	583.10	197.27
(ii) Trade Receivables		-	-
(iii) Cash and cash equivalents	7	70.00	25.99
(iv) Bank balance other than Cash and cash equivalents	7	920.00	-
(iv) Others	8	15.23	-
Other current assets	9	521.43	337.12
<b>Total Assets</b>		<b>6,372.39</b>	<b>3,407.03</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	10	6,059.00	3,175.00
Other Equity	11	(47.11)	(45.12)
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial Liabilities			
(i) Borrowings		-	-
(ii) Other financial liabilities		-	-
Provisions	12	30.92	46.72
Other non-current liabilities			
Other financial liabilities	14	70.29	-
Deferred tax liabilities (net)		-	-
<b>Current liabilities</b>			
Financial Liabilities			
(i) Borrowings		-	-
(i) Trade Payables	13	-	-
(ii) Other financial liabilities	14	102.64	100.23
Other current liabilities	15	39.52	34.81
Provisions	12	117.13	95.39
<b>Total Equity and Liabilities</b>		<b>6,372.39</b>	<b>3,407.03</b>
Summary of significant accounting policies	2		
The accompanying notes are integral part of the financial statements.			

**For K.S. Rao & Co.**  
Firm Registration Number : 003109S  
Chartered Accountants  
Sudarsana  
Gupta M S  
Sudarshana Gupta M S  
Partner  
Membership no.: 223060  
Place: New Delhi  
Date : 05th May 2023

**For and on behalf of the board of directors of**  
**GMR Visakhapatnam International Airport Limited**

**BUCHISANYA**  
**SI RAJU**  
**GRANDHI**  
**GBS Raju**  
Director  
DIN- 00061686  
**MANOM**  
**AY RAI**  
**Manomay Rai**  
Chief Executive Officer  
PAN: AEAPR4669G

**DIBYARANJ**  
**AN MISHRA**  
**Dibyaranjan Mishra**  
Company Secretary  
PAN: AWQPM3786R  
Place: New Delhi  
Date : 05th May 2023

**Prabhakara**  
**Rao Indana**  
**Prabhakara Indana Rao**  
Director  
DIN- 03482239  
**SANDIP**  
**SINHA RAY**  
**Sandip S Ray**  
Chief Financial Officer  
PAN: AEFPR3115Q

**GMR Visakhapatnam International Airport Limited**  
**CIN: U74999AP2020PLC114561**  
**Standalone Statement of Profit and Loss for the year ended March 31, 2023**  
**(All amounts in Rs. Lakhs, except otherwise stated)**

Particulars	Notes	Year ended March 31, 2023	Year ended March 31, 2022
<b>I Revenue From Operations</b>		-	-
Other Income	16	38.06	7.61
<b>Total Revenue (I)</b>		<b>38.06</b>	<b>7.61</b>
<b>II EXPENSES</b>			
Employee Benefits Expense		-	-
Finance Costs	17	0.74	-
Depreciation and amortization expense		0.91	-
Other Expenses	18	38.40	34.89
<b>Total expenses (II)</b>		<b>40.05</b>	<b>34.89</b>
<b>III (Loss)/Profit before exceptional items and tax (I-II)</b>		<b>(1.99)</b>	<b>(27.28)</b>
<b>IV Exceptional Items</b>		-	-
<b>V (Loss)/Profit before tax (III-IV)</b>		<b>(1.99)</b>	<b>(27.28)</b>
<b>VI Tax expense:</b>			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
<b>VII (Loss)/Profit for the year (V-VI)</b>		<b>(1.99)</b>	<b>(27.28)</b>
<b>VIII Other Comprehensive Income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Re-measurement gains (losses) on defined benefit plans		-	-
Income tax effect		-	-
<b>IX Total Comprehensive Loss for the period (VII + VIII)</b> (Comprising Profit (Loss) and Other Comprehensive Income for the period)		<b>(1.99)</b>	<b>(27.28)</b>
<b>X Earnings per equity share:</b>			
(1) Basic (In Rs.)		(0.00)	(0.16)
(2) Diluted (In Rs.)		(0.00)	(0.16)

The accompanying notes are integral part of the financial statements.

In terms of our report attached.

**For K.S. Rao & Co.**

Firm Registration Number : 003109S

Chartered Accountants

**Sudarsana**

Digitally signed by Sudarsana  
Gupta M S  
Date: 2023.05.06 14:23:29  
+05'30'

**Gupta M S**

**Sudarshana Gupta M S**

Partner

Membership no.: 223060

**Place: New Delhi**

**Date : 05th May 2023**

**For and on behalf of the board of directors of**

**GMR Visakhapatnam International Airport Limited**

**BUCHISANYA**

**SI RAJU**

**GRANDHI**

**GBS Raju**

Director

DIN- 00061686

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**Manomay Rai**

Chief Executive Officer

PAN: AEAPR4669G

**DIBYARANJAN**

**AN MISHRA**

**Dibyanranjan Mishra**

Company Secretary

PAN: AWQPM3786R

**Place: New Delhi**

**Date : 05th May 2023**

**Prabhakara**  
**Rao Indana**

**Prabhakara Indana Rao**

Director

DIN- 03482239

**SANDIP**

**SINHA RAY**

**Sandip S Ray**

Chief Financial Officer

PAN: AEFPR3115Q

GMR Visakhapatnam International Airport Limited

CIN: U74999AP2020PLC114561

Standalone Statement of Changes in Equity for the year ended March 31, 2023

(All amounts in Rs. Lakhs, except otherwise stated)

Particulars	Equity share capital	Other Equity			Total other equity	Total Equity
		Reserves and Surplus		Share Application Money		
		Retained Earnings	Other Reserve			
Opening balances as at 1 Apr 2021	450.00	(17.84)	-	450.00	432.16	882.16
Share Issued	2,725.00	-	-	(2,725.00)	(2,725.00)	-
Application Money received during the period	-	-	-	2,275.00	2,275.00	2,275.00
(Loss) / Profit for the year	-	(27.28)	-	-	(27.28)	(27.28)
<b>Balance as at March 31, 2022</b>	<b>3,175.00</b>	<b>(45.12)</b>	-	-	<b>(45.12)</b>	<b>3,129.88</b>
Opening balances as at 1 Apr 2022	3,175.00	(45.12)	-	-	(45.12)	3,129.88
Application Money received during the period	-	-	-	2,884.00	2,884.00	2,884.00
Share Issued	2,884.00	(1.99)	-	(2,884.00)	(2,884.00)	-
(Loss) / Profit for the year	-	(47.11)	-	-	(1.99)	(1.99)
<b>Balance as at March 31, 2023</b>	<b>6,059.00</b>	<b>(47.11)</b>	-	-	<b>(47.11)</b>	<b>6,011.89</b>

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The accompanying notes are integral part of the financial statements.

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In terms of our report attached.

For **K.S. Rao & Co.**

Firm Registration Number : 003109S

Chartered Accountants

Sudarsana

Gupta M S

**Sudarshana Gupta M S**

Partner

Membership no. : 223060

Place: New Delhi

Date : 05th May 2023

For and on behalf of the board of directors of

**GMR Visakhapatnam International Airport Limited**

**BUCHISANYA**

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Chief Financial Officer

PAN: AEFPR3115Q

Place: New Delhi

Date : 05th May 2023

**GMR Visakhapatnam International Airport Limited**  
**CIN: U74999AP2020PLC114561**  
**Standalone Cash Flow Statement for the year ended March 31, 2023**  
(All amounts in Rs. Lakhs, except otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
<b>I. Cash flow from operating activities:</b>		
A. Profit before tax (including OCI component)	(1.99)	(27.28)
B. Adjustment for income/expense to be adjusted under other heads :		
Profit on sale of Mutual Funds	(19.80)	(5.92)
Depreciation	0.91	
Interest income on security deposits measured at amortised cost	(2.21)	
Amortisation of non-current security deposits measured at amortised cost	0.74	
MTM gain and loss on Mutual Funds	(0.82)	(1.70)
C. Adjustment for Working capital requirement:		
(Increase)/decrease in other current assets	(199.54)	(213.07)
Increase/(decrease) in provisions	5.94	3.12
Increase/(decrease) in Other current Liabilities	4.71	(1.15)
Increase/(decrease) in Trade Payables	-	(0.30)
Increase/(decrease) in Other Financial Liabilities	84.99	(78.31)
<b>Cash Flow used in operations</b>	<b>(127.06)</b>	<b>(324.60)</b>
Direct taxes refund / (Paid)-(net)	(2.53)	
<b>Net cash flow from operating activities (I)</b>	<b>(129.59)</b>	<b>(324.60)</b>
<b>II. Cash flows from investing activities</b>		
A. Purchase/Sale of Mutual Fund (Net)	(365.22)	214.04
B. Project related expenses(CWIP)	(1,416.97)	(2,169.61)
C. Security Deposit Received	-	-
D. Property plant and equipment(PPE)	(8.21)	(0.64)
E. Purchase of fixed deposit to be held as margin money with bank	(920.00)	
<b>Net cash flow from/ (used in) investing activities (II)</b>	<b>(2,710.40)</b>	<b>(1,956.21)</b>
<b>III. Cash flows from financing activities</b>		
A. Increase in Share Capital	2,884.00	2,275.00
Share Application Money / Issued	-	-
<b>Net cash flow (used in) financing activities (III)</b>	<b>2,884.00</b>	<b>2,275.00</b>
<b>IV. Net (decrease) in cash and cash equivalents (I + II + III)</b>	<b>44.01</b>	<b>(5.81)</b>
Cash and cash equivalents at the beginning of the year	25.99	31.80
<b>V. Cash and cash equivalents at the end of the year</b>	<b>70.00</b>	<b>25.99</b>
<b>VI. Components of cash and cash equivalents:</b>		
a. Cash on hand		
b. Cheques, Drafts and Stamps on hand		
c. With banks:		
i. On Current Account	70.00	25.99
ii. Deposits with original maturity of less than three months	-	
<b>Total cash and cash equivalents</b>	<b>70.00</b>	<b>25.99</b>

The accompanying notes are integral part of the financial statements.

In terms of our report attached.

**For K.S. Rao & Co.**  
Firm Registration Number : 003109S  
Chartered Accountants  
Sudarsana Gupta  Digitally signed by Sudarsana Gupta M S  
M S Date: 2023.05.06 14:24:47 +05'30'

**Sudarshana Gupta M S**  
Partner  
Membership no.: 223060  
**Place: New Delhi**  
**Date : 05th May 2023**

**For and on behalf of the board of directors of**  
**GMR Visakhapatnam International Airport Limited**

BUCHISANYASI  
RAJU GRANDHI 

**GBS Raju**  
Director  
DIN- 00061686

MANOMA  
Y RAI 

**Manomay Rai**  
Chief Executive Officer  
PAN: AEAPR4669G

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AN MISHRA 

**Dibyaranjan Mishra**  
Company Secretary  
PAN: AWQPM3786R

**Place: New Delhi**  
**Date : 05th May 2023**

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Rao Indana 

**Prabhakara Indana Rao**  
Director  
DIN- 03482239

SANDIP  
SINHA RAY 

**Sandip S Ray**  
Chief Financial Officer  
PAN: AEFPR3115Q

## **GMR Visakhapatnam International Airport Limited**

CIN: U74999AP2020PLC114561

### **Notes forming part of the Financial Statements for the year ended Mar 31, 2023**

#### **1. Corporate Information**

GMR Visakhapatnam International Airport Limited ('GVIAL' or 'the Company') is a Company domiciled in India and was incorporated on May 19, 2020 under the provisions of the Companies Act, 2013, for Development, Operation and Maintenance on DBFOT basis (Design, Build, Finance, Operate and Transfer) a greenfield international airport at Bhogapuram, Vizianagaram. GMR Airports Limited ('GAL'), a subsidiary of GMR Airport Infrastructure Limited ('GAIL'), holds majority shareholding in the Company.

#### **2. Significant Accounting Policies**

##### **Statement of compliance**

The financial statements of the Company have been prepared and presented in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013 ('the Act').

##### **Basis of preparation and presentation:**

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of Companies Act, 2013 (the 'Act') (to the extent notified).

The financial statements are presented in Indian Rupees (INR) Lakhs

##### **Use of estimates and judgements**

The preparation of Financial Statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent liabilities, at the end of the reporting year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

##### **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:

- i) Expected to be realised or intended to be sold or consumed in normal operating cycle
- ii) Held primarily for the purpose of trading
- iii) Expected to be realised within twelve months after the reporting period, or
- iv) 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:

- i) It is expected to be settled in normal operating cycle
- ii) It is held primarily for the purpose of trading
- iii) It is due to be settled within twelve months after the reporting period, or
- iv) 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.

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

##### **Property, plant and equipment**

Property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment loss, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Assets under installation or under construction as at the balance sheet date are shown as "Capital work-in-progress (CWIP)". However, CWIP relating to the development fund are being net off from the Development fee accrued (to the extent not utilized) and are not included in CWIP. Expenditure including finance charges directly relating to construction activity is capitalized.

Capital work in progress includes leasehold improvements under development as at the balance sheet date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Further, when each major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment if the recognition criteria are satisfied. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

##### **Depreciation**

Property, plant and equipment are depreciated on straight line basis using the rates arrived at based on the useful lives estimated by the management.

**GMR Visakhapatnam International Airport Limited**

CIN: U74999AP2020PLC114561

Notes forming part of the Financial Statements for the year ended Mar 31, 2023

<b>3 Property, plant and equipment</b>	<b>(Amount in lakhs)</b>	
	<b>Computers</b>	<b>Property, Plant and Equipment Total</b>
<b>Cost</b>		
<b>As at April 1,2021</b>	-	-
Additions	0.64	0.64
Disposals	-	-
<b>As at March 31, 2022</b>	<b>0.64</b>	<b>0.64</b>
Additions	8.21	8.21
Disposals	-	-
<b>As at March 31, 2023</b>	<b>8.85</b>	<b>8.85</b>
<b>Accumulated Amortization</b>		
<b>As at April 1,2021</b>	-	-
Charge for the period	0.16	0.16
Disposals	-	-
<b>As at March 31, 2022</b>	<b>0.16</b>	<b>0.16</b>
Charge for the period	0.91	0.91
Disposals	-	-
<b>As at March 31, 2023</b>	<b>1.07</b>	<b>1.07</b>
<b>Net Book value</b>		
<b>As at March 31, 2023</b>	<b>7.78</b>	<b>7.78</b>
<b>As at March 31, 2022</b>	-	-

GMR Visakhapatnam International Airport Limited  
CIN: U74999AP2020PLC114561  
Notes forming part of the Financial Statements for the year ended Mar 31, 2023  
(All amounts in Rs. Lakhs, except otherwise stated)

**4. Capital Work in Progress**

Particulars	As at March 31, 2023	As at March 31, 2022
CWIP-Project	4,252.32	2,846.17
Total	<b>4,252.32</b>	<b>2,846.17</b>

**5. Income tax assets (net)**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Advance income tax assets (net)</b>		
Advance payment of tax	2.53	-
Less: Provision for income tax	-	-
	<b>2.53</b>	<b>-</b>

**6. Investment**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Current Investment in Mutual Fund</b>		
UTI Overnight Fund - Direct Growth Plan (No. of units CY: NIL (PY: 6779.162))	-	197.27
ICICI Prudential Overnight Fund Direct Plan Growth (No. of units CY: 48251.004 (PY: NIL))	583.10	-
Total	<b>583.10</b>	<b>197.27</b>

**7. Cash and Cash Equivalent**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Current</b>		
-Cash on hand	-	-
-Cheques / drafts on hand	-	-
-Deposits with original maturity of less than three months	-	-
-Balances with Banks		
-In current accounts	70.00	25.99
<b>Total balance cash and cash equivalents</b>	<b>70.00</b>	<b>25.99</b>
<b>Bank balance other than cash and cash equivalents</b>		
Fixed Deposit		
- Others- Fixed deposit with Bank held as Margin Money(12 Months)	920.00	-
Total	<b>920.00</b>	<b>-</b>

**8. Other Financial Assets**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Current</b>		
Current Fixed deposit held as margin money	-	-
Current interest accrued on Fixed deposit	15.23	-
	<b>15.23</b>	<b>-</b>

**9. Other Current Assets**

Particulars	As at March 31, 2023	As at March 31, 2022
Balances with statutory/ government authorities	490.32	331.21
Other Recoverable	7.35	5.91
Prepaid Expenses	23.76	-
Total	<b>521.43</b>	<b>337.12</b>

GMR Visakhapatnam International Airport Limited  
CIN: U74999AP2020PLC114561  
Notes forming part of the Financial Statements for the year ended Mar 31, 2023  
(All amounts in Rs. Lakhs, except otherwise stated)

**10. Share Capital**

Particulars	As at March 31, 2023	As at March 31, 2022
Authorised : 75,0,00,000 equity shares of Rs. 10 each (P.Y. 5,00,00,000 equity shares)	7,500.00	5,000.00
	<b>7,500.00</b>	<b>5,000.00</b>
<u>Shares Issued, Subscribed and Paid up pending Allotment</u> 60,590,000 equity shares of Rs.10 each (P.Y. 31,750,000 equity shares)	6,059.00	3,175.00
	<b>6,059.00</b>	<b>3,175.00</b>
<u>Issued, subscribed and paid up share capital</u> 60,590,000 equity shares of Rs.10 each (P.Y. 31,750,000 equity shares)	6,059.00	3,175.00
<b>Total</b>	<b>6,059.00</b>	<b>3,175.00</b>

**a. Reconciliation of Shares Outstanding at the beginning and end of the reporting year**

Equity Shares	As at March 31, 2023		As at March 31, 2022	
	Number	Amounts	Number	Amounts
At the beginning of the year	3,17,50,000	3,175.00	45,00,000	450.00
Issued during the year	2,88,40,000	2,884.00	2,72,50,000	2,725.00
Outstanding at the end of the year	<b>6,05,90,000</b>	<b>6,059.00</b>	<b>3,17,50,000</b>	<b>3,175.00</b>

**b. Terms/Rights Attached to equity Shares**

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. 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 shareholders.

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

Name of Shareholder	As at March 31, 2023	
	No. of Shares held	Amounts
GMR Airports Limited 6,05,90,000 equity shares of Rs.10 each*	<b>6,05,90,000</b>	<b>6,059</b>

**d. Details of Shareholders holding more than 5% of equity shares in the Company**

Name of Shareholder	As at March 31, 2023	
	No. of Shares held	% Holding in Class
Equity shares of Rs. 10 each		
GMR Airports Limited*	6,05,90,000	100.00%
	<b>6,05,90,000</b>	<b>100.00%</b>

\*99.99% shares are held by GMR Airports Limited and balance are held by the Company only through nominees.



**GMR Visakhapatnam International Airport Limited**  
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**Notes forming part of the Financial Statements for the year ended Mar 31, 2023**  
**(All amounts in Rs. Lakhs, except otherwise stated)**

**11. Other Equity**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Surplus in the statement of profit and loss</b>		
Balance as per last financial statements	(45.12)	(17.84)
Add: Net profit for the year	(1.99)	(27.28)
Net surplus in the statement of profit and loss	(47.11)	(45.12)
<b>Other items of Comprehensive Income</b>		
Re-measurement gains on defined benefit plans	-	-
	-	-
Share Application Money Pending Allotment	-	-
<b>Total</b>	<b>(47.11)</b>	<b>(45.12)</b>

**12. Provisions**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Non current</b>		
Provision for leave benefit	-	-
Provision for gratuity	30.92	46.72
	<b>30.92</b>	<b>46.72</b>
<b>Current</b>		
Provision for leave benefit	74.46	83.60
Provision for gratuity	-	10.94
Provision for Super Annuation Fund	0.86	0.84
Provision for VPP/SVP	41.82	-
Provision for Tax (Net of advance tax)	-	-
<b>Total</b>	<b>117.13</b>	<b>95.39</b>

**13. Trade Payables**

Particulars	As at March 31, 2023	As at March 31, 2022
Trade Payable		
Due to Micro enterprises and small enterprises		
Trade Payable-Related Party	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**GMR Visakhapatnam International Airport Limited**  
**CIN: U74999AP2020PLC114561**  
**Notes forming part of the Financial Statements for the year ended Mar 31, 2023**  
**(All amounts in Rs. Lakhs, except otherwise stated)**

**14. Other Financial Liabilities**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Non Current</b>		
Security Deposit Received		
Related Party	11.11	
Deferred Income	59.19	
	<b>70.29</b>	<b>-</b>
<b>Current</b>		
Security Deposit Received		
Related Party	1.00	1.00
Deferred Income	3.23	-
Earnest money deposits	10.00	
Payable on purchase of property, plant and equipment including capital work-in-progress		
Related party	29.31	83.00
Others	59.10	16.23
<b>Total</b>	<b>102.64</b>	<b>100.23</b>

**15. Other liabilities**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Others</b>		
GST Payable	0.44	0.44
Labour Welfare Payable	0.03	0.02
PF Payable	3.01	2.78
Salary & Reimbursement Payable	13.39	15.27
TDS Payable	22.64	16.30
<b>Total</b>	<b>39.52</b>	<b>34.81</b>

**GMR Visakhapatnam International Airport Limited**

CIN: U74999AP2020PLC114561

Notes forming part of the Financial Statements for the year ended Mar 31, 2023

(All amounts in Rs. Lakhs, except otherwise stated)

**16. Other income**

Particulars	For the year ended 31 March 2023	For the period ended 31 Mar 2022
Profit on sale of Mutual funds	19.80	5.92
MTM gain and loss on mutual fund	0.82	1.70
Other Income	-	-
Interest Income	15.23	-
Amortisation of deferred income	2.21	-
<b>Total</b>	<b>38.06</b>	<b>7.61</b>

**17. Finance Cost**

Particulars	For the year ended 31 March 2023	For the period ended 31 Mar 2022
Interest - others	0.74	-
<b>Total</b>	<b>0.74</b>	<b>-</b>

**18. Other expenses**

Particulars	For the year ended 31 March 2023	For the period ended 31 Mar 2022
Payment to auditors	1.00	1.00
Directors Sitting Fees	4.60	3.45
Legal and Professional	2.22	1.83
Rent	7.60	-
Rates And Taxes	22.98	27.09
Miscellaneous Expenses	-	1.52
<b>Total</b>	<b>38.40</b>	<b>34.89</b>

Particulars	For the year ended 31 March 2023	For the period ended 31 Mar 2022
<b>*Payment to Auditors (Included in other expenses above)</b>		
<b>As Auditor</b>		
Audit fee	1.00	1.00
Out of pocket expenses	-	-
<b>Total</b>	<b>1.00</b>	<b>1.00</b>

**GMR Visakhapatnam International Airport Limited****CIN: U74999AP2020PLC114561****Notes forming part of the Financial Statements for the year ended Mar 31, 2023****(All amounts in Rs. Lakhs, except otherwise stated)****19. Earnings Per Share (EPS)**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average of Equity shares outstanding during the period.

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

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

<b>Particulars</b>	<b>For the year ended 31 March 2023</b>	<b>For the period ended 31 Mar 2022</b>
Profit available to equity shareholders	(1.99)	(27.28)
<b>Weighted average number of Equity shares (Basic)</b>	5,22,82,022	1,68,22,603
<b>Weighted average number of Equity shares (Weighted)</b>	5,22,82,022	1,68,22,603
Earning Per Share (Basic) (in Rs)	(0.00)	(0.16)
Earning Per Share (Diluted) (in Rs)	(0.00)	(0.16)
Face value per share (in Rs)	10.00	10.00

**GMR Visakhapatnam International Airport Limited**

CIN: U74999AP2020PLC114561

Notes forming part of the Financial Statements for the year ended Mar 31, 2023

(All amounts in Rs. Lakhs, except otherwise stated)

**20. Related Party Transactions:**

In accordance with the Ind AS 24, on related party disclosure, name of the related party, related party

a) Names of the related parties and description of related parties:

S. No.	Description of relationship	Name of the related parties
I	Ultimate Holding Company	GMR Enterprises Private Limited
II	Intermediate Holding Company	GMR Airports Infrastructure Limited (GAIL) (formerly known as GMR Infrastructure Limited)
III	Holding Company	GMR Airports Limited
IV	Fellow subsidiaries (including subsidiary companies of the ultimate/intermediate holding Company) (where transactions have taken place)	Raxa Security Services Limited GeoKno India Private Limited
V	Key management personnel (KMP)	Mallikarjuna Rao Grandhi (Director) Buchisanyasi Raju Grandhi (Director) I P Rao (Director) M Ramachandran (Director) Siva Kameswari Vissa (Director) SGK Kishore (Director) Bimal Parekh (Director) Regis Lacote (Director) Goker Kose (Director) Manomay Rai (Chief Executive Officer) Sandip Sinha Ray (Chief Financial Officer) Dibyaranjan Mishra (Company Secretary)

(b) (i) Summary of balances with the above related parties is as follows:

Balances as on Date	As at March 31, 2023	As at March 31, 2022
<b>Balance Recoverable / (Payable)</b>		
<b>Security Deposit Received / (paid)</b>		
Raxa Security Services Limited	1.00	1.00
B Rama Devi	(1.90)	
<b>Concessionaire deposit (non-current) received from:</b>		
GMR Airports Limited	11.11	
<b>Deferred income on financial liabilities (Non-current) carried at amortized cost:</b>		
GMR Airports Limited	59.19	
<b>Deferred income on financial liabilities (current) carried at amortized cost:</b>		
GMR Airports Limited	3.23	
<b>Non-Trade payable</b>		
GMR Airports Limited	29.31	83.00
GeoKno India Private Limited	-	-
<b>Equity share capital issued to:</b>		
GMR Airports Limited	6,059.00	3,175.00

**GMR Visakhapatnam International Airport Limited****CIN: U74999AP2020PLC114561****Notes forming part of the Financial Statements for the year ended Mar 31, 2023****(All amounts in Rs. Lakhs, except otherwise stated)**

(b) (ii) Summary of transaction with the above related parties is as follows:

<b>Transactions during the period</b>	<b>As at March 31, 2023</b>	<b>As at March 31, 2022</b>
<b>Share application money received from:</b>		
GMR Airports Limited		-
<b>Equity share capital issued to:</b>		
GMR Airports Limited	2,884.00	2,725.00
<b>Security Deposit Received</b>		
Raxa Security Services Limited	-	-
GMR Airports Limited	75.00	
<b>Security Deposit paid</b>		
B Rama Devi	1.90	
<b>Land/Lease Rental paid</b>		
B Rama Devi	7.60	
<b>Director's Sitting Fees</b>		
G B S Raju	0.60	0.60
M. Ramachandran	1.25	0.85
Mallikarjuna Rao Grandhi	0.60	0.45
Ms. Siva Kameshwari Vissa	1.20	0.75
Bimal Parekh	0.95	0.80
<b>Amortisation of deferred revenue:</b>		
GMR Airports Limited	2.21	
<b>Interest on concessionaire deposits</b>		
GMR Airports Limited	0.74	
<b>Tender Award Fees</b>		
GMR Airports Limited	10.00	
<b>BG Commission</b>		
GMR Airports Limited	31.07	83.00
<b>Arial Lidar Survey Expenses</b>		
GeoKno India Private Limited	-	22.50
<b>Bid processing fee</b>		
GMR Airports Limited	1.00	-

**GMR Visakhapatnam International Airport Limited****CIN: U74999AP2020PLC114561****Notes forming part of the Financial Statements for the year ended Mar 31, 2023****(All amounts in Rs. Lakhs, except otherwise stated)****21. Contingent liabilities not provided for:**

Particulars	As at March 31, 2023	As at March 31, 2022
i) In respect of Income tax matters	Nil	Nil
ii) In respect of Indirect tax matters	Nil	Nil
iii) Claim against the Company not acknowledged as debt	Nil	Nil
iv) In respect of other matters	Nil	Nil

**22. Capital and Other Commitments:**

As at Mar 31, 2023, the Company has estimated amount of contracts remaining to be executed on capital account not provided for **Rs. 322 lakhs** (31 March 22: 858 lakhs).

**Other Commitments:**

As per the terms of concession agreement with Andhra Pradesh Airports Development Corporation Limited ('authority') following financial commitments are to be complied by the Company:

- The Company is required to pay concession fee of Rs.1/- per annum
- As per the terms of concession agreement with Andhra Pradesh Airports Development Corporation Limited ('authority'), the Company is required to pay per passenger fee of Rs.303 per domestic passenger and Rs.606 per international passenger from 10th anniversary from phase 1 COD on a monthly basis. The company has not yet commenced operations.
- the Company is required to pay project development fee of Rs.11,60,00,000/- within 30 days of the Appointed Date. The Appointed Date is yet to be complied with.
- the Company is liable to pay license fee of Rs.20,000/- per acre per annum increased by 6% every year from the Appointed Date during the subsistence of this agreement. The Appointed Date is yet to be complied with.
- the Company is liable to pay lease rent of Rs.20,000/- per annum during the period of concession.
- The Company has given an irrecoverable and unconditional Bank Guarantee issued by HSBC Bank Limited to APDCL of Rs. 4,600.00 lakhs (March 31, 2022: Rs. NIL lakhs) in respect of security for due and faithful performance of its obligations, under and in accordance with the Concession Agreement (Performance Security).

GMR Visakhapatnam International Airport Limited

CIN: U74999AP2020PLC114561

Notes forming part of the Financial Statements for the year ended Mar 31, 2023

(All amounts in Rs. Lakhs, except otherwise stated)

### 23. Fair Value Measurement

i) The carrying value and fair value of financial instruments by categories as of February 28, 2023 are as under:

Particulars	As at March 31, 2023			
	Financial assets/ (financial liabilities) at fair value through profit or loss (FVTPL)	Financial assets/(financial liabilities) at fair value through other comprehensive income (FVTOCI)	Total carrying value	Total fair value Level 1
<b>Financial assets/(financial liabilities)</b>				
Investment in units of Mutual Fund	583.10	-	583.10	583.10

iii) Fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of March 31, 2022

Particulars	As at March 31, 2022	Financial assets/(financial liabilities) at fair value through other comprehensive income (FVTOCI)	Total carrying value	Total fair value Level 1
<b>Financial assets</b>				
Investment in units of Mutual Fund	197.27	-	197.27	197.27

iv) Financial assets and financial liabilities that are not measured at fair value are as under:

Particulars	As at March 31, 2023		As at March 31, 2022	
	Amortised Cost	Fair value	Amortised Cost	Fair value
<b>Financial assets</b>				
Cash and cash equivalent	70.00	70.00	25.99	25.99
Other financial assets	15.23	15.23	-	-
<b>Financial liabilities</b>				
Borrowings	-	-	-	-
Other financial liabilities	172.93	172.93	100.23	100.23
Other current liabilities	39.52	39.52	34.81	34.81
Trade payables	-	-	-	-

The carrying value of above financial assets and financial liabilities approximate its fair value.



**GMR Visakhapatnam International Airport Limited**

CIN: U74999AP2020PLC114561

**Notes forming part of the Financial Statements for the year ended Mar 31, 2023**

(All amounts in Rs. Lakhs, except otherwise stated)

**24. Ratios**

Ratio	Numerator	Denominator	As at 31 March 2023	As at 31 March 2022	% Change	Remarks
Current Ratio	Current assets	Current liabilities	8.14	2.43	235%	

Note:

The company has not commenced its operations as on reporting date and there is no revenue from operations; hence disclosure of other specified ratios are not applicable to the Company.

**25. Ageing analysis****A) Ageing schedule of capital work-in-progress**

As at 31 March 2023	Less than 1	1-2 years	2-3 years	More than 3	Total
Projects in progress	1,406.15	2,169.76	676.41	-	4,252.32
Projects temporarily suspended	-	-	-	-	-

As at 31 March 2022	Less than 1	1-2 years	2-3 years	More than 3	Total
Projects in progress	2,169.76	676.41	-	-	2,846.17
Projects temporarily suspended	-	-	-	-	-

**B) Ageing schedule of trade payables**

As at 31 March 2023	Outstanding from the due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>Un-disputed trade payables</b>					
Micro, small and medium enterprises	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

As at 31 March 2022	Outstanding from the due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>Un-disputed trade payables</b>					
Micro, small and medium enterprises	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

24. Previous period / year figures are regrouped / rearranged wherever necessary to confirm with that of current period / year figures.

In terms of our report attached.

**For K.S. Rao & Co.****Firm Registration Number : 003109S**

Chartered Accountants

Sudarsana  
Gupta M S

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**Sudarshana Gupta M S**

Partner

Membership no.: 223060

**Place: New Delhi****Date : 05th May 2023****For and on behalf of the board of directors of****GMR Visakhapatnam International Airport Limited**

**BUCHISANYASI  
RAJU GRANDHI**

Digitally signed by BUCHISANYASI RAJU GRANDHI  
DN: cn=Buchisan, o=GMR Visakhapatnam International Airport Limited, c=IN  
Date: 2023.05.06 12:22:37 +05'30'

**GBS Raju**

Director

DIN- 00061686

**MANO  
MAY RAI**

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DN: cn=Mano May Rai, o=GMR Visakhapatnam International Airport Limited, c=IN  
Date: 2023.05.06 12:22:37 +05'30'

- **Manomay Rai**  
Chief Executive Officer  
PAN: AEAPR4669G

**DIBYARANJAN  
MISHRA**

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DN: cn=Dibyaranjan Mishra, o=GMR Visakhapatnam International Airport Limited, c=IN  
Date: 2023.05.06 12:22:37 +05'30'

**Dibyaranjan Mishra**

Company Secretary

PAN: AWQPM3786R

**Place: New Delhi****Date : 05th May 2023**

**Prabhakara  
Rao Indana**

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**Prabhakara Indana Rao**

Director

DIN- 03482239

**SANDIP  
SINHA RAY**

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DN: cn=Sandip Sinha Ray, o=GMR Visakhapatnam International Airport Limited, c=IN  
Date: 2023.05.06 12:22:37 +05'30'

**Sandip S Ray**  
Chief Financial Officer  
PAN: AEFPR3115Q



## INDEPENDENT AUDITOR'S REPORT

To The Members of GMR Visakhapatnam International Airport Limited

### Report on the Audit of Financial Statements

#### Opinion

1. We have audited the accompanying financial statements of M/s. **GMR Visakhapatnam International Airport Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information. (Hereinafter referred to as "financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements for the year ended March 31, 2023 give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs (financial position) of the company as at March 31, 2023, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

#### Basis for Opinion:

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Information Other than the Financial Statements and Auditor's Report thereon:

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

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

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements:**

5. The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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 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.
6. In preparing the financial statements, the Board of Directors 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.
7. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements:**

8. 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.

9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- (i) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - (iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - (v) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified

misstatements in the financial statements.

11. 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.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Report on Other Legal and Regulatory Requirements:**

13. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the company has not paid any remuneration.

14. 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 "Appendix - A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
15. 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 books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
  - e) On the basis of written representations received from the directors as on March 31, 2023 taken on record by the board of directors, none of the directors are disqualified as on March

31, 2023 from being appointed as directors in terms of section 164(2) of the Act.

- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Appendix-B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. There are no pending litigation as on the Balance- Sheet date.
  - 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 required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2023.
  - iv.
    - i. 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 securities premium or any other sources or kind of funds) by the Company to or in any persons or entities, including foreign entities ('the 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 ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
    - ii. The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ('the 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
    - iii. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our attention that causes us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

- v. During the year, the Company has not declared any dividend.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For **K.S. Rao & Co.,**  
Chartered Accountants  
ICAI Firm Registration No: 003109S

**Sudarsana**  
**Gupta M S**  
**Sudarshana Gupta M S**  
Partner  
Membership No. 223060  
UDIN No: 23223060BGXIQF4661

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Sudarsana Gupta M S  
Date: 2023.05.05 20:42:58  
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Place: New Delhi  
Date: 05<sup>th</sup> May 2023

**Appendix - A to the Independent Auditor's Report**

The Appendix referred to in Independent Auditor's Report to the members of the Company on the financial statements for the year ended March 31, 2023, we report that:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets
  - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment ('PPE').
  - (B) The Company doesn't hold any Intangible Assets, accordingly, reporting under clause (i) (a)(B) of the order Is not applicable.
  - (b) The Company has a program of physical verification of PPE and right-to-use assets so to cover all the assets once every three years and to deal with material discrepancies identified on such verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.
  - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company doesn't own any immovable property as on the balance sheet date. However, the properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee.
  - (d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- (ii) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder..
- (iii) (a) The Company doesn't hold any inventories during the year. Hence, disclosure under clause 3(ii)(a) are not applicable.
- (b) As per the information and explanations provided to us, The Company has not availed loan towards working capital requirements in excess of five Crores on the basis of security of current assets and movable assets. Hence, reporting under clause 3(ii)(b) of the order is not applicable.
- (iv) The Company has not made investments in, companies, firms, Limited Liability partnerships, and granted unsecured loans to other parties and Accordingly, reporting under clause 3(iii) of the Order is not applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has no loans, investments, guarantee and security which meets the requirements of section 185 and 186 of the Act and Accordingly, reporting under clause 3(iv) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Company has not accepted



deposits and does not have any unclaimed deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of the clause 3 (v) of the Order are not applicable.

- (vii) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (viii) a) According to the information and explanations given to us and according to the records as produced and examined by us, in our opinion, the Company is regular in depositing with appropriate authorities the undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax, customs duty, cess and other material statutory dues, as applicable, and there are no arrears of outstanding statutory dues as at March 31, 2023 for a period of more than six months from date they become payable.  
b) According to the information and explanations given to us, there are no dues in respect of income tax, sales tax, service tax, value added tax, goods and service tax, customs duty, excise duty, cess which have not been deposited on account of dispute.
- (ix) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (x) (a) According to the information and explanations provided to us, the Company has not availed any loan facility, hence reporting under clause 3(ix)(a) is not applicable.  
(b) According to the information and explanations provided to us, the Company has not been declared wilful defaulter by any bank or financial institution or other lender;  
(c) During the year, the Company has not availed any term loan facility, accordingly, disclosure under clause 3(ix) (c) is not applicable.  
(d) During the year, the Company has not raised any funds on short term basis, hence, disclosure under clause 3(ix)(d) is not applicable.  
(e) On an overall examination of the financial statements of the Company, 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) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (xi) (a) During the year, the Company has not raised moneys by way of rights issue to the existing shareholders and hence reporting on clause 3(x)(a) of the Order is not applicable.  
(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence

reporting under clause 3(x)(b) of the Order is not applicable.

- (xii) (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no fraud on the Company by the officers and employees of the Company has been noticed or reported during the period.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information and explanations provided to us, during the year the company has not received any whistle blower complaints.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xv) According to the information and explanations given to us and on an overall examination of the books of account, provisions with respect to Internal Audit are not applicable to the Company. Accordingly, reporting under clause 3(xiv) is not applicable.
- (xvi) 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 non-cash transactions with directors or persons connected with him as referred to in section 192 of companies Act, 2013. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvii) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) of the Order is not applicable.
- (b) In our opinion, the company is not conducting any Non-Banking Financial or Housing Finance activities. Hence, reporting under clause 3(xvi) (b) of the Order is not applicable.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by RBI. Accordingly, the provisions stated in paragraph 3(xvi)(c) of the Order are not applicable to the Company.
- (d) According to the information explanation provided to us, the group has one CIC as a part of its group.
- (xviii) The Company has incurred cash losses during the financial year amounting to Rs. 1.08 Lakhs and has also incurred cash losses in the immediately preceding financial year

amounting to Rs.27.28 Lakhs.

- (xix) There has been no resignation of the statutory auditors of the Company during the year.
- (xx) 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xxi) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.
- (xxii) The reporting under clause 3(xxi) is not applicable in respect of audit of financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **K.S. Rao & Co.,**  
Chartered Accountants  
ICAI Firm Registration No: 003109S

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**Sudarshana Gupta M S**

Partner

Membership No. 223060

UDIN No: 23223060BGXIQF4661

Place: New Delhi  
Date: 05<sup>th</sup> May 2023

**Appendix - B to the Independent Auditors' Report****Independent Auditor's Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of M/s. GMR Visakhapatnam International Airport Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Responsibilities of Management and Those Charged with Governance for Internal Financial Controls**

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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 with reference to financial statements 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 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of internal financial controls with reference to financial statements, 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 with reference to financial statements.

**Meaning of Internal Financial Controls with reference to financial statements.**

A Company's internal financial controls with reference to financial statements 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 controls with reference to financial statements 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 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 financial statements.

**Inherent Limitations of Internal Financial Controls with reference to financial statements.**

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 controls 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 with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal financial controls with reference to financial statements 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.

For **K.S. Rao & Co.,**  
Chartered Accountants  
ICAI Firm Registration No: 003109S

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Gupta M S  
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Partner

Membership No. 223060

UDIN No:23223060BGXIQF4661

Place: New Delhi  
Date: 05<sup>th</sup> May-2023