



**ARSS INFRASTRUCTURE
PROJECTS LIMITED**

ANNUAL REPORT 2022



CORPORATE OFFICE

ARSS Mall, Plot No. 40,
Community Center, Block-A, Paschim Vihar,
Opposite to Jwalaheri Market
New Delhi - 110 063. INDIA
Tel. : 91 11 25252024
Email: delhi@arssgroup.in

REGISTERED OFFICE

Plot No. 38, Sector - A, Zone- D,
Mancheswar Industrial Estate,
Bhubaneswar - 751 010, Odisha, INDIA.
Tel:91 674 2602763
Email: cs@arssgroup.in
website: www.arssgroup.in

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Company Information

Board of Directors

(Suspended during CIRP)

Mr. Subash Agarwal (DIN:00218066)

Chairman & Executive Director

Mr. Rajesh Agarwal (DIN:00217823)

Managing Director

Mr. Rajender Parshad Indoria (DIN:06600912)

Independent Non Executive Directors

Mr. Pareswar Panda (DIN: 07902468)

Independent Non Executive Directors

Mrs. Janhabi Deo (DIN: 07257699)

Independent Non Executive Directors (upto 17.11.2021)

Resolution Professional (RP)

Mr. Uday Narayan Mitra

(IP Regn. No. IBBI/IP A-001/IP-P00793/2017-18/11360)

Senior Executives

Mr. Sunil Agarwal- President & CEO

Mr. Anil Agarwal- Sr. VP & COO

Mr. S. K.Pattanaik- CFO

Mr. Prakash Chhajjer- Company Secretary & Compliance Officer

Corporate Office

ARSS Mall, Plot No-40,

Community Centre, Block-A,

Paschim Vihar

Opposite to Jwalaheri Market,

New Delhi – 110063

Phone – 91 11 25 25 2024

E-mail- delhi@arssgroup.in

Registrar and Share Transfer Agents

Bigshare Services Private Limited

Office No. S6-2, 6th Floor, Pinnacle Business Park,

Next to Ahura Centre, Mahakali Caves Road,

Andheri (East) Mumbai 400093, Maharashtra, India

Tel: 022 62638200;

Fax No. 022 62638299

e-mail ids: investor@bigshareonline.com

marketing@bigshareonline.com

Website: www.bigshareonline.com

Board Committees

(Suspended during CIRP)

Audit Committee

Mrs. Janhabi Deo (DIN: 07257699)

Independent Director - Chairperson of the Committee (upto 17.11.2021)

Mr. Pareswar Panda (DIN: 07902468)

Independent Director - Member

Mr. Rajender Parshad Indoria (DIN:06600912)

Independent Director- Member

Stakeholders Relationship Committee

Mrs. Janhabi Deo (DIN: 07257699)

Independent Director - Chairperson of the Committee (upto 17.11.2021)

Mr. Pareswar Panda (DIN: 07902468)

Independent Director - Member

Mr. Rajender Parshad Indoria (DIN:06600912)

Independent Director - Member

Nomination and Remuneration Committee

Mrs. Janhabi Deo (DIN: 07257699)

Independent Director- Chairperson of the Committee (upto 17.11.2021)

Mr. Pareswar Panda (DIN: 07902468)

Independent Director - Member

Mr. Rajender Parshad Indoria (DIN:06600912)

Independent Director - Member

Corporate Social Responsibility Committee

Mr. Rajesh Agarwal (DIN:00217823)

Executive Director- Chairman of the Committee

Mrs. Janhabi Deo (DIN: 07257699)

Independent Director - Member (upto 17.11.2021)

Mr. Pareswar Panda (DIN: 07902468)

Independent Director - Member

Statutory Auditors

ARMS & Associates

Chartered Accountants,

D-1994, Palam Vihar, Gurgaon - 122017,

Tel:- 011 - 45137378,

Mob:- 9990858930

E-mail:-mkg6867@gmail.com

Bankers

State Bank of India

Bank of India

ICICI Bank Ltd.

IDBI Bank Ltd.

Punjab National Bank

FORWARD LOOKING STATEMENTS

In this Annual Report, we have disclosed forward-looking information to enable investors to fully appreciate our prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make, contain forward-looking statements that set our anticipated results based on management plans and assumptions.

We have tried, where possible, to identify such statements by using words such as 'anticipate', 'expect', 'project', 'intend', 'plan', 'believe', and words of similar substance in connection with any discussion of future performance.

We cannot, of course, guarantee that these forward-looking statements will be realised, although we believe we have been prudent in our assumptions. Achievement of results is subject to risks, uncertainties, and potentially inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated, or projected. Readers should bear this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events, or otherwise.

Note:

The Hon'ble National Company Law Board ("NCLT"), Cuttack Bench, vide order dated November 30, 2021 has admitted the reference for initiation of Corporate Insolvency Resolution Process ("CIRP") under Insolvency and Bankruptcy Code 2016 ("IBC"). The Powers of the Board of Directors stands suspended since then. Further the Hon'ble NCLT, Cuttack Bench has appointed Mr. Uday Narayan Mitra as the Resolution Professional ("RP") to carry the day to day operations of the Company.

Directors' Report

To,
The Members of
ARSS Infrastructure Projects Limited,

Presentation on the 22nd Annual Report highlighting the business and operations of the Company on a standalone and consolidated basis and the audited financial statements for the financial year ended 31st March, 2022.

Pursuant to the Order dated 30th November, 2021 of the Hon'ble National Company Law Tribunal, Cuttack ("NCLT Order"), Corporate Insolvency Resolution Process ("CIR Process") has been initiated against the Company in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016, ("Code") and related rules and regulations issued there under with effect from 30th November, 2021 (Corporate Insolvency Resolution Process Commencement Date). Mr. Uday Narayan Mitra (IBBI/ IP A-001/IP-P00793/2017-18/11360) has been appointed as Interim Resolution Professional ("IRP") in terms of the NCLT Order. Subsequently COC has approved through e-voting dated 25.02.2022 as Resolution Professional ("RP") in conformity with sub section (2) of section 22 of the Insolvency and Bankruptcy Code, 2016.

The powers of Board of Directors of the Company stand suspended effective from the CIR Process commencement date and such powers along with the management of affairs of the Company are vested with the RP in accordance with the provisions of Section 17 and 23 of the Insolvency Code read with Regulation 15(2A) & (2B) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. A. Financial Highlights:

The financial highlights of the company, on standalone and consolidated basis, for the financial year ended March 31, 2022 is summarized below:

(₹ In Crores)

Particulars	Standalone		Consolidated	
	2021-22	2020-21	2021-22	2020-21
Sales	288.81	248.45	288.81	248.45
Profit before Depreciation, Interest and Tax	(106.17)	(37.51)	(106.18)	(37.51)
Less : Depreciation	0.74	10.81	0.74	10.81
Interest	1.43	2.27	1.43	2.27
Share of net profit or associates and joint ventures accounted using equity method			0.39	0.71
Profit Before Tax	(108.34)	(50.61)	(107.96)	(49.89)
Less : Tax Expenses				
a) Current Year	-	-	-	-
b) Earlier Year	-	-	-	-
c) Deferred Tax	2.45	2.05	2.45	2.05
Profit/Loss After Tax	(110.78)	(52.65)	(110.41)	(51.95)
Balance brought forward from previous year	(243.05)	(190.38)	(251.88)	(199.93)
Add : Re-measurement of defined employee benefit plans through OCI	-	-	-	-
Amount Available for Appropriation	(353.83)	(243.05)	(362.29)	(251.88)
Appropriations				
a) Dividend				
b) Tax on Dividend				
c) Transfer to General Reserve				
Balance Carried to Balance Sheet	(353.83)	(243.05)	(362.29)	(251.88)
Earnings per Share (In ₹) (Weighted) Basic (Equity Shares of face value of ₹ 10/- each)	(48.72)	(23.16)	(48.56)	(22.85)
Earnings per Share (In ₹) (Weighted) Diluted (Equity Shares of face value of ₹ 10/- each)	(48.72)	(23.16)	(48.56)	(22.85)

Note: Previous years figures have been regrouped/re-classified, wherever required.

B. Subsidiary/ Associate & Joint Venture Company

(₹ In Crores)

Particulars	ARSS Damoh Hirapur Tolls Pvt. Ltd. (Subsidiary Company)		ARSS Developers Limited (Associates)	
	2021-22	2020-21	2021-22	2020-21
Sales	-	-	0.12	6.54
Profit before Depreciation, Interest and Tax	(0.02)	-	(0.06)	2.91
Less : Depreciation	-	-	0.24	0.26
Interest	-	-	0.58	2.42
Profit Before Tax	(0.02)	-	(0.89)	0.23
Less : Tax Expenses				
a) Current Year	-	-	-	0.009
b) Earlier Year	-	-	0.001	-
c) Deferred Tax	-	-	0.02	0.03
Profit/Loss After Tax	(0.02)	-	(0.92)	0.18
Balance brought forward from previous year	-	-	(29.62)	(29.80)
Amount Available for Appropriation	-	-	-	-
Appropriations				
a) Dividend	-	-	-	-
b) Tax on Dividend	-	-	-	-
c) Transfer to General Reserve	-	-	-	-
Balance Carried to Balance Sheet	(0.02)	-	(30.53)	(29.62)
Earnings per Share (In ₹) (Weighted) Basic (Equity Shares of face value of ₹ 10/- each)	(0.01)	-	(1.42)	0.28
Earnings per Share (In ₹) (Weighted) Diluted (Equity Shares of face value of ₹ 10/- each)	(0.01)	-	(1.42)	0.28

2. COVID-19

The COVID-19 crisis had a major impact in the first quarter of the financial year, the Company decided to turn more resilient and approached with utmost optimism. Your Company had taken the initiatives in the previous year to safeguard employees from the pandemic by ensuring priority free vaccination for the team members and their immediate relatives. In addition, the Company has ensured vaccination of the workers at the various project locations to ensure the safety of the team members. Necessary safety and hygiene protocols like wearing of face masks, social distancing norms, workplace sanitation and employee awareness programmes were followed in compliance with the regulations of the local authorities.

We hope that the pandemic is behind us now and the economy will show the resilience due to the initiatives of the Government to ensure continuing growth, which will provide impetus to our business as well.

3. Dividend

Your Directors did not recommend any dividend for the financial year ended March 31, 2022.

4. Operating Result :

The turnover of the Company in the year is ₹ 288.81 crores. as compared to ₹ 248.45 crores in the previous financial year. The profit/(-)Loss before tax is ₹ (-) 108.34 crores as compared to ₹ (-) 50.61 crores for the previous financial year.

5. State of Company's affairs

ARSS is renowned name in infrastructure sector in India. The Company is engaged into the construction services of Roads, Railways, Irrigation etc.

The company is presently undergoing substantial financial stress and severe liquidity constraints coupled with changed industrial dynamics, time and cost overrun in completion of its projects, Covid related disruptions etc. which has resulted into reduction in capacity utilization of its resources and steep fall in sales volume and incurred losses during the first half of the financial year. The Company monitored the situation closely. The Company's operations have been commenced in a phased manner with enforcement of strict working restrictions. However from second half of the financial year, the Company stabilized its operations in spite of COVID-19 challenges. The Company scaled up its operations and have been working at 90% capacity at the end of the financial year. The scale up of operations is subject to substantial volatility in market and risk averseness due to 2nd and 3rd wave of Covid 19 for which company will keep updated.

6. Details of Subsidiary, Joint Venture or Associates

A. Details of Subsidiary and Associate Companies

The Company has 1 subsidiary, 1 Associates and 13 Joint Ventures as on March 31, 2022. There has been no material change in the nature of the business of the subsidiaries. During the year under review no companies have become or ceased to be company's subsidiary, or associate companies. However, the company has closed some Joint Venture (JVs) during the year. A report on the company's subsidiary, joint ventures or associate companies as per companies Act 2013 is provided hereunder:

Sl. No	Name of the company	Address of the company	CIN/GLN/ PAN	Holding / subsidiary / associate	% of shares held/ share in JV	Applicable section
1	ARSS Damoh-Hirapur Tolls Private limited	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	U45201OR2011PTC013524	Subsidiary Company	99.82 %	2 (87)
2	ARSS Developers Limited	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	U45209OR2007PLC009201	Associate Company	38.41%	2 (6)

B. Joint Venture (AOP)

Sl. No	Name of the company	Address of the company	CIN/GLN/ PAN	Holding / subsidiary / associate	% of shares held/ share in JV
1	ARSS-ATLANTA JV.	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAQFA8726P	Joint Venture	51.00%
2	HCIL-ADHIKARYA-ARSS JV	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAEFH3757R	Joint Venture	30.00%
3	ARSS - SIPS (JV)	129, Transport Centre, Rohtak Road, Punjabi Bagh, New Delhi – 110 035	AAEAA3620K	Joint Venture	51.00%
4	ARSS - SCPL (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAEAA3621J	Joint Venture	51.00%
5	ARSS - BMS (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAEAA4835G	Joint Venture	51.00%
6	ARSS-TECHNOCOM-PRIYASHI ASHI JV.	Kamrup Chamber road, Fancy Bazar, Guwahati-781001- Assam	AAHAA8492L	Joint Venture	51.00%

Sl. No	Name of the company	Address of the company	CIN/GLN/ PAN	Holding / subsidiary / associate	% of shares held/ share in JV
7	ARSS-SNKI JV	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAEAA8546Q	Joint Venture	51.00%
8	ARSS-THAKUR JV.	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAJAA0912F	Joint Venture	80.00%
9	ARSS – ROYAL (JV)	Plot No. 38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar, Odisha, 751010	AAJAA1996R	Joint Venture	75.00%
10	ARSS-BDPL (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAJAA6181C	Joint Venture	51.00%
11	ARSS - NTLLP (JV)	Short- Cut, P.O.- Nirjuli, Dist- Papumpare, Pin-791109, Arunachal Pradesh.	AAJAA9902B	Joint Venture	51.00%
12	SCPL - ARSS (JV)	OU-522, 5 th Floor, Esplanade Commercial Development, Unit No. 32, 721, Rasulgarh, Bhubaneswar -751010	ABLAS3263J	Joint Venture	20.00%
13	ARSS - KKMPL (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	AAHAA8368B	Joint Venture	49.00%

The name of the Joint Venture which have become JV during the year : NIL

The name of the Joint Venture which has been inoperative during the year under review:

Sl. No	Name of the company	Address of the company	CIN/GLN/ PAN	Holding / subsidiary /associate	% of shares held/ share in JV
1	ARSS - WOODHILL (JV)	Plot No. 38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar, Odisha, 751010	Awaited	Joint Venture	51.00%
2	VARAHA -ARSS (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	Awaited	Joint Venture	49.00%
3	ARSS SCPL - SNKI (JV)	Short-Cut,P.O.-Nirjuli ,Dist- Papumpare, Pin-791 109, Arunachal Pradesh.	Awaited	Joint Venture	51.00%
4	ARSS – VARAHA (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	Awaited	Joint Venture	49.00%
5	SIPS - ARSS (JV)	129, Transport Centre, Rohtak Road, Punjabi Bagh, New Delhi – 110 035	Awaited	Joint Venture	49.00%
6	ARSS – TIRUPATI (JV)	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar- 751010	Awaited	Joint Venture	51.00%

7. Consolidated Financial Statements:

The RP reviewed the affairs of the Company's subsidiary during the year at regular intervals. Consolidated financial statements (consolidating financials of ARSS Damoh - Hirapur Tolls Private Limited being its subsidiary company and of ARSS Developers Limited being its associate company) in terms of Section 129 (3) of the Companies Act, 2013 read with rule 6 of Companies (Accounts) Rules, 2014 and under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as "SEBI Listing Regulations") and as per requirements of Ind AS 110 – consolidated financial statements read with Ind AS 28- Investment in associates and Joint ventures and Ind AS 31 – interest in Joint ventures, the Audited Consolidated Financial Statements are provided in this Annual Report. The consolidated Financial Statements have been prepared on the basis of audited financial statements of the Company and its subsidiary, as approved by the RP.

Pursuant to the Section 129 (3) of the Companies Act, 2013 read with rule 5 of Companies (Accounts) Rules, 2014, a statement containing the salient features of the financials statements of each of the subsidiary and associate company in the prescribed form AOC-1 is annexed to this annual report.

Pursuant to the Section 136 of the Companies Act, 2013 financial statements of subsidiary/ associate companies are kept for inspection by the shareholders at the Registered Office of the Company. The said financial statements of the subsidiaries are also available on the website of the Company www.arssgroup.in under the Investors Section.

8. Reserve

No amount was proposed to be transferred to general reserve.

9. Operations- Work Orders

Your Directors are pleased to inform that during the year under report, the Company (alongwith it's JVs) has secured the following contracts (work order):

1. At- **Anandapur**: Excavation, Cement Concrete lining of Baitarani Left Bank Canal (BLBC) from 0.00km to RD 13.50km including construction of structures and Service Road. (Balance work): ARSS PKG I Which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by Chief Construction Engineer, Anandapur Barrage Project, Salapada on 25th October, 2021 With a Contract Value of ₹ 76.25 Crores Plus GST.
2. At- **Anandapur**: Excavation, cement concrete lining of Baitarani Left Bank Canal (BLBC) from RD 13.50 Km to RD 28.50 Km including construction of structures and service road. (Balance work): ARSS PKG II which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by Chief Construction Engineer, Anandapur Barrage Project, Salapada on 25th October, 2021 With a Contract Value of ₹ 73.41 Crores Plus GST.
3. At- **Boudh**: Execution of Roadbed (earthwork in Cutting & Banking), Major Bridges, Minor Bridges, ROBs, RUBs/LHSs, Building works, Laying of Blanket and other allied items between km.172 to 194 (22 Route km) of Khurda Road-Bolangir new BG Rail Link project of E. Co. Railway. which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by CPM I, Construction, East Coast Railway Bhubaneswar on 7th May, 2021 With a Contract Value of ₹ 162.48 Crores
4. At- **Keonjhar**: Provision of new Electronic Interlocking system at Tangiriapal station, Provision of IBS in Sagadapata-Tangiriapal section and modification of existing Electronic Interlocking at Sagadapata and Tomka stations including supply of materials, installation, testing and commissioning of Indoor and Outdoor signalling work in connection with commissioning of double line in Sagadapata-Tomka section of Khurda Road Division of East Coast Railway in the State of Odisha, India which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by General Manager (S&T) Rail Vikas Nigam Limited, B-28, Rail Vihar, Colony Chandrashekharpur, Bhubaneswar, Odisha on 16th June, 2021 With a Contract Value of ₹ 17.62 Crores
5. At- **Koraput**: Koraput-Singapur Road Doubling Project: Execution of Earth-work in formation, Major bridges' works, Minor bridges' works, P.Way related works, Supply of Ballast, Station & Service buildings works, Platforms' works, Foot Over Bridges' works and other allied works from Km 33.50 to Km 61.17 in Baiguda- Lakshimpur Road section in connection with doubling of existing single line track in Koraput-Singapur Road line of Waltair Division of East Coast Railway which is awarded in favour of our Joint Venture (JV) named SCPL- ARSS (JV) by Chief Project Manager-II, East Coast Railway, Visakhapatnam on 4th August , 2021 With a Contract Value of ₹ 238.15 Crores

6. At- **Purulia**: Execution of work for the construction of minor bridge, Earth work, P.way linking, Tree cutting, Horticulture, Staff Qtrs., Station building, P.F wall, FOB, and other related works from Purulia to Kotshila in connection with Purulia-Kotshila doubling works under the jurisdiction of Dy. CE/Con/Adra. Chargeable to Estimate No 1787W/2019. which is awarded in favour of our Joint Venture (JV) named ARSS –KKMPL (JV) by Chief Engineer (Con-II) South Eastern Railway Kolkata on 9th June, 2021 With a Contract Value of ₹ 86.75 Crores
- 10. Performance and financial position** of each of the subsidiaries and associates companies are included in the consolidated financial statement.
- 11. CREDIT Rating**
- The accounts of the company is NPA since 2012, therefore no rating has been assigned to the company.
- 12. Listing with stock exchanges**
- The Company confirms that it has paid the Annual Listing Fees for the financial year 2022-23 to The Bombay Stock Exchange Limited and National Stock Exchange of India Limited where the Company's Shares are listed.
- 13. Management Discussion and Analysis Report:**
- As required under regulation 34 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report is enclosed as a part of this report as '**Annexure –A**'.
- 14. Corporate Governance and Shareholders Information:**
- The Company is committed to maintain the highest standards of Corporate Governance and adheres to the Corporate Governance requirements as stipulated by Securities and Exchange Board of India (SEBI). The report on Corporate Governance as prescribed in Schedule V (C) of the SEBI Listing Regulations forms an integral part of this Annual Report. The requisite certificate from the Auditors of the Company confirming compliance with the conditions of Corporate Governance along-with a declaration signed by Resolution Professional stating that the members of the Board of Directors and Senior Management personnel have affirmed compliance with the respective codes of conduct of the Board of Directors and Senior Management is attached to the report on Corporate Governance. A report on Corporate Governance is included as a part of this Annual Report as '**Annexure –B**'.
- 15. Annual Return**
- Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on 31st March, 2022 is hosted on the Company's website i.e. <http://arssgroup.in/AnnualReturn.html>
- 16. Board Committees**
- The Board of Directors of your Company had already constituted various Committees in compliance with the provisions of the Companies Act, 2013 and SEBI Listing Regulations viz. Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and CSR Committee.
- During financial year 2014-15, in accordance with the provisions of the erstwhile Clause 49 of the Listing Agreement, the Board had voluntarily constituted the Risk Management Committee.
- All decisions pertaining to the constitution of Committees, appointment of members and fixing of terms of reference / role of the Committees are taken by the Board of Directors.
- Details of the role and composition of these Committees, including the number of meetings held during the financial year and attendance at these meetings, are provided in the Corporate Governance Section of the Annual Report.
- However the Financial Creditors, State Bank of India has filed a petition bearing CP (IB) No. 34/CB/2021 under section 7 of Insolvency and Bankruptcy Code, 2016 ("IBC"), before the National Company Law Tribunal – Cuttack Bench ("NCLT, Cuttack") and subsequently the corporate insolvency resolution process (CIRP) has been initiated against the company by the NCLT Cuttack Bench, Cuttack vide order dated 30th November, 2021. vide this order Mr. Uday Narayan Mitra (Reg. No. IBBI/IPA001/IP-P00793/2017-18/11360) having address at 72/1, Dawnagazi Road, bally, Kolkata West Bengal -711201 (Email- udaynarayanmitra@yahoo.co.uk) has been appointed as Interim Resolution Professional (IRP) and Accordingly the power of the Board and committees thereof are suspended and vested in the RP w.e.f. 30.11.2021 and he is performing the functions as mentioned under Insolvency and Bankruptcy Code, 2016 (the IBC Code).

17. Number of Board Meetings:

Four Board Meetings were held during the year and the gap between two meetings did not exceed four months. The dates on which the Board Meetings were held are as follows:

3rd May, 2021, 21st August, 2021, 15th September, 2021 and 12th November, 2021.

However after initiation of CIRP, the Board has suspended and the power of the Board has been vested in the Resolution Professional (RP) and he is performing the functions as mentioned under Insolvency and Bankruptcy Code, 2016 (the IBC Code) from time to time including the consideration and approval of the quarterly as well as yearly financial results of the company.

18. Committees of the Board of Directors**a. Audit Committee**

The company has in place an Audit Committee in terms of the requirements of the Companies Act, 2013 read with the rules made there under and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details relating to the same are given in 'Annexure B' of the Board Report on the Corporate Governance forming part of this report. Members are requested to refer to point No. 4 of Corporate Governance Report attached with this annual report.

b. Nomination and Remuneration Committee

The company has in place Nomination and Remuneration Committee in terms of the requirements of the Companies Act, 2013 read with the rules made there under and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details relating to the same are given in 'Annexure B' of the Board Report on the Corporate Governance forming part of this report. Members are requested to refer to point No. 5 of Corporate Governance Report attached with this annual report.

c. Corporate Social Responsibility Committee (CSR):

The company has in place Corporate Social Responsibility Committee (CSR) in terms of the requirements of section 135 and Schedule VII of the Companies Act, 2013. The details relating to the same are given in 'Annexure B' of the Board Report on the Corporate Governance forming part of this report. Members are requested to refer to point No. 6 of Corporate Governance Report attached with this annual report.

d. Shareholders Relationship Committee

The company has in place Shareholders Relationship Committee in terms of the requirements of the Companies Act, 2013 read with the rules made there under and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details relating to the same are given in 'Annexure B' of the Board Report on the Corporate Governance forming part of this report. Members are requested to refer to point No. 7 of Corporate Governance Report attached with this annual report.

19. Dematerialization of shares:

Physical/ NSDL/ CDSL/Summary Report as on 31st March, 2022, representing 99.95% of total Equity Share Capital of the Company were held in dematerialized form. The Company's Registrars is Bigshare Services Private Limited, Office No. S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai 400093, Maharashtra, India.

Particulars	No. of Shareholders	%	No. of Shares	%
CDSL	8,998	52.13%	1,37,63,014	60.53%
NSDL	8,256	47.82%	89,62,225	39.42%
PHYSICAL	8	0.05%	12,727	0.05%
TOTAL	17,262	100.00%	2,27,37,966	100.00%

20. Public deposits, covered under Chapter V of the Act

Your Company has not invited any deposit from public and shareholders. So, the provisions of the Chapter V of the Companies Act, 2013 are not attracted.

21. Auditors: Statutory Auditors:

At the Nineteenth AGM held on September 25, 2019 the Members approved appointment of M/s. A R M S & Associates, Chartered Accountant (Firm's Registration No. 013019N) of Gurugram as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the twenty-fourth AGM.

Cost Auditors:

As per the requirements of the Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is required to maintain cost records and accordingly, such accounts are made and records have been maintained every year. The Cost Audit for the financial year 2021-2022 was completed and the report submitted by the Cost auditor has been duly taken on record by the Resolution Professional.

The Resolution Professional has appointed Messrs MAK & Co., Cost Accountants, Bhubaneswar (Firm Registration Number 004499), as Cost Auditor to audit the cost records of the Company for the financial year 2022-23. The Cost Auditors have submitted a certificate of their eligibility for such appointment and confirmed that their appointment is within the limits of section 141(3)(g) of the Companies Act, 2013 and have also certified that they are free from any disqualifications specified under section 141(3) and proviso to section 148(3) read with section 141(4) of the Companies Act, 2013. As required under the Companies Act, 2013, the remuneration payable to the cost auditor is required to be placed before the Members in a General Meeting for their ratification. Accordingly, a Resolution seeking Member's ratification for the remuneration payable to Messrs MAK & Co., Cost Accountants, Bhubaneswar (Firm Registration Number 004499), is included in the Notice convening the Annual General Meeting.

Cost Records

Company has maintained proper cost records and books of account pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act in respect of Company's products/ services.

Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s Sunita Jyotirmoy & Associates., a firm of practicing Company Secretaries, Bhubaneswar to undertake the Secretarial Audit of the Company. The Secretarial Audit Reports for the financial year 2021-22 of the Company and its material subsidiary company i.e. ARSS Damoh Hirapur Tolls Private Limited are annexed herewith as 'Annexure - C & D'. There were two no. of observation by the secretarial auditors which is duly replied by the management herein below. Apart from that there were no qualifications, observations, reservation or comments or other remarks in the Secretarial Audit Reports, which have any adverse effect on the functioning of the Company and its material subsidiary.

Annual Secretarial Compliance Report

The Company has undertaken an audit for the Financial Year 2021-2022 for all applicable compliances as per Securities and Exchange Board of India Regulations and Circulars/Guidelines issued thereunder. The Annual Secretarial Compliance Report duly signed by CS Jyotirmoy Mishra Partner M/s Sunita Jyotirmoy & Associates has been submitted to the Stock Exchanges.

Internal Auditors:

M/s. PR & Associates, Cost Accountants, Bhubaneswar were appointed as Internal Auditors of the Company for the financial year 2021-2022 by the Board of Directors pursuant to the Section 138 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014.

Reporting of Frauds by Auditors

During the year under review, the Statutory Auditors, Cost Auditors and Secretarial Auditor have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under section 143(12) of the Companies Act, 2013.

22. Report of Auditors:

Statutory Auditors

Our reply to the qualifications of Auditors: -

Basis for Qualified Opinion on standalone Financial Statements

- a) In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with Ind AS-115 'Revenue from contract with customers'.

Company Reply: During the work execution period there is escalation claim, revision of contract value, extension of completion period, etc due to which unpredictable variation in reliable estimation of revenue and cost. Also the allocation of combine Operating overhead, Head office overhead and Financial Cost is not possible due to combine use or high swapping of resources, size of the Contracts. Hence financial implication of the qualification is not quantifiable.

- b) Bank statements of Various Accounts has not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.

Company Reply: Since the account became NPA bank statements are not provided by the banks. SBI has moved to NCLT and the case has been admitted.

- c) The company has overdue accumulated secured debts. Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted at NCLT Level.

Company Reply: The Company has not provided interest on NPA accounts, Since the outstanding amount is not quantifiable. SBI has moved to NCLT and the case has been admitted.

Basis for Qualified Opinion on Consolidated Financial Statements

- a) In absence of relevant records, Contract-wise surplus/loss of holding company has neither been ascertained nor recognized in compliance with Ind AS-115 'Revenue from contract with customers'.

Company Reply: During the work execution period there is escalation claim, revision of contract value, extension of completion period, etc due to which unpredictable variation in reliable estimation of revenue and cost. Also the allocation of combine Operating overhead, Head office overhead and Financial Cost is not possible due to combine use or high swapping of resources, size of the Contracts. Hence financial implication of the qualification is not quantifiable.

- b) Bank statements of Various Accounts has not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.

Company Reply: Since the account became NPA bank statements are not provided by the banks. SBI has moved to NCLT and the case has been admitted.

- c) The company has overdue accumulated secured debts. Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted at NCLT Level.

Company Reply: The Company has not provided interest on NPA accounts, Since the outstanding amount is not quantifiable. SBI has moved to NCLT and the case has been admitted.

- d) In the absence of audited books of accounts of ARSS-SIPS JV, ARSS TechnocomPriyashiAashi JV and ARSS-BMS JV, financial data from these entity have not been included in consolidation of financial statement.

Company Reply: The accounts of the JVs are under the control of respective JV Partners i.e. Shyam Indus Power Solutions Pvt Ltd, BMS Projects and M/s. Technocom. The accounts of these JVs are yet to be finalized from their end. Hence financial implication for the JV is not quantifiable. However the accounting effect of the discrepancies, if any after the finalization of its accounts will be given at current date.

- e) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, status of rights and title on the Capital work-in-progress valued at Rs. 66.95 Crores has neither been ascertained nor the effect of the same has been accounted for in the financial statements.

Company Reply: We have filed Arbitration claim before MPRDCL for rights on the title, the matter is subjudice.

- f) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, in absence of details of physical verification of Capital Work in Progress, discrepancies, if any, between book and physical balance could not be ascertained including effect of the same in the financial statements.

Company Reply: The work has been terminated since long and mater is subjudice and therefore it is difficult to do physical verification.

Secretarial Auditors

Our reply to the qualifications of Secretarial Auditors: -

Basis for Qualified Opinion on Secretarial Audit Reports-

- a) Regulation 33(3)(d) : The company could not submit the Annual Financial Statements with Stock Exchanges within 60 days of end of Financial Year which was extended upto 30.06.2021 by SEBI due to Pandemic COVID 19. The board meeting could not be held within 30th June, 2021. However the Board adopted the Annual Financial Statements for the financial year ended March 31, 2021 in its Board meeting held on 21.08.2021 where the total delay was 52 days. In respect of which the Stock exchanges has issued the letter to the Company for reason of delay and instruct to pay penalties. The Company has paid ₹ 5,20,000/- (Rupees Five Lacs Twenty Thousand only) to Both the Stock Exchange.

Company Reply: The Company could not submitted the financial results for the quarter and year ended March 31, 2021 due to Pandemic Covid-19. The company was working at partial capacity with limited staffs who involved in the accounts department therefore the finalization of accounts could not be completed within the stipulated time and the reasons of delay was beyond the control of the Company. However the Board adopted the Annual Financial Statements for the financial year ended March 31, 2021 in its Board meeting held on 21.08.2021 where the total delay was 52 days and the company has paid the fine imposed by the stock exchange(s).

- b) Regulation 33(3)(d) : The company could not submit the Quarterly Unaudited Financial Results for the quarter ended 30th June 2021 with Stock Exchanges within 45 days of end of first quarter which was upto 15.08.2021. The board meeting could not be held within 15th August, 2021. However the Board approved the Quarterly Unaudited Financial Results for the quarter ended 30th June 2021 in its Board meeting held on 15.09.2021 where the total delay was 29 days. In respect of which the Stock exchanges has issued the letter to the Company for reason of delay and instruct to pay penalties. The Company has paid ₹ 2,90,000./- (Rupees Two Lacs Ninety Thousand only) plus GST to Both the Stock Exchanges.

Company Reply: The Company could not submitted the financial results for the quarter ended June 30, 2021 due to Pandemic Covid-19. The company was working at partial capacity with limited staffs who involved in the accounts department therefore the finalization of accounts could not be completed within the stipulated time and the reasons of delay was beyond the control of the Company. However the Board approved the Quarterly Unaudited Financial Results for the quarter ended 30th June 2021 in its Board meeting held on 15.09.2021 where the total delay was 29 days and the company has paid the fine imposed by the stock exchange(s).

23. Directors and Key Managerial Personnel

The Hon'ble NCLT vide order dated November 30, 2021 had initiated the CIRP Proceedings against the Company and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Resolution Professional, Mr. Uday Narayan Mitra.

The outcome of the CIRP may result in change in the Board of Directors of the Company followed by reconstitution of the statutory committees of the Board of Directors of the Company. In accordance with the provisions of the Act and the Articles of Association of the Company, Shri Rajesh Agarwal, Managing Director of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Mrs. Janhabi Deo, Independent Director of the Company has given her resignation from the Board w.e.f. 17th November, 2021. The Board records the deep appreciation for the contributions, guidance provided by Mrs. Janhabi Deo as Director of the Company during her tenure and also for the significant contributions she had made to the Corporate Affairs of the Company and for the valuable advises she made to the Board from time to time.”

During the year, the non-executive directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board/ Committee of the Company.

24. Key Managerial Personnel

Following persons are the Key Managerial Personnel of the Company pursuant to Section 2(51) and Section 203 of the Act, read with the Rules framed thereunder:

- a. Mr. Rajesh Agarwal, Managing Director; (suspended during CIRP w.e.f. 30.11.2021)
- b. Mr. Uday Narayan Mitra, Resolution Professional (appointed by NCLT w.e.f. 30.11.2021)
- c. Mr. S. K. Pattanaik, Chief Financial Officer and
- d. Mr. Prakash Chhajjer, Company Secretary & Compliance Officer

25. Declaration given by independent directors under sub-section (6) of section 149;

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under the Companies Act, 2013 and Listing Regulations.

The Board is of the opinion that the Independent Directors of the Company hold highest standards of integrity and possess requisite expertise and experience required to fulfill their duties as Independent Directors.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Independent Directors of the Company have confirmed that they have registered themselves with the databank maintained by The Indian Institute of Corporate Affairs, Manesar (“IICA”). The Independent Directors are also required to undertake online proficiency self-assessment test conducted by the IICA within a period of 2 (two) years from the date of inclusion of their names in the data bank, unless they meet the criteria specified for exemption.

Mr. R. P. Indoria is exempt from the requirement to undertake online proficiency self-assessment test whereas Mrs. Janhabi Deo has passed the online proficiency self-assessment test and Mr. Pareswar Panda would be undertaking the said test in due course.

26. Secretarial Standards

Pursuant to the provisions of Section 118 of the Companies Act, 2013, the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs.

27. Director’s Responsibility Statement:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013 that:-

- (a) in the preparation of the annual accounts for the financial year ended March 31, 2022, the applicable accounting standards read with requirements set out under Schedule III of the Companies Act, 2013 have been followed and there are no material departures from the same;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the directors had laid down internal financial controls and such internal financial controls are adequate and are operating effectively; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

28. Code of Conduct

The Code of Conduct (hereinafter referred to as 'Code') is applicable to all its Board Members and Senior Management Personnel of the Company. A Code of Conduct for the Directors and Senior Management Personnel has already been approved by the Board of Directors of the Company. All Board Members and Senior Management Personnel had affirmed compliance with the Code during the year and no violation of the same was reported. A declaration to the effect that all Board Members and Senior Management Personnel have complied with the Code during the financial year 2021-22, duly signed by Resolution professional of the Company is herein below enclosed with Corporate Governance Report. The Code has also been posted on the Company's Web-site.

29. Particulars of employees (rule 5(2), and 5(3)) and managerial remuneration (rule 5(1)) of the companies (appointment and remuneration of managerial personnel) rules, 2014 , and under section 197(12) of the act

The total number of employees as on 31st March, 2022 stood at 774.

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1), 5(2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are provided as follows:

- (i) **The percentage increase in remuneration of each director, Chief Financial Officer, Company Secretary during the financial year 2021-2022 and ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2021-22 are as under;**

Sr. No.	Name of the Director/ KMP and designation	Remuneration of Director/ KMP for the FY 2021-22 (₹ in Lacs)	% increase in remuneration in the FY 2021-22	Ratio of remuneration of each Director/ to median remuneration of employees
1	Mr. Subash Agarwal, Chairman (suspended during CIRP)	Nil	Nil	Nil
2	Mr. Rajesh Agarwal, Managing Director (suspended during CIRP)	Nil	Nil	Nil
3	Mr. S. K. Pattanaik, Chief Financial officer	30.00	25%	Not Applicable
4	Mr. Prakash Chhajer, Company Secretary & Compliance Officer	16.50	10%	Not Applicable

- (ii) The median remuneration of employees of the company during the financial year was ₹ 1,78,200;
- (iii) In the Financial year, there was increase of 35% in the median remuneration of employees;
- (iv) There were 774 permanent employees on the rolls of Company as on March 31, 2022
- (v) During the financial year 2021-22, the average percentage increase/(decrease) in salary of the Company's employee, excluding the key managerial Personnel ('KMP') was 20.91%. the percentage increase/(decrease) in salary of KMPs during the same period was 19.23% ; and
- (vi) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employee.

THE INFORMATION REQUIRED UNDER SECTION 197 OF THE ACT READ WITH RULE 5(2) & (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 ARE GIVEN BELOW:

SL. NO	Name	AGE IN YEARS	Qualification	Date of Commencement of Employment	Designation	Remuneration (Amount in lacs)	Total Experience (No. of yrs.)	Previous Employment (Designation)	Percentage of equity share held by employee in company
1	Mr. Sunil Agarwal	45	Commerce Graduate	01.11.2007	President & CEO	42.00	20	NA	1.23%
2	Mr. Anil Agarwal	50	Commerce Graduate	01.11.2007	Sr.VP & COO	42.00	24	NA	1.49%
3	Mr. S. K. Pattanaik	50	M.Com, LLB, PGDM	01.04.2015	CFO	30.00	19	ARSS I.P.L. DF	0.00005%
4	Mr. K.P. Verma	53	BE-CIVIL	01.04.2016	Project Director	21.60	23	Aravali Infra Power Ltd. - Project Manager	-
5	Mr. Sanjay Peshion	53	B.TECH.- CIVIL	01.05.2016	VP	18.00	28	Harishchandra India Ltd. - Additional GM	-
6	Mr. Rashmi Ranjan Singh	48	CA	01.08.2007	AVP-Finance & Accounts	16.80	16	NA	-
7	Mr. Prakash Chhajer	40	CS	28.05.2019	Company Secretary & Compliance Officer	16.50	12	Scan Energy & Power Limited	-
8	Ramesh Kumar Ranjan	48	BACHELOR OF ENGG CIVIL	01.04.2005	Project Manager- Mizoram	16.20	16	Triveni Engicon, Jamshedpur, Sr Engg.	-
9	Mr. Kedar Gouri Padhy	45	DCE, B Tech Civil	08.11.2017	Project Manager	15.00	16	Reliance Industries Ltd. - Senior Manager	-
10	Mr. Surendra Ku. Khare	56	BE-Civil	15.03.2012	VP-Contract & Arbitration	13.20	31	Niraj Cement Structure Limited -GM Contract	-

30. Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178;

The Company has a policy for remuneration of Directors, Key Managerial Personnel and Senior Management Personnel as well as well-defined criteria for the selection of candidates for appointment to the said positions which has been approved by the Board. The Policy broadly lays down the guiding principles for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of section 178 of Companies Act, 2013.

During the year under review, no changes were made in the above policy. Salient features of this policy are enumerated in the Corporate Governance Report which forms part of the Annual Report. The above policy is available at the website of the Company at <http://arssgroup.in/ArssPolicies.html>

31. Industrial Relation:

Employee relations continued to be cordial throughout the year. The whole-hearted support of employees and a sense of belongingness with the organization and solidarity with the management of the Company have helped to cope with the present challenges of the Company during the year.

32. Adequacy of internal financial controls with reference to the Financial Statements. –

Management has put in place effective Internal Control Systems to provide reasonable assurance for:

- Safeguarding Assets and their usage.
- Maintenance of Proper Accounting Records and
- Adequacy and Reliability of the information used for carrying on Business Operations.

Key elements of the Internal Control Systems has been provided & explained in MDA report attached with Director's Report.

33. Annual Evaluation by the Board of Its Own Performance (Including Committees and Individual Directors)

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board who were evaluated on parameters such as level of engagement and contribution and independence of judgment thereby safeguarding the interest of the Company. The performance evaluation of the Independent Directors was carried out by the entire Board. The board also carried out annual performance evaluation of the working of its Audit, Nomination and Remuneration as well as stakeholder relationship committee. The Directors expressed their satisfaction with the evaluation process.

34. Segment wise performance:

The Company is engaged in only one segment viz. Construction Business and as such there is no separate reportable segments as per IND AS -108 "Operating Segment."

35. Independent Directors Meeting

Since the CIRP has been initiated and the board has been suspended w.e.f. 30.11.2021 therefore no meeting of the Independent Directors was held during the year under review.

36. Familiarisation Programme of Independent Directors

In compliance with the requirements of SEBI Listing Regulations, the Company has put in place a familiarization program for Independent Directors to familiarize them with their role, rights and responsibility as Directors, the operations of the Company, business overview etc. The details of the familiarization program are explained in the Corporate Governance Report and the same is also available on the website of the Company.

37. Details of significant and material orders:

There are no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future. However-

1. A petition for initiation of Corporate Insolvency Resolution Process filed by State bank of India has been admitted against the Company vide NCLT, Cuttack bench order dated 30th November, 2021 and Mr. Uday Narayan Mitra (Reg. No. IBBI/IPA001/IP-P00793/2017-18/11360) having address at 72/1, Dawnagazi Road, bally, Kolkata West Bengal -711201 (Email- udaynarayanmitra@yahoo.co.uk) has been appointed as Interim Resolution Professional by NCLT, Cuttack Bench.

Pursuant to the NCLT order, the Committee of Creditors (COC) has been constituted and they have decided in its first meeting to keep the corporate debtors (ARSS Infrastructure Projects Limited) as going concern. Presently the COC is comprising of State Bank of India, Bank of India, Punjab National Bank, IDBI Bank Limited, Kotak Mahindra Bank, Edelweiss Asset Reconstruction Company and ICICI Bank Limited as on the date of this report.

Application Made/Proceeding Pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year and status as at the end of Financial Year

Two Financial Creditors, State Bank of India and Bank of India have filed petition against the Company under Insolvency and Bankruptcy Code, 2016, of which Application of State Bank of India has been admitted by the NCLT Cuttack Bench vide its order dated 30th November, 2021. Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year by the operational creditors are available on the official website of the NCLT i.e. www.nclt.gov.in.

2. **The SEBI vide its Order no WTM/AB/IVD/ID19/47675/2021-22 dated 25.11.2021** has debarred to the Company and executive director/KMP (Mr. Subash Agarwal, Mr. Rajesh Agarwal and Mr. S. K. Pattanaik) from accessing the securities market and further prohibited from buying, selling or otherwise dealing in securities, directly or indirectly, or being associated with the securities market in any manner, whatsoever, for a period of one year, from the date of coming into force of this order i.e. 25.11.2021; and Non executive director were restrained for six months. The SEBI also levied the penalty to the Company ₹ 25 lacs, to the executive directors ₹ 7.50 lacs each, to S. K. Pattanaik (CFO) ₹ 3 lacs and to non executive directors ₹ 1.50 lacs each.

However the Directors and KMP has applied for appeal to SAT by depositing the equivalent amount of fine with SAT and a stay order was passed by SAT against SEBI order. The hearing is going on, no final decision taken by SAT till date.

Further the company is under moratorium period, no adverse action taken by SEBI against the company.

38. Particulars of Loans, Guarantees or Investments under Section 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

39. Particulars of Contracts or Arrangements with Related Parties Referred To In Sub-Section (1) of Section 188 in the Prescribed Form AOC-2

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in its ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions.

The Policy on Materiality of Related Party Transactions and on dealing with Related Party Transactions as approved by the Board is put up on the Company's website and can be accessed at <http://arssgroup.in/PDF/ArssPolicy/Related%20Party%20Transaction%20Policy.pdf>

All related party transactions are in compliance with Ind-AS 24, Section 188 and / or SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are placed before the Audit Committee as also before the Board for approval. Prior omnibus approval of the Audit Committee was also sought for transactions which are of a foreseen and repetitive nature.

There were no materially significant related party transactions which could have potential conflict with interest of the Company at large.

Members may refer Note 61 to the Standalone Financial Statement which sets out related party disclosures pursuant to Ind AS 24.

The particulars of contracts entered into with related parties during the year as per Form AOC-2 is enclosed as 'Annexure-E'.

40. Material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report:

There have been no material changes and commitments affecting the financial position of the company between the end of the financial year and date of this report. There has been no change in the nature of business of the company.

41. Compounding status

The company has received show cause notices by the office of Regional Director, Eastern Region and Registrar of Companies of Odisha at Cuttack Pursuant to the inspection held under section 209(A) of The Companies Act, 1956 in the year 2016-17

for the non compliance of few section of the companies act. The company has already compounded 13 sections out of total Forty Four sections for which show cause notices were issued. Rest are under the process and will be compounded in due course.

During the year under review the Directors of the company has received summon u/s 209 (5) of Companies Act, 1956, u/s 128 (6) & 129(7) from ACJM (Spl.) Court, Cuttack, The Directors are under process of Compounding the Offence.

42. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

During the year under review, the Company has taken adequate measures for conservation of energy and also has not gone for any technology absorption whatsoever in accordance with the provisions of sub - Section (3) (m) section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014. The Company has neither earned any income nor incurred any expenditure in foreign currency during the financial year ended 31st March, 2022.

43. Business risk management

Pursuant to the provisions of Regulation 21 of the Listing Regulations, the Company is not required to constitute a Risk Management Committee. The Company has however laid down procedures to inform Board members about the risk assessment and minimization procedures. The Company's management systems, organizational structures, processes, standards, code of conduct, Internal Control and Internal audit methodologies and processes that governs as to how the Company conducts its business and manages associated risks. The Company also has in place a Risk Management Policy to identify and assess the key risk areas. The Members of the Audit Committee monitors and reviews the implementation of various aspects of the Risk Management Policy. Major risks identified by the Company are systematically addressed through mitigating actions on a continuous basis. The Company has also adopted Risk Assessment, Minimization and Control Procedures. At present the company is under CIRP therefore the related risk is associated with the company.

44. Corporate Social Responsibility

i) Terms of reference:

The Committee formulates CSR Policy. The role of the Committee is as under:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013.
- Recommend the amount of expenditure to be incurred on the activities referred in the CSR policy.
- Monitor the CSR Policy of the Company and its implementation from time to time.
- Such other functions as the Board may deem fit from time to time.

ii) Composition, name of Members and attendance during the year:

The CSR Committee of the Company consists of 2 Non-Executive Independent Directors and 1 Executive Director.

Name of the member	Position	No. of Meetings held during the FY 2021-22	No. of meetings Attended during the FY 2021-22
Mr. Rajesh Agarwal	Chairman	1	1
Mrs. Janhabi Deo	Member	1	1
Mr. Pareswar Panda	Member	1	1

w.e.f. from 30.11.2021 the committee was suspended due to CIRP

iii) No. of Meetings held during the year:

During the year the committee has met once i.e. on 21st August, 2021

iv) Amount incurred on CSR activities during the year:

Section 135 of the Companies Act, 2013 & Companies (Corporate Social Responsibility Policy) Rules, 2014, (CSR Rules) makes it mandatory for certain companies who fulfill the criteria as mentioned under Sub Section 1 of Section 135 to comply with the provisions of Corporate Social Responsibility and accordingly company had constituted a CSR committee and has also adopted the CSR Policy for the company as approved by the committee.

Since the average of the last three years profit was in negative figures i.e. (₹ 17.33) crores loss, company need not to incur any amount towards CSR in the FY 2021-22.

A responsibility statement of the CSR Committee

The CSR Committee has confirmed that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

Sd/-(Chairman CSR Committee)
(Suspended During CIRP)

45. Vigil Mechanism/ Whistle Blower Policy of the Company

The Vigil Mechanism as envisaged in the Companies Act, 2013, the Rules prescribed thereunder and the Listing Regulations is implemented through the Company's Whistle Blower Policy to enable the Directors, employees and all stakeholders of the Company to report genuine concerns, to provide for adequate safeguards against victimisation of persons who use such mechanism and make provision for direct access to the Chairman of the Audit Committee.

Whistle Blower Policy of your Company is available on the Company's website and can be accessed in the Governance section at the Web-link <http://arssgroup.in/PDF/ArssPolicy/Vigil%20Mechanism%20and%20Whistle%20Blower%20Policy.pdf>

46. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 / Internal Complaint Committee

The Company has a detailed policy in place in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("Act"). Internal Complaints Committees ("ICC") have been set up to redress complaints received regarding sexual harassment and the Company has complied with provisions relating to the constitution of ICC under the Act. The objective of the policy is to prohibit, prevent and address issues of sexual harassment at the workplace. This policy has striven to prescribe a code of conduct for the employees and all employees have access to the Policy document and are required to strictly abide by it. All employees (permanent, contractual, temporary, trainees) are covered under this Policy. During the year 2021-22, no case of Sexual Harassment was reported.

47. Share Capital

The issued, subscribed and paid-up Share Capital of the Company stood at ₹ 22.73 crores as at 31st March, 2022 comprising of 2,27,37,966 (Equity) Shares of ₹ 10 each fully paid-up. There was no change in Share Capital during the year under review.

48. Compliance with the provisions of Secretarial Standard 1 and Secretarial Standard 2

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively, have been duly complied by your Company.

49. Policies

The details of the Key Policies adopted by the Company can be accessed in the Governance section at the Web-link <http://arssgroup.in/ArssPolicies.html>.

- **Remuneration policy**

The Board has on the recommendation of the Nomination and Remuneration Committee framed and adopted the Policy for selection and appointment of directors, senior management and their remuneration. The Board recognizes that the various Committees of the Board have very important role to play to ensure highest standards of corporate governance. The remuneration policy is stated in the Corporate Governance Report.

- **Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information**

Pursuant to the amendments in the SEBI (Prohibition of Insider Trading) Regulations, 2015 vide The SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 the Board of Directors of the Company has adopted new code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information ("UPSII") ("Fair Disclosure Code") incorporating a policy for determination of "Legitimate Purposes" as per Regulation 8 and Schedule A to the said regulations w.e.f. 1st April, 2019.

- **Whistle blower policy**

The Company has adopted a Whistle Blower Policy through which the Company encourages its employees to bring to the attention of Senior Management, including Audit Committee, any unethical behavior and improper practices and wrongful conduct taking place in the Company. The details of the same is explained in the Corporate Governance Report and also posted on the website of the Company at the link <http://arssgroup.in/PDF/ArssPolicy/Vigil%20Mechanism%20and%20Whistle%20Blower%20Policy.pdf>

- **Code of Conduct to Regulate, Monitor and Report Trading by Insiders**

Pursuant to amendments in the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 vide the Securities and Exchange Board of India (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Company adopted the revised “Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons” as per Regulation 9 and Schedule B to the said regulations w.e.f. 1st April, 2019.

- **Policy for Determining Material Subsidiaries**

Pursuant to amendments in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, amended from time to time, the Company has adopted the revised “Policy for Determining Material Subsidiaries” for laying down a criterion for determining Material Subsidiaries and their governance as per Regulation 16(1)(c) to the said regulations w.e.f. 1st April, 2019.

50. Insurance

The Company’s plant, property, equipments, vehicles and stocks are adequately insured against major risks. The Company has also taken Directors’ and Officers’ Liability insurance Policy to provide coverage against the probable liabilities arising on them, if any.

51. Disclosure under Insolvency and Bankruptcy Code (Corporate Insolvency Resolution Process (CIRP))

A petition for initiation of Corporate Insolvency Resolution Process under Section 7 of the Insolvency and Bankruptcy Code, 2016 filed by State Bank of India (Financial Creditor) has been admitted against the Company vide Honorable National Company Law Tribunal, Cuttack bench order dated 30th November 2021 and Mr. Uday Narayan Mitra (Reg. No. IBBI/ IPA001/IP-P00793/2017-18/11360) having address at 72/1, Dawnagazi Road, bally, Kolkata West Bengal -711201 (Email-udaynarayanmitra@yahoo.co.uk) has been appointed as Interim Resolution Professional/ Resolution Professional by NCLT, Cuttack Bench under Section 13(1)(c) of the Insolvency and Bankruptcy Code, 2016. As a part of CIRP, financial and operational creditors were called upon to submit their claims to the IRP on or before 16th December, 2021, being the last date of submission.

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR), and in accordance with the requirements of sub-clause 16(h) of Para A of Part A of Schedule III of LODR read with Section 25(2)(h) of Insolvency & Bankruptcy Code, 2016 and Regulation 36A of IBBI (Insolvency Resolution Process for Corporate Persons) Regulations, 2016, the Invitation for Expression of Interest in Form - G was published on 13th April, 2022 for its submission to the RP on or before 28th April, 2022 pursuant to which the Resolution Professional has received one (1) resolution plan. The matter is under active deliberation.

52. Disclosure requirements:

As per SEBI Listing Regulations, the Corporate Governance Report with the Auditors’ Certificate thereon, and the Management Discussion and Analysis Report are attached, which forms part of this report. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

53. Acknowledgment:

Your Directors would like to acknowledge and place on record their sincere appreciation for assistance and co-operation received from the financial institutions, banks, Government authorities, customers and members during the year under review. Your Directors also place on record their deep sense of appreciation for the committed services by the executives, employees at all levels.

**For and on behalf of the Board of Directors
(suspended during CIRP)**

	Sd /- Subash Agarwal Chairman	Sd /- Rajesh Agarwal Managing Director	Sd /- (Uday Narayan Mitra) Resolution Professional
Place: Bhubaneswar	(DIN:00218066)	(DIN: 00217823)	(IP Reg.No.IBBI/IPA001
Dated: 13 th August 2022	(Suspended during CIRP)	(Suspended during CIRP)	/ IP-P00793/2017-18/11360)

REPORT ON MANAGEMENT DISCUSSION AND ANALYSIS

1. 1.1 Global Economy

The global economy grew an estimated 5.9% in FY 2020-21 compared to a de-growth of 3.3% in FY 2019-20. This improvement was largely due to increased vaccination roll out the world over and a revival in economic activity based on catch-up consumption.

The global economic recovery is attributed to accelerated vaccine roll out across 4.4 billion people, around 56% of the global population (single dose). The spot price of Brent crude oil increased 53.34% from USD 50.37 per barrel at the beginning of FY 2020-21 to USD 77.24 per barrel at the end of the calendar year, strengthening the performance of oil exporting countries and moderating growth in importing nations. Global FDI reported an increase from USD 929 billion in FY 2020-21 to an estimated USD 1.65 trillion in FY 2020-21.

The global economy was affected by prohibitive shipping freight rates, a shortage of shipping containers and semiconductor chips in FY 2020-21, affecting global economic recovery. Inflation was at its highest since 2011, especially in the advanced economies, catalysed by a run up in commodity prices. Some emerging and developing economies were positioned to withdraw policy support to contain inflation even as the economic recovery was still incomplete.

The prominent feature of the global economic activity during the year under review was a sharp revival in commodity prices to record levels following the drop at the time of pandemic outbreak. The commodities that reported a sharp increase in prices comprised steel, coal, oil, copper, food grains, fertilizers and gold.

The global economy is projected to grow at a modest 2.6% in FY 2021-22 following the Russia-Ukraine crisis. A higher interest rate environment could affect emerging markets and developing economies with large foreign currency borrowings and external financing needs in FY 2021-22.

Regional growth (%)	2021	2020
World output	5.9	(3.3)
Advanced economies	5.0	(4.9)
Emerging and developing economies	6.3	(2.4)

(Source: IMF, World Bank, UNCTAD)

1.2 Indian Economy

The Indian economy reported an attractive recovery in FY 2021-22, its GDP rebounding from a de-growth of 7.3% in FY 2020-21 to a growth of 8.7% in FY 2021-22. By the close of FY 2021-22, India was among the six largest global economies, its economic growth rate was the fastest among major economies (save China), its market size at around USD 1.40 billion the second most populous in the world and its rural under consumed population arguably the largest in the world.

Y-o-Y growth of the Indian economy

	FY19	FY20	FY21	FY22
Real GDP growth (%)	6.1	4.2	(7.3)	8.7

Growth of the Indian economy, FY 2021-22

	Q1, FY22	Q2, FY22	Q3, FY22	Q4, FY22
Real GDP growth (%)	20.1	8.4	5.4	4.1

The Indian economy was affected by the second wave of the pandemic that affected economic growth towards the fag end of the previous financial year and across the first quarter of the financial year under review. The result is that after a growth of 1.6% in the last quarter of FY 2020-21, the Indian economy grew 20.1% in the first quarter of FY 2021-22 due to the relatively small economic base during the corresponding period of the previous year.

India's monsoon was abundant in FY 2020-21 as the country received 99.32% of a normal monsoon, lower than in the previous year. The estimated production of rice and pulses recorded volumes of 127.93 Million Tons and 26.96 Million Tons respectively. The total oilseeds production of the country recorded a volume of 371.47 Million Tons. Moreover, based on the spatial and temporal distribution of the 2021 monsoon rainfall, the agricultural gross value added (GVA) growth in FY 2021-22 is anticipated to be 3-3.5%. The country's manufacturing sector grew an estimated 12.5%, the agriculture sector 3.9%, mining and quarrying by 14.3%, construction by 10.7% and electricity, gas and water supply by 8.5% in FY 2021-22.

There were positive features of the Indian economy during the year under review.

India attracted the highest annual Foreign Direct Investments (FDI) inflow of USD 83.57 billion in FY 2021-22, a validation of global investing confidence in India's growth story. The government approved 100% FDI for insurance intermediaries and increased FDI limit in the insurance sector from 49% to 74% in Union Budget FY 2021-22.

India surpassed the INR 88,000 Crore target set for asset monetisation in FY 2021-22, raising over INR 97,000 Crore with roads, power, coal, mining and minerals accounting for a large chunk of the transactions.

The Indian government launched a four-year INR 6 Lakh Crore asset monetisation plan (roads and highways, pipelines, power transmission lines, telecom towers, railways station redevelopment, private trains, tracks, goods sheds, dedicated freight corridor, railways stadiums, airports, projects in major ports, coal mining projects, mineral mining blocks, national stadia, redevelopment of colonies and hospitality assets).

In FY 2020-21, India was the largest recipient of global remittances. The country received USD 87 billion during FY 2020-21, with the US being the largest source (20%). India's foreign exchange reserves stood at an all-time high of USD 642.45 billion as on 3rd September, 2021, crossing USD 600 billion in FOREX reserves for the first time.

India's currency weakened 3.59% from INR 73.28 to INR 75.91 to US dollar through FY 2021-22. The consumer price index (CPI) of India stood at an estimated 5.3% in FY 2021-22. India reported improving Goods and Services Tax (GST) collections month-on-month in the second half of FY 2021-22 following the relaxation of the lockdown, validating the consumption-driven

improvement in the economy. The country recorded all-time high GST collections in March 2022 standing at INR 1.42 Lakh Crore, which is 15% higher than the corresponding period in FY 2020-21.

India ranked 62 in the 2020 World Bank's Ease of Doing Business ranking. The country received positive FPIs worth INR 51,000 Crore in FY 2020-21 as the country ranked fifth among the world's top leading stock markets with a market capitalization of USD 3.21 trillion in March 2022.

The fiscal deficit was estimated at ~H 15.91 trillion for the year ending 31st March, 2022 on account of a higher government expenditure during the year under review.

India's per capita income was estimated to have increased 16.28% from INR 1.29 Lakh in FY 2020-21 to INR 1.50 Lakh in FY 2021-22 following a relaxation in lockdowns and increased vaccine roll out.

India's tax collections increased to a record INR 27.07 Lakh Crore in FY 2021-22 compared with a budget estimate of INR 22.17 Lakh Crore. While direct taxes increased 49%, indirect tax collections increased 30%. The tax-to-GDP ratio jumped from 10.3% in FY 2020-21 to 11.7% in FY 2021-22, the highest since 1999.

Retail inflation in March at 6.95% was above the RBI's tolerance level of 6% but fuel prices played no part in this surge. Retail inflation spiked to a 17-month high in March 2022, above the upper limit of the RBI's tolerance band for the third straight month.

(Source: Economic Times, IMF, World Bank, EIU, Business Standard, McKinsey, SANDRP, Times of India, Livemint, InvestIndia.org, Indian Express, NDTV, Asian Development Bank)

1.3 Indian economic reforms and Union Budget 2022- 23 provisions

The Union Budget FY 2022-23 seeks to lay the foundation of the Indian economy over the 'Amrit Kaal' period of the next 25 years leading to 100 years of independence in 2047. The government is emphasizing the role of PM Gati Shakti, Inclusive Development, Productivity Enhancement & Investment, Sunrise Opportunities, Energy Transition and Climate Action, as well as Financing of Investments.

The capital expenditure target of the Indian government expanded by 35.4% from INR 5.54 Lakh Crore to INR 7.50 Lakh Crore. The effective capital expenditure for FY 2022-23 is seen at INR 10.7 Lakh Crore. An outlay of INR 5.25 Lakh Crore was made to the Ministry of Defence, which is 13.31% of the total budget outlay. A boost was provided to India's electric vehicle policy 'Scheme for Faster Adoption and Manufacturing of (Hybrid and) Electric Vehicle in India'. An announcement of nearly INR 20,000 Crore was made for the PM Gati Shakti National Master Plan to catalyse the infrastructure sector. An expansion of 25,000 Km was initiated for FY 2022-23 for the national highways network. To boost the agricultural sector, an allocation of INR 2.37 Lakh Crore was made towards the procurement of wheat and paddy under MSP operations. An outlay of INE 1.97 Lakh Crore was announced for the Production Linked Incentive (PLI) schemes across 13 sectors.

1.4 Outlook

India's medium-term optimism is derived from the fact that three down cycles – long-term, medium-term and short-term – could well be reversing at the same time. The long-term downtrend, as a result of nonperforming assets, scams and overcapacity could be over; the medium-term downtrend that was caused by the ILFS crisis, select banks collapse and weakening NBFCs could well be over; the short-term downtrend on account of the pandemic has weakened following the acceleration of the vaccine roll out.

There is a possibility of each of these downtrends having played out, which could well lead to a multi-year revival in capital investments. Some USD 500 billion worth of investments are expected to be made in the wind and solar infrastructure, energy storage and grid expansion.

The Indian economy is projected to grow by 8% in FY 2022- 23 (World Bank estimate), buoyed by tailwinds of consistent agricultural performance, flattening of the COVID-19 infection curve, increase in government spending, favorable reforms and an efficient roll-out of the vaccine leading to a revival in economic activity.

Across the next three years, capital expenditure in core sectors - cement, metal, oil refining and power - should be about INR 5 trillion. Besides, the government's production linked incentives (PLI)-led capex should generate an incremental INR 1.4 trillion in sectors like consumer durables, pharmaceuticals and automobiles.

1.5 India's infrastructure sector

The key driver for the Indian economy is infrastructure sector. The India government increased the National Infrastructure Pipeline (NIP) to 7,400 projects in FY 2020-21, even as ~217 projects worth INR 1.10 Lakh Crore (USD 15.09 billion) were completed in FY 2019-20. The government had invested USD 1.4 trillion in infrastructure development through the National Infrastructure Pipeline as of July, 2021. Sectors such as roads, urban development, railways and energy approximated ~71% of the projected infrastructure investments. In FY 2020-21, India attracted USD 81.72 billion through infrastructure sector FDI. (Source: ibef.org)

Roads: India possesses the second largest road network in the world spanning 6.4 Million Km, covering over 90% of passenger traffic and 64.5% of freight traffic. For the past few years, road transportation connectivity has improved. Despite the pandemic restrictions, India constructed 13,298 Km of highways in FY 2020-21; highway construction between 2016 to 2021 reported a CAGR of 21.44%.

Railways: The Indian Railways network is one of the largest railway systems in the world.

The route length of Indian railways is 67,956 Km. In spite of the pandemic, Indian Railways commissioned 1,793 Km length of new lines, gauge conversion and doubling. Railway electrification across 3003 route Km and track renewal across 4,099 Km was carried out. The Indian government announced investments in track doubling, gauge conversion and electrification. The Union Budget FY 2022-23 allocated INR 1,40,367.13 Crore for the up-gradation of the Indian railway infrastructure, gauge conversion of 2,200 Km by 2023 at an annual cost of USD 2 Billion, 33,000 Km to be electrified by 2023 at a cost of USD 2 Billion annually and USD 17 Billion investments for 35 bullet trains by 2022 (Source: financialexpress.com, investindia.gov). Besides, the Indian government announced PM Gati Shakti master plan under which the national highway network will be expanded by 25,000 Km in FY 2022-23. In FY 2021-22, the Ministry of Road Transport and Highways constructed national highways extending 4,450 Km compared with 4,956 Km in FY 2020-21. The Western route (Jawaharlal Nehru Port to Dadri) and the Eastern route (Ludhiana to Dankuni) of dedicated freight corridors have been fast-tracked. The Indian Railways has set the target to eliminate 2,429 manned level crossings by March 2025. (Source: times of india. India times, ibef.org, investindia.gov, india.com)

Roads and bridges: The Union Budget FY 2022-23 allocated INR 13,335.47 Crore for track renewal, INR 2,850 Crore for gauge conversion and INR 12,108 Crore for track doubling. A sum of INR 25,243 Crore was allocated for new lines. Source: english. jagan.com)

2. Company overview

The flagship company of the ARSS Group is ARSS Infrastructure Projects Limited. The Company carries out civil and infrastructure projects, Railways, Highways, flyovers, Irrigation works etc.

2.1 BUSINESS DEVELOPMENT AT ARSS

The Company (alongwith it's JVs) has secured the following contracts (work order) during the financial year 2021-22:

1. **At- Anandapur:** Excavation, Cement Concrete lining of Baitarani Left Bank Canal(BLBC) from 0.00km to RD 13.50km including construction of structures and Service Road.(Balance work): ARSS PKG I Which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by Chief Construction Engineer, Anandapur Barrage Project, Salapada on 25th October,2021 With a Contract Value of ₹ 76.25 Crores Plus GST.
2. **At- Anandapur:** Excavation, cement concrete lining of Baitarani Left Bank Canal (BLBC) from RD 13.50 Km to RD 28.50 Km including construction of structures and service road. (Balance work): ARSS PKG II which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by Chief Construction Engineer, Anandapur Barrage Project, Salapada on 25th October,2021 With a Contract Value of ₹ 73.41 Crores Plus GST.
3. **At- Boudh:** Execution of Roadbed (earthwork in Cutting & Banking), Major Bridges, Minor Bridges, ROBs, RUBs/ LHSS, Building works, Laying of Blanket and other allied items between km.172 to 194 (22 Route km) of Khurda Road-Bolangir new BG Rail Link project of E. Co. Railway. which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by CPM I, Construction, East Coast Railway Bhubaneswar on 7th May,2021 With a Contract Value of ₹ 162.48 Crores
4. **At- Keonjhar:** Provision of new Electronic Interlocking system at Tangiriapal station, Provision of IBS in Sagadapata-Tangiriapal section and modification of existing Electronic Interlocking at Sagadapata and Tomka stations including supply of materials, installation, testing and commissioning of Indoor and Outdoor signalling work in connection with commissioning of double line in Sagadapata-Tomka section of Khurda Road Division of East Coast Railway in the State of Odisha, India which is awarded in favour of our Company i.e. ARSS Infrastructure Projects Limited by General Manager (S&T) Rail Vikas Nigam Limited, B-28, Rail Vihar, Colony Chandrashekharpur, Bhubaneswar, Odisha on 16th June,2021 With a Contract Value of ₹ 17.62 Crores
5. **At- Koraput:** Koraput-Singapur Road Doubling Project: Execution of Earth-work in formation, Major bridges' works, Minor bridges' works, P.Way related works, Supply of Ballast, Station & Service buildings works, Platforms' works, Foot Over Bridges' works and other allied works from Km 33.50 to Km 61.17 in Baiguda- Lakshmipur Road section in connection with doubling of existing single line track in Koraput-Singapur Road line of Waltair Division of East Coast Railway which is awarded in favour of our Joint Venture (JV) named SCPL- ARSS (JV) by Chief Project Manager-II, East Coast Railway, Visakhapatnam on 4th August , 2021 With a Contract Value of ₹ 238.15 Crores
6. **At- Purulia:** Execution of work for the construction of minor bridge, Earth work, P.way linking, Tree cutting, Horticulture, Staff Qtrs., Station building, P.F wall, FOB, and other related works from Purulia to Kotshila in connection with Purulia- Kotshila doubling works under the jurisdiction of Dy. CE/Con/Adra. Chargeable to Estimate No 1787W/2019. which is awarded in favour of our Joint Venture (JV) named ARSS –KKMPL (JV) by Chief Engineer (Con-II) South Eastern Railway Kolkata on 9th June, 2021 With a Contract Value of ₹ 86.75 Crores

2.2 Segment wise performance

The Company is engaged in only one segment viz. Construction Business and as such there is no separate reportable segments as per IND AS -108 "Operating Segment."

2.3 Financial performance with respect to operational performance

The turnover of the Company in the year is ₹ 288.81 crores as compared to ₹ 248.45 crores in the previous financial year. The profit/(-)Loss before tax is ₹ (-) 108.34 crores as compared to ₹ (-) 50.61 crores for the previous financial year.

The performance during the year ended 31st March, 2022 has been as under:

(₹ In Crores)

Particulars	Standalone		Consolidated	
	2021-22	2020-21	2021-22	2020-21
Sales	288.81	248.45	288.81	248.45
Profit before Depreciation, Interest and Tax	(106.17)	(37.51)	(106.18)	(37.51)
Less : Depreciation	0.74	10.81	0.74	10.81
Interest	1.43	2.27	1.43	2.27
Share of net profit or associates and joint ventures accounted using equity method			0.39	0.71
Profit Before Tax	(108.34)	(50.61)	(107.96)	(49.89)
Less : Tax Expenses				
a) Current Year	-	-	-	-
b) Earlier Year	-	-	-	-
c) Deferred Tax	2.45	2.05	2.45	2.05
Profit/Loss After Tax	(110.78)	(52.65)	(110.41)	(51.95)
Balance brought forward from previous year	(243.05)	(190.38)	(251.88)	(199.93)
Add :Re-measurement of defined employee benefit plans through OCI	-	-	-	-
Amount Available for Appropriation	(353.83)	(243.05)	(362.29)	(251.88)
Appropriations				
a) Dividend				
b) Tax on Dividend				
c) Transfer to General Reserve				
Balance Carried to Balance Sheet	(353.83)	(243.05)	(362.29)	(251.88)
Earnings per Share (In ₹) (Weighted) Basic (Equity Shares of face value of ₹ 10/- each)	(48.72)	(23.16)	(48.56)	(22.85)
Earnings per Share (In ₹) (Weighted) Diluted (Equity Shares of face value of ₹ 10/- each)	(48.72)	(23.16)	(48.56)	(22.85)

2.4 Key Financial Ratio: Pursuant to Schedule V(B) to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015], the details of changes in key financial ratio as compared to previous year are stated below:

	2021-22	2020-21	% change as compared to PY
Debtors Turnover	28.77	11.00	161.55
Inventory Turnover	8.41	10.08	(16.57)
Interest Coverage Ratio	(74.82)	(21.24)	(252.92)
Current ratio	0.16	0.17	(5.88)
Debt Equity Ratio	(13.09)	(120.03)	(89.09)
Operating profit Margin (%)	(37.25%)	(16.01%)	(21.24)
Net Profit Margin (%)	(38.36%)	(21.19%)	(17.17)
Return on Net worth	(0.89%)	(3.88%)	2.99

1. **Debtors turnover ratio-** increased primarily account of decrease in receivables due to revenue booking in the last month of the FY i.e. March 2022. Further there is increase in turnover as compared to previous year.
2. **Inventory turnover ratio-** decreased primarily on account of increase in inventory.
3. **Interest coverage ratio-** decreased primarily on account of lower operating profits and lower interest.
4. **Current ratio-** decreased primarily on account of decrease in current assets.
5. **Debt equity ratio-** decreased primarily on account of movement of long term borrowing and decreased in Net Worth.
6. **Operating profit margin-** Decreased on account of lower operating profit.
7. **Net profit margin-** decreased on account of lower net profit.
8. **Return on net worth-** decreased primarily on account of lower profit to reserve as compared to previous year.

3. Human Resources Development and Industrial Relations:

In 2021-22, with ARSS growing its order book, resource mobilization for new projects became a key HR imperative. With the growing number of projects, hiring was also done at the leadership levels in the areas of operations, engineering and design to strengthen the quality of project execution. New talent was also inducted at the middle and junior levels. While adequate number of people were hired for effective execution, there were strong budget controls imposed to effectively balance the twin objectives of growth and cost control.

New employee induction and training for the existing employees continued to remain focused on functional, technical and behavioral areas. Safety related training also remained an important area of intervention. With new projects getting awarded and many project managers being new to the ARSS system, an exhaustive induction program covering all functions and processes was developed and implemented. However, the objective of furthering operational efficiencies remained a common thread through these activities. The Company is actively working on developing a culture driven by the collective spirit of experience. Assignment, empowerment and accountability will be the cornerstone of the people led processes.

Since 2021-22 was a year of consolidation, the remuneration and benefits mostly remained unaltered. However, ground work started on rationalizing the compensation structure to make it more employees friendly and with a plan to implement the same in coming financial year. Safety related training also remained as one of the primary focus areas. In the area of Project Management, self and immediate superior's assessments were completed with an objective to roll out appropriate training programmes for the next financial year with special focus on project risk assessment and mitigation.

At ARSS, we provide employees a secure and supportive work environment. To enhance skills, we organize training programmes. As on March 31, 2022, we had 774 full time employees.

Labor relations at all work sites and at the headquarters of the Company continued to remain cordial throughout the year. There was no industrial dispute during the year under review.

4. Opportunities and Threats, Risks and concerns

Opportunities and threats

The Indian government made an announcement on larger outlays for infrastructure development. For FY 2022-23, the government announced INR 1.3 Lakh Crore for the Indian Railways to improve infrastructure. Source: businessinsider.in

Outlook

The Company will bid for larger challenging projects not affected by competitive pressures. The Company intends to grow margins, volumes and cash flows, the basis of its sustainability. The Company invested in talent, advanced technologies and time-bound project execution. The company intends to enhance project execution capabilities, productivity, competitiveness and liquidity.

Risks and concerns

The risks that can possibly affect the company's performance comprise a decline in the order book, slow receivables, talent attrition, project delivery delays and inability to address customer needs. The company has addressed these realities through a selection of projects around an engagement with large and liquid customers, profitable hurdle rate, talent retention, timely projects completion, sustained engagement with customers and an experienced talent pool. The company's agreements are marked by a price variation formulae wherein the company is compensated for an increase or decrease in steel prices.

5. Internal control systems and their adequacy

Management has put in place effective Internal Control Systems to provide reasonable assurance for:

- Safeguarding Assets and their usage.

- Maintenance of Proper Accounting Records and
- Adequacy and Reliability of the information used for carrying on Business Operations.

Key elements of the Internal Control Systems are as follows:

- Existence of Authority Manuals and periodical updating of the same for all Functions.
- Existence of clearly defined organizational structure and authority.
- Existence of corporate policies for Financial Reporting and Accounting.
- Existence of Management information system updated from time to time as may be required.
- Existence of Long Term Business Plans.
- Existence of Internal Audit System.
- Periodical review of opportunities and risk factors depending on the Global / Domestic Scenario and to undertake measures as may be necessary.

ARSS has an adequate system of internal control to ensure that the resources of the Company are used efficiently and effectively, all assets are safeguarded and protected against loss from unauthorised use or disposition and the transactions are authorised, recorded and reported correctly, financial and other data are reliable for preparing financial information and other data and for maintaining accountability of assets. The internal control is supplemented by extensive programme of internal audits, review by management, documented policies, guidelines and procedures.

The Company has appointed an Independent Auditor to ensure compliance and effectiveness of the Internal Control Systems in place. The Audit Committee is regularly reviewing the Internal Audit Reports for the auditing carried out in all the key areas of the operations. Additionally the Audit Committee approves all the audit plans and reports for significant issues raised by the Internal and External Auditors. Regular reports on the business development, future plans and projections are given to the Board of Directors. Audit Reports are regularly circulated for perusal of Senior Management for appropriate action as required. Normal foreseeable risks of the Company's assets are adequately covered by comprehensive insurance. Risk assessments, inspections and safety audits are carried out periodically.

6. Strategic Initiative:

The Company is well on its course to meet its growth targets despite increase competition. Effective business strategies have allowed the Company executing projects in a timely manner and economies on critical resources though joint venture in large projects.

The foray into high potential business of railways, roads and bridges has been successful during the year and boosted the order in flow. The Company is strengthening its manpower for execution of high value projects and adding assets for development of infrastructures to complete all contracts in time.

7. Cautionary Statement:

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the infrastructure sector, significant changes in political and economic environment in India, exchange rate fluctuations, tax laws, litigation, labour relations and interest costs.

**For and on behalf of the Board of Directors
(suspended during CIRP)**

	Sd /- Subash Agarwal Chairman	Sd /- Rajesh Agarwal Managing Director	Sd /- (Uday Narayan Mitra) Resolution Professional
Place: Bhubaneswar	(DIN:00218066)	(DIN: 00217823)	(IP Reg.No.IBBI/IPA001
Dated: 13 th August 2022	(Suspended during CIRP)	(Suspended during CIRP)	/ IP-P00793/2017-18/11360)

Report on Corporate Governance

1. Company's Philosophy on code of Corporate Governance

ARSS Infrastructure Projects Limited ('the Company' or 'ARSS') has always been committed to maintain sound corporate governance standards and ethical business practices.

This involves institutionalizing the Company's philosophy on corporate governance across business activities, which is based on the principles of accountability, transparency, responsibility and fairness in all aspects of its operations.

The Company has an active and Independent Board of Directors that provides supervisory, strategic advice and direction. Your Company believes that all actions and plans should be supported by adequate systems and procedures in order to ensure that the decision making process across different levels of management is well-informed and conforms to the highest standards of corporate behaviour.

However, a company undergoing insolvency resolution process, is exempted from the requirement of, amongst others, composition of board of directors, constitution, meetings and terms of reference of the audit committee, constitution, meetings and terms of reference of the nomination and remuneration committee, constitution, meetings and terms of reference of the stakeholders' relationship committee as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "SEBI LODR Regulations"). Further, the role and responsibilities of the Board of Directors as specified under Regulation 17 of the SEBI LODR Regulations is required to be fulfilled by the interim resolution professional or resolution professional, as the case may be.

Members may note that pursuant to an application made by State Bank of India, the Hon'ble National Company Law Tribunal, Cuttack Bench ("Adjudicating Authority"), vide its order dated 30th November 2021, had ordered the commencement of the corporate insolvency resolution process ("CIRP") in respect of your company under the provisions of the Insolvency and Bankruptcy Code, 2016 (the "Code") and related rules and regulations issued thereunder with effect from 30th November, 2021 (Corporate Insolvency Resolution Process Commencement Date). Mr. Uday Narayan Mitra (IBBI/IP A-001/IP-P00793/2017-18/11360) has been appointed as Interim Resolution Professional ("IRP") in terms of the NCLT Order. Subsequently COC has approved through evoting dated 25.02.2022 as Resolution Professional ("RP") in conformity with sub section (2) of section 22 of the Insolvency and Bankruptcy Code, 2016.

The powers of Board of Directors of the Company stand suspended effective from the CIR Process commencement date and such powers along with the management of affairs of the Company are vested with the RP in accordance with the provisions of Section 17 and 23 of the Insolvency Code read with Regulation 15(2A) & (2B) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Chapter reports the Company's compliance with the provisions of Section 134(3) of the Companies Act, 2013 and the Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as SEBI Listing Regulations) as given below:

2. Board of Directors

As the powers of the Board stood suspended with effect from 30th November, 2021 and Mr. Uday Narayan Mitra was appointed as the Interim Resolution Professional ("IRP") to manage the affairs of the Company. Subsequently, the Committee of Creditors ("CoC") appointed the same Mr. Uday Narayan Mitra as the Resolution Professional (RP) to manage the day to day affairs of the Company. Prior to commencement of CIRP the Board of Directors was the apex body constituted by the shareholders for overseeing the Company's overall functioning. The RP/Board provides and evaluates the Company's strategic direction, management policies and their effectiveness and ensures that the stakeholders' long term interests are being served.

➤ Composition, Category and size of the Board:

• Composition

As on 31st March, 2022 Board of Directors of ARSS Infrastructure Projects Limited ("The Board") as on the date of this report the Board comprised of 4 (Four) Directors, which included 2 (Two) Non-Executive Independent Directors and 2 (Two) Executive Promoter Directors. Since the Powers of the Board of Directors are vested with the Resolution Professional the management of the affairs of the Company is being exercised under the overall control, supervision

and guidance of the IRP/RP from the date of the order till the completion of Corporate Insolvency Resolution Process. Matters required to be tabled to the Board of Directors were put up for the review and the decision of the RP from time to time in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- (i) The Board of Directors has an ideal combination of executive and non executive Directors and having 4 Directors (as on 31.03.2022) out of which 2 are Executive Directors, and 2 are Non-Executive & Independent Directors. However the Woman director Mrs. Janhabi Deo has resigned from the board with effect from 17.11.2021#

#Further, in terms of the SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 17 of the SEBI LODR Regulations dealing with the requirement of composition of the board of directors.

- (ii) None of the Directors on the Board are Members of more than ten Committees or Chairman of more than five Committees (as specified in Regulation 26 (1) of SEBI (LODR) Regulations) across all the Companies in which they are Directors. Necessary disclosures regarding Committee positions in other public Companies as on March 31, 2022 have been made by the Directors. None of the directors of the Company holds office as a director, including as an alternate director, in more than twenty companies at the same time. None of them has directorships in more than ten public limited companies and none of the NEDs serve as IDs in more than Seven Listed Companies and none of the Executive or whole- time Directors serve as IDs on any listed company.
- (iii) The Company had no pecuniary relationship or transactions with the Non-Executive Directors during FY 2021-22. The Independent Directors are not related to promoters or persons occupying management positions at the Board level or any level below the Board; they were neither in employment for the last three years nor they are material suppliers, service providers, customers, a lessor, or a lessee of the Company, which may affect their independence. They do not hold substantial shares in the Company. All these directors are above 21 years of age.
- (iv) All Independent Directors are persons of eminence and bring a wide range of expertise and experience to the Board thereby ensuring the best interest of stakeholders and the Company. Independent directors are non executive directors as defined under Reg 16(1)(b) of SEBI (Listing Regulation), 2015. All Independent Directors meet with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“LODR”). Maximum Tenure of Independent directors is in compliance with the Act.
- (v) All the directors have made necessary disclosures regarding their directorship as required under Section 184 of the Act and the Committee positions held by them in other companies as stipulated under regulation 26 of the Listing Regulations. All the Directors of the Company are in compliance of Regulation 17A and 26 of the Listing Regulations regarding their Directorship, Committee Membership and Chairmanship of the Committee. All the Directors of the Company except Independent Directors and Nominee Director are liable to retire by rotation.
- (vi) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorship and Committee Chairmanships/ Memberships held by them in other Companies are given herein below. Chairmanships/ Memberships of the Board Committees include only Audit committee and Stakeholders Relationship Committee.
- (vii) The Information stipulated under Part A of Schedule II of SEBI (LODR Regulations) is being made available to the Board.
- (viii) None of the present directors except Mr. Subash Agarwal & Mr. Rajesh Agarwal are “Relative” of each other as defined in Section 2 (77) of Companies Act, 2013 and Rule 4 of the companies (Specification of definitions details) Rule 2014.

Details Regarding Appointment and Re- appointment of all the Board of Directors has been detailed in the Director’s Report.

The details of composition of the Board, Directors' attendance at the Board Meetings and at the last Annual General Meeting ("AGM"), Directors' outside directorships and the Board / Committee Chairmanships / Memberships as on 31st March, 2022 are given hereunder:###

Name	Category	Board Meetings		Attendance at Last AGM	No. of Directorship and other committee Membership/Chairmanship			No. of shares held in the company as on 31.03.2022
		Held During the tenure	Attended		Directorship*	Committee membership#	Chairmanship#	
Mr. Subash Agarwal	Executive Director (Chairman)	4	4	Yes	1	Nil	Nil	13,81,608
Mr. Rajesh Agarwal	Executive Director (Managing Director)	4	4	Yes	2	Nil	Nil	5,38,745
Mr. Pareswar Panda	Independent Director	4	4	Yes	1	2	Nil	Nil
Mr. Krishna Chandra Raut [^]	Nominee Director	1	1	No	1	2	Nil	Nil
Mrs. Janhabi Deo ^{^^}	Independent Director (Woman Director)	4	4	Yes	1	2	2	Nil
Mr. Rajender Parshad Indoria	Independent Director	4	3	Yes	3	4 ^{^^^}	Nil	Nil

Notes:-

* Directorship includes only Indian Public Companies Whether Listed or not including ARSS Infrastructure Projects Limited has been considered and Excludes private limited companies, foreign companies and companies registered under Section 8 of the Companies Act, 2013 (i.e. associations not carrying on business for profit or which prohibits payment of dividend).

In accordance with Regulation 26 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Memberships/Chairmanships of only Audit Committee, Stakeholders Relationship Committee in all public limited companies Whether Listed or not, including ARSS Infrastructure Projects Limited have been considered.

[^] Mr. K. C. Raut was resigned from the board w.e.f. 23rd July, 2021.

^{^^} Mrs. Janhabi Deo was resigned from the board w.e.f. 17th November, 2021

###Pursuant to commencement of the CIR process of the Company, the powers of the Board stand suspended and are to be exercised by the interim resolution professional or resolution professional, as the case may be, in accordance with the provisions of the Code. Further, in terms of the SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 17 of the SEBI LODR Regulations dealing with the requirement of composition of the board of directors.

(ix) None of the Directors hold the office of director in more than the permissible number of companies under the Companies Act, 2013 or Regulation 17A of the SEBI LODR Regulations.

The names of the listed entities (whose equities and debt securities are listed) wherein the Director holds directorships as on 31st March 2022 are as follows:

Name of Director	Names of Listed Entities where he holds Directorship	Category of Directorship
Mr. Subash Agarwal (Chairman)	ARSS Infrastructure Projects Limited	Chairman
Mr. Rajesh Agarwal (Managing Director)	ARSS Infrastructure Projects Limited	Managing Director
Mr. Krishna Chandra Raut ^{**}	ARSS Infrastructure Projects Limited ^{**} (Resigned on 23 rd July, 2021)	Nominee Director
Mr. Pareswar Panda	ARSS Infrastructure Projects Limited	Independent Director
Mrs. Janhabi Deo ^{***}	ARSS Infrastructure Projects Limited (Resigned on 17 th November, 2021) ^{***}	Independent Director
Mr. Rajender Parshad Indoria	ARSS Infrastructure Projects Limited	Independent Director

(x) **Information to the Board:** The Board of Directors has complete access to the information within the Company, which inter alia includes -

- Annual revenue budgets and capital expenditure plans ;
- Quarterly results and results of operations of the company ;
- Financing plans of the Company;
- Minutes of meeting of Board of Directors, Audit Committee, Nomination & Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility Committee
- Details of any joint venture, acquisitions of companies or collaboration agreement or sale of investments, subsidiaries, assets Quarterly report on fatal or serious accidents or dangerous occurrences, any material effluent or pollution problems;
- Any materially relevant default, if any, in financial obligations to and by the Company or substantial non-payment for goods sold or services rendered, if any;
- Any issue, which involves possible public or product liability claims of substantial nature, including any Judgment or Order, if any, which may have strictures on the conduct of the Company;
- Developments in respect of human resources/industrial relations;
- Compliance or Non-compliance of any regulatory, statutory nature or listing requirements and investor service such as non-payment of dividend, delay in share transfer, etc., if any;
- Quarterly details of foreign exchange exposures and the steps taken by management to limit the risks of adverse exchange rate movement, if material;
- Status and effectiveness of risk management plans;
- Succession to senior management (through the Nomination & Compensation Committee);
- Show cause / demand / prosecution / adjudication notices, if any, from revenue authorities which are considered materially important ;
- Significant court judgement or order passing strictures, if any, on the conduct of the Company or a subsidiary of the Company or any employee, which could negatively impact the Company's image. ;
- Write-offs / disposals (fixed assets, inventories, receivables, advances etc.) on a half-yearly basis;
- Significant development in Human Resources / Industrial Relations;
- Material non-compliance of any regulatory or listing requirements and in relation to shareholders' services;
- All other matters required to be placed before the Board for its review / information under the Listing Regulations 2015 and other statutes.

(xi) **No. of Board Meetings**

The Company continued to remain under CIRP during the year under review. Regulation 15 sub regulation (2A) & (2B) of the SEBI LODR states that the provisions of Regulation 17, 18, 19, 20 and 21, shall not be applicable during the insolvency resolution process in respect of a listed entity which is undergoing corporate insolvency resolution process under the insolvency Code. Provided that the role and responsibilities of the board of directors as specified under the aforementioned regulations shall be fulfilled by the interim resolution professional or Resolution Professional in accordance with sections 17 and 23 of the Insolvency Code after initiation of CIRP i.e. 30th November 2021.

Details regarding attendance of each Director at Board Meetings, Last Annual General Meeting (AGM) and Number of Directorships and Committees positions held by them as on 31st March, 2022 are given below:

Four Board Meetings were held during the year and the time gap between two meetings of first two quarters did not exceed 180 days as per Circular issued by MCA, Vide Circular No.08/2021 dated 03/05/2021 and for last two quarters did not exceed 120 days. The dates on which the Board Meetings were held are as follows:

3rd May 2021, 21st August, 2021, 15th September, 2021 and 12th November, 2021,

Further, the Board Meetings for approval of quarterly and annual financial results were held on the following dates:

1 st Quarter Results	: 15 th September, 2021
2 nd Quarter Results	: 12 th November, 2021
3 rd Quarter Results	: Approved By IRP/RP on 14 th February, 2022
4 th Quarter & Annual Results	: Approved By IRP/RP on 27 th May, 2022

The tentative dates of the Board Meetings for consideration of financial results for the year ending 31st March, 2023 are as follows:

1 st Quarter Results	: Up to 14 th August, 2022
2 nd Quarter Results	: Up to 14 th November, 2022
3 rd Quarter Results	: Up to 14 th February, 2023
4 th Quarter & Annual Results	: Up to 30 th May, 2023

(xii) Board Procedure

The Board ensures that the Company's reporting and disclosure practices meet the highest standards of Corporate Governance and that the business practices followed by the Company are oriented towards meeting obligations towards various stakeholders and enhancing shareholders value. The Agenda of the meeting is circulated well in advance to the Board members backed by comprehensive background information to enable them to take appropriate decisions. During the year, the information to be placed before board of directors under SEBI (Listing Obligations & Disclosure Requirements), Regulation, 2015, [Reg. 17(7)] has been placed before the Board for its consideration. The Board is also kept informed of major events / items and approvals taken wherever necessary. The Managing Director at the Board Meetings keep the Board apprised of the overall performance of the Company.

Further, the Board also reviews the Annual financial statements of the Unlisted Subsidiary Company. Pursuant to Regulation 24 of the SEBI Listing Regulations, the Minutes of the Board Meetings and a statement of all significant transactions and arrangements entered into by the Company's Unlisted Subsidiary Company is placed before the Board. The Company has also formulated a Policy for determining "Material Subsidiaries" which is available on the website of the Company at <http://arssgroup.in/PDF/ArssPolicy/ARSS%20Policy%20for%20determining%20material%20subsidiaries.pdf>

(xiii) Post meeting follow up

The Important decision taken at the Board/Committee meetings are communicated to the department concerned promptly.

(xiv) Code of Conduct for Board members and Senior Management

The Board of Directors has laid down the code of conduct for all the Board members and members of the Senior Management of the Company. Additionally all independent directors of the company shall be bound by duties of independent directors as set out in the Companies Act, 2013 read with the Schedules and Rules there-under. All the Board members and Senior Management personnel have affirmed compliance with the code of conduct.

The Code of Conduct is available on the website of the company at <http://arssgroup.in/PDF/ArssPolicy/ARSS%20CODE%20OF%20CONDUCT%20FOR%20THE%20BOARD%20OF%20DIRECTORS%20AND%20SENIOR%20MANAGEMENT.pdf>

(xv) Formulation of Policy for Selection and Appointment of Directors and Their Remuneration

The Nomination and Remuneration Committee discussed and thereafter decided upon the policy for selection of appointment of directors and their remuneration. The highlights of this policy are as follows:

A. Criteria of selection of Non Executive Directors.

- a) The Non Executive Directors shall be of high integrity with relevant expertise and experience so as to have a diverse Board with Directors having expertise in the fields of manufacturing, marketing, finance, taxation, law, governance and general management.
- b) In case of appointment of Independent Directors, the Committee shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.

- c) The Committee shall ensure that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013.
- d) The Committee shall consider the following attributes / criteria, while recommending to the Board the candidature for appointment as Director.
 - Qualification, expertise and experience of the Directors in their respective fields;
 - Personal, Professional or business standing;
 - Diversity of the Board.
 - In case of re-appointment of Non Executive Directors, the Board shall take into consideration the performance evaluation of the Director and his engagement level.

B. Remuneration to Non Executive Directors

The Non Executive Directors shall be entitled to receive remuneration by way of sitting fees for participation in the Board / Committee meetings and commission as detailed hereunder:

- a) A Non Executive Director shall be entitled to receive sitting fees for each meeting of the Board or Committee meeting attended by him/her at his/her discretion of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014;
- b) The Committee may recommend to the Board, the payment of commission on uniform basis, to reinforce the principles of collective responsibility of the Board.
- c) The payment of such commission would be at the discretion of board only and shall not exceed 1% of the net profit of the Company;
- d) The Independent Directors of the Company shall not be entitled to participate in the Stock Option Scheme of the Company, if any, introduced by the Company

C. Chairman/ Managing Director & Whole Time Director - Criteria for selection / appointment

For the purpose of selection of the Managing Director or Whole Time Director, the Committee shall identify persons of integrity who possess relevant expertise, experience and leadership qualities required for the position and shall take into consideration recommendation, if any, received from any member of the Board. The Committee will also ensure that the incumbent fulfills such other criteria with regard to age and other qualifications as laid down under the Companies Act, 2013 or other applicable laws.

D. Remuneration for the Chairman/ Managing Director or Whole Time Director

- a) At the time of appointment or re-appointment, the Chairman, Managing Director or Whole Time Director may be paid such remuneration as may be mutually agreed between the Companies (which includes the nomination & Remuneration Committee and the Board of Directors) and the Chairman, Managing Director or Whole Time Director within the overall limits prescribed under the Companies Act, 2013.
- b) The remuneration shall be subject to the approval of the Members of the Company in General Meeting.
- c) The remuneration of the Chairman, Managing Director or Whole Time Director may be broadly divided into fixed and variable components. The fixed component shall comprise salary, allowances, perquisites, amenities and retrial benefits. The variable component shall comprise performance bonus.
- d) In determining the remuneration (including the fixed increment and performance bonus) the Committee shall ensure / consider the following:
 - the relationship of remuneration and performance benchmarks is clear;
 - balance between fixed and incentive pay reflecting short and long term performance objectives, appropriate to the working of the Company and its goals;
 - Responsibility required to be shouldered by the Managing Director or Whole Time Director, the industry benchmarks and the current trends.

(xvi) Remuneration Policy for the Senior Management Employees

In determining the remuneration of the Senior Management Employees (i.e. KMPs and senior officers just below the board level) the Committee shall ensure / consider the following:

- the relationship of remuneration and performance benchmark is clear;
- the balance between fixed and incentive pay reflecting short and long term performance objectives, appropriate to the working of the Company and its goals;
- the remuneration is divided into two components viz. fixed component comprising salaries, perquisites and retirement benefits and a variable component comprising performance bonus;
- The remuneration including annual increment and performance bonus is decided based on the criticality of the roles and responsibilities, the Company's performance vis-à-vis the annual budget achievement, individuals' performance and current compensation trends in the market.

The Chairman, Managing Director or Whole Time Director will carry out the individual performance review based on the standard appraisal matrix and shall take into account the appraisal score card and other factors and thereafter shall recommend the annual increment and performance incentive to the Committee for its review and approval.

(xvii) Performance Evaluation

In terms of SEBI (Listing Obligations and Disclosure Requirements) (Third Amendment) Regulations, 2018, a company undergoing CIR Process is not required to comply with the requirement of conducting evaluation of the independent directors. Therefore, subsequent to commencement of the CIR process the evaluation of the independent directors of the Company was not required to be carried out under the provisions of the Regulation 17(10) of the SEBI LODR Regulations. Further, in accordance with Rule 8(4) of Companies (Accounts) Rules, 2014, the board of directors of a company are required to evaluate its own performance and that of its committees and individual directors. However pursuant to commencement of the CIR process, the powers of the board of directors stand suspended and are exercised by the interim resolution professional or the resolution professional, as the case may be, in accordance with the provisions of the Code.

3. Independent Directors :

The Company has complied with the definition of Independence as per SEBI (LODR) Regulations, 2015 and according to the Provisions of section 149(6) Companies Act, 2013. The company has also obtained declarations from all the Independent Directors pursuant to section 149(7) of the Companies Act, 2013.

The company issued formal letters of appointment to Independent Directors in the manner as provided in the Companies Act, 2013. The appointment letters of Independent Directors has been placed on the Company's website at <http://arssgroup.in/PDF/IndependentDirectors/Terms-Conditions-for-Appointment-of-Independent-Director.pdf>

In the course of the financial year under review, one Independent woman director resigned from the Board with effect from 17th November, 2021. Pursuant to commencement of the CIR process of the Company, the powers of the Board stand suspended and are exercised by the interim resolution professional or resolution professional, as the case may be, in accordance with the provisions of the Code. The requirement of appointing women director under the Companies Act, 2013 and the rules framed thereunder is not maintainable on account of suspension of the powers of the Board of the Company. Further, in terms of the SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 17(1)(a) of the SEBI LODR Regulations dealing with the requirement of appointing a women director on the board of a listed company.

Recently, SEBI vide its notification dated 9th May, 2018 has amended Regulation 17 of SEBI (LODR), 2015 effective from 1st April, 2019. In view of the same Company is also complying the recent amendments in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018.

(i) Training & Induction of Independent Directors:

Whenever new Non-executive and Independent Directors are inducted in the Board they are introduced to our Company's culture through appropriate orientation session and they are also introduced to our organization structure, our business, constitution, board procedures, our major risks and management strategy.

(ii) Performance Evaluation of non-executive and Independent Directors

The Board evaluates the performance of Non-executive and Independent Directors every year. All the Non-executive and Independent Directors are eminent personalities having wide experience in the field of business, industry and administration. Their presence on the Board is advantageous and fruitful in taking business decisions.

(iii) Independent Directors Meeting

In view of the company continuing to remain under CIRP, No Independent Directors Meetings were held during the financial year 2021-22.

(iv) Familiarisation Programme of Independent Directors

At the time of appointing a Director, a formal letter of appointment is issued to the concerned director. Each newly appointed Independent Director is taken through a formal familiarisation program providing information relating to the Company, Business Divisions, industry, business model of the Company, geographies in which Company operates, etc. The programme also provides awareness to the Independent Directors on their roles, rights, responsibilities towards the Company. Further, the Familiarisation Programme also provides information relating to the financial performance of the Company and budget and control process of the Company.

The Director is also explained in detail the compliance required from him under the Companies Act, 2013, SEBI LODR Regulations, and other relevant regulations and affirmation taken with respect to the same.

As required under Schedule V of SEBI LODR Regulations, the following web link will provide details of familiarisation programmes imparted to Independent Directors. <http://arssgroup.in/PDF/ArssPolicy/Familiarisation%20Programme%20of%20the%20Independent%20Directors.pdf>

(v) Board Committees:

The terms of reference of Board Committees are determined by the Board from time to time. Presently the Company has four committees i.e Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility Committee. All the decisions pertaining to the constitution of the Committees, appointment of members, and fixing of terms of reference for committee members are taken by the Board of Directors. Details on the role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided below:

4. Audit Committee:**i) Terms of reference:**

The terms of reference of the Audit Committee are in conformity with the requirements of Regulation 18 of SEBI (LODR) Regulations, 2015 and Section 177(4) of the Companies Act, 2013. Further, the Audit Committee has powers which are in line with the SEBI Listing Regulations. The Audit Committee reviews the audit reports submitted by the Auditors, financial results, effectiveness of internal audit processes and the Company's risk management strategy. It reviews the Company's established systems and governed by a Charter which is in line with the regulatory requirements mandated by the Companies Act, 2013 and SEBI Listing Regulations.

ii) Composition, Name of Members and attendance during the year:

The Audit Committee of the Company consists of 3 Non- Executive Director. The Chairman of the Audit Committee (Independent Director) is financially literate and majority of them having accounting or related financial management experience. Company Secretary acts as Secretary to the Committee. CFO & AVP Finance are the permanent invitees in the Audit Committee meetings.

During the financial year 2021-22 the Audit Committee of the Board comprised of the following three Directors out of which all three are Independent Directors and their attendance are given below:

Name of the member	Position	No. of Meetings held during the FY 2021-22	No. of meetings Attended during the FY 2021-22
Mrs. Janhabi Deo*	Member/Chairperson	4	4
Mr. Rajendra Parshad Indoria	Member	4	3
Mr. Pareswar Panda	Member	4	4
Mr. K. C. Raut**	Member	4	1

*Mrs. Janhabi Deo has been resigned from the board w.e.f. 17.11.2021

**Mr. K. C. Raut has been resigned from the board w.e.f. 23.07.2021

Pursuant to commencement of the CIR process, the powers of the board of directors stand suspended and are exercised by the interim resolution professional or resolution professional, as the case may be, in accordance with the provisions of the Code. The requirement of minimum number of members in the audit committee in accordance with the Companies Act, 2013 and the rules framed thereunder is not maintainable on account of suspension of the powers of the Board. In terms of the SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation

18(1)(a) of the SEBI LODR Regulations dealing with the minimum number of the members in the audit committee of a listed company.

iii) No. of Meetings held during the year:

In view of the company continuing to remain under CIRP, Following Audit Committee Meetings were held during the financial year 2021-22.

3rd May 2021, 21st August,2021, 15th September, 2021, 12th November, 2021,

5. Nomination and Remuneration Committee Meeting:

i) Terms of reference:

This Committee shall identify the persons, who are qualified to become Directors of the Company (including independent directors) / who may be appointed in Senior Management in accordance with the criteria lay down, recommend to the Board their appointment and removal and also shall carry out evaluation of every director's performance. Committee shall also formulate the criteria for determining qualifications, positive attributes, independent of the Directors and recommend to the Board a Policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.

ii) Composition:

The Nomination and Remuneration Committee of the Company consists of 3 Non-Executive Independent Directors including Chairman. Company Secretary acts as Secretary to the Committee.

During the financial year 2021-22 the Nomination and Remuneration Committee of the Board comprised of the following three Directors out of which all three are Independent Directors and their attendance are given below:

Name of the member	Position	No. of Meetings held during the FY 2021-22	No. of meetings Attended during the FY 2021-22
Mrs. Janhabhi Deo*	Member/Chairperson	4	4
Mr. Rajendra Parshad Indoria	Member	4	3
Mr. Pareswar Panda	Member	4	4
Mr. K. C. Raut**	Member	4	1

*Mrs. Janhabhi Deo has been resigned from the board w.e.f. 17.11.2021

**Mr. K. C. Raut has been resigned from the board w.e.f. 23.07.2021

Pursuant to commencement of the CIR process, the powers of the board of directors stand suspended and are exercised by the interim resolution professional or resolution professional, as the case may be, in accordance with the provisions of the Code. The requirement of minimum number of members in the nomination and remuneration committee in accordance with the Companies Act, 2013 and the rules framed thereunder is not maintainable on account of suspension of the powers of the Board. In terms of the SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 19(1)(a) of the SEBI LODR Regulations dealing with the minimum number of the members in the nomination and remuneration committee of a listed company.

Further, in terms of SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 19 of the SEBI LODR Regulations dealing with the requirements of constitution, meetings and terms of reference of the nomination and remuneration committee.

iii) No. of Meetings held during the year:

In view of the company continuing to remain under CIRP, Following Nomination and Remuneration Committee Meetings were held during the financial year 2021-22.

3rd May 2021, 21st August,2021 , 15th September, 2021, 12th November, 2021,

The Minutes of the Nomination and Remuneration Committee Meetings are noted by the Board.

iv) Remuneration to Directors

The remuneration provided to the Board Members, Key Managerial Personnel (KMPs) & Senior Management Personnel (SMPs) is in adherence with the provisions of the listing agreement, Section 197, 198, 178 and other applicable provisions of the Companies Act, 2013 and Rules made there under.

v) Remuneration to Executive Directors: Remuneration policy / criteria of payment to Executive Directors:

The Company has a credible and transparent policy in determining and accounting for the remuneration of the Chairman/ Managing Director / Whole Time Directors (MD / WTDs). Their remuneration is governed by the external competitive environment; track record, potential, individual performance and performance of the company as well as industry standards. The remuneration determined for Chairman/ MD / WTDs is subjected to the recommendation of the nomination & remuneration committee and approval of the Board of Directors, members in due compliance of the provisions of Companies Act, 2013 and other applicable rules made there under. As a policy, the Executive Directors are neither paid sitting fee nor any commission.

Details of remuneration paid to Chairman/ Managing Director / Whole Time Directors for the year ended 31st March, 2022:

Name of the Director	Position	Salary Per Annum (₹ In Lacks)
Mr. Subash Agarwal	Chairman (suspended during CIRP)	Nil
Mr. Rajesh Agarwal	Managing Director (suspended during CIRP)	Nil

vi) Remuneration to Non-Executive Directors:

The Non-Executive Directors of the company are paid remuneration by way of sitting fees only for attending the meetings of the Board of Directors and its Committees. The sitting fees paid to the Non-Executive Directors for attending meetings of Board of Directors is ₹ 40,000 per meeting and for Committee meetings is ₹ 20,000/- per meeting. Beside the sitting fees they are also entitled to reimbursement of expenses for attending the meeting. The Non-Executive Directors of the Company were not paid any other remuneration or commission.

vii) Sitting fee paid to the Non-Executive Directors, for 2021-22 are as detailed below:

Name of the Director	Amount (₹ In Lacks)
Mr. Rajender Parshad Indoria	3.00
Mr. Pareswar Panda	3.20
Mrs. Janhabi Deo	3.20
Total	9.40

viii) Relationship of Non-Executive Directors with the Company and inter-se:

There is no pecuniary relationship or transactions of the Non-Executive Directors vis-a-vis the Company and inter-se themselves except for the sitting fees paid to them for attending the Board and Committee meetings.

ix) Service Contracts, Severance Fee and Notice Period:

The appointment of the Executive Directors is governed by resolutions passed by the Board and the Shareholders of the Company, which cover the terms and conditions of such appointment read with the service rules of the Company. A separate Service Contract is not entered into by the Company with them. They can be terminated by either party by giving three months notice in writing as per the T&C of appointment letters. Letters of appointment have been issued by the Company to the Independent Directors, incorporating their roles, duties, responsibilities etc., which have been accepted by them. There is no separate provision for payment of severance fee under the resolutions governing the appointment of Executive Directors. The statutory provisions will however apply. With respect to notice period of Directors, the statutory provisions will also apply.

6) Corporate Social Responsibility Committee (CSR):

i) Terms of reference:

The Committee formulates CSR Policy. The role of the Committee is as under:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013.
- Recommend the amount of expenditure to be incurred on the activities referred in the CSR policy.
- Monitor the CSR Policy of the Company and its implementation from time to time.
- Such other functions as the Board may deem fit from time to time.

ii) Composition, name of Members and attendance during the year:

The CSR Committee of the Company consists of 2 Non-Executive Independent Directors and 1 Executive Director.

Name of the member	Position	No. of Meetings held during the FY 2021-22	No. of meetings Attended during the FY 2021-22
Mr. Rajesh Agarwal	Chairman	1	1
Mr. Pareswar Panda	Member	1	1
Mrs. Janhabi Deo *	Member	1	1

*Mrs. Janhabi Deo has been resigned from the board w.e.f.17.11.2021

Pursuant to commencement of the CIR process, the powers of the board of directors stand suspended and are exercised by the interim resolution professional or resolution professional, as the case may be, in accordance with the provisions of the Code. The requirement of minimum number of members in the CSR committee in accordance with the Companies Act, 2013 and the rules framed thereunder is not maintainable on account of suspension of the powers of the Board.

iii) No. of Meetings held during the year:

During the year the committee had met once i.e. on 21st August, 2021

iv) Amount incurred on CSR activities during the year:

Section 135 of the Companies Act, 2013 & Companies (Corporate Social Responsibility Policy) Rules, 2014, (CSR Rules) makes it mandatory for certain companies who fulfill the criteria as mentioned under Sub Section 1 of Section 135 to comply with the provisions of Corporate Social Responsibility and accordingly company had constituted a CSR committee and has also adopted the CSR Policy for the company as approved by the committee.

Since the average of the last three years profit was in negative figures i.e. (₹ 17.33) crores loss, company need not to incur any amount towards CSR in the FY 2021-22.

A responsibility statement of the CSR Committee

The CSR Committee has confirmed that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

Sd/-(Chairman CSR Committee)
(Suspended during CIRP)

7. Stakeholders Relationship Committee.

i) Terms of reference:

The Committee focuses primarily on monitoring expeditious redressal of investors / stakeholders grievances and also functions in an efficient manner that all issues / concerns stakeholders are addressed / resolved promptly. It specifically look into the mechanism of redressal of grievances of shareholders, debenture holders and other security holders in line with the regulatory requirements mandated by the Companies Act, 2013 and Regulation 20 of SEBI (LODR) Regulations, 2015.

ii) Composition, name of Members and attendance during the year:

The Committee consists of 3 Non-Executive Directors.

Name of the member	Position	No. of Meetings held during the FY 2021-22	No. of meetings Attended during the FY 2021-22
Mrs. Janhabhi Deo*	Member/Chairperson	4	4
Mr. Rajendra Parshad Indoria	Member	4	3
Mr. Pareswar Panda	Member	4	4

* Mrs. Janhabhi Deo has been resigned from the board w.e.f.17th November 2021

Pursuant to commencement of the CIR process, the powers of the board of directors stand suspended and are exercised by the interim resolution professional or the resolution professional, as the case may be, in accordance with the provisions of the Code. Further, in terms of SEBI LODR Regulations, a company undergoing CIR process is not required to comply with Regulation 20 of the SEBI LODR Regulations dealing with the requirements of constitution, meetings and terms of reference of the stakeholders' relationship committee.

iii) No. of meetings held and attended during the year:

In view of the company continuing to remain under CIRP, Following Audit Committee Meetings were held during the financial year 2021-22.

3rd May 2021, 21st August,2021, 15th September, 2021, 12th November, 2021,

(iv) Name and Designation of Compliance Officer:

Mr. Prakash Chhajer

(Company Secretary cum Compliance Officer)

(v) Shareholder's Services:

Sl. No.	Nature of Complaint	2021-22		2020-21	
		Received	Resolved	Received	Resolved
1	All kind of Shareholders Complaint	NIL	NIL	NIL	NIL

8. Risk Management Committee:

In accordance with the provisions of the Listing Agreement, the Board of Directors of the Company at its Meeting held on 12th February, 2015 has constituted a Risk Management Committee. This Committee comprises 3 Members i.e. Mr. Rajesh Agarwal- Managing Director (Chairman of the committee), Mr. S. K. Pattanaik- Director (CFO) (Member of the Committee) and Mr. Sunil Agarwal- Chief Executive Officer (Member of the Committee).

This Committee has been delegated the authority by the Board to review and monitor the implementation of the risk management policy of the Company. No meeting of this Committee was mandatorily required nor held during the financial year i.e. 2021-22. However the Board has always discuss and review on the risk management policy of the company in its board meeting.

9. Subsidiary Company:

The company has only one subsidiary company i.e. ARSS Damoh- Hirapur Tolls Pvt. Ltd. which is also the material subsidiary company. it is managed by their respective Board of Directors in the best interest of the company and their shareholders. Pursuant to the Listing Regulations 2015, the minutes of Board meetings of the subsidiary company and details of significant transactions and arrangements entered into by them are placed before the Board of Directors of the Company.

The financial statements of the subsidiary company are reviewed by the Audit Committee of the Company. Performance review reports of subsidiary are also placed before the Board of Directors of the Company on a half-yearly basis.

The Company's Policy for determination of a material subsidiary, as approved by the Board, may be accessed on its corporate website at <http://arssgroup.in/PDF/ArssPolicy/ARSS%20Policy%20for%20determining%20material%20subsidiaries.pdf>

10. Other Committee:

The Company also has a Share Allotment Committee, Internal Complaint Committee (ICC) and Operation Committee of the Board constituted by the Board of directors.

11. Annual General Meetings:

(i) Location and time for the last three AGM:

Year	Date	Time	Location	Special Business- Ordinary/ Special Resolution
2018-19	25-09-2019	11.00 A.M.	Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar – 751 010	Special Business <ol style="list-style-type: none"> 1. Ordinary Resolution for Ratification of Remuneration to Cost Auditor for the Financial year 2019-20 2. Special Resolution under section 180(1)(a) of the companies act, 2013 for creation of security 3. Special Resolution under section 180(1)(c) of the companies act, 2013 for borrowing limit not exceeding ₹ 3500 cr. 4. Special Resolution under section 186 of the companies act, 2013 for making investment / extending loans and giving guarantees or providing securities in connection with loans to persons/ bodies corporate.
2019-20	29-09-2020	11.00 A.M.	Through Video Conferencing ('VC')/ Other Audio Visual Means ('OAVM')	Special Business <ol style="list-style-type: none"> 1. Ordinary Resolution for Ratification of Remuneration to Cost Auditor for the Financial year 2020-21 2. Special Resolution under section 161 of the companies act, 2013 for Approval for continuation of directorship of Mr. Krishna Chandra Raut as Non Executive Nominee Director on attainment of 75 years of age 3. Special Resolution under sections 196, 197, 198, 203 of the companies act, 2013 for Re-appointment of Mr. Rajesh Agarwal (DIN-00217823) as Managing Director
2020-21	29-09-2021	11.00 A.M.	Through Video Conferencing ('VC')/ Other Audio Visual Means ('OAVM')	Special Business <ol style="list-style-type: none"> 1. Ordinary Resolution for Ratification of Remuneration to Cost Auditor for the Financial year 2021-22 2. Ordinary Resolution Appointment of Mr. R.P Indoria as an Independent Director under sections 149, 150, 152 of the companies act, 2013

ii) Extraordinary General Meeting

No EGM was conducted during the year under review.

iii) Postal Ballot

No Postal Ballot was conducted during the year under review.

12. DISCLOSURES**a) Disclosures on materially significant related party transactions that may have potential conflict with the interest of the company at large:-**

None of the transactions with any of the related parties were in conflict with the interest of the Company. Attention of Members is drawn to the disclosures of transactions with the related parties set out in Notes on Accounts – Schedule '61'; forming Part of the Annual Report. (required under Ind AS 24)

All related party transactions are negotiated on arms length basis and are intended to further the interests of the Company. The Company has formulated a policy on Related Party Transactions and the said Policy is available on the website of the Company at <http://arssgroup.in/PDF/ArssPolicy/Related%20Party%20Transaction%20Policy.pdf>

The necessary approval of the audit committee and Board of directors were taken wherever required in accordance with the Policy. **Details of Related Party Transactions in form AOC 2 attached to Board Report may also be referred to.**

b) Details of non-compliance by the company, penalties, and strictures imposed on the company by the stock exchange or SEBI or any other Statutory Authority, on any matter related to Capital Markets, during the last three years.

There were no instances of non-compliances nor have any penalties, strictures been imposed by Stock Exchanges or SEBI or any other statutory authority during the last three years on any matter related to the capital markets, except – (i) imposition of fines by the National Stock Exchange of India Limited vide letters dated July 29, 2021 and September 14, 2021 in relation to delay in submission of quarterly financial results for the quarters ending March 2021 and June 2021 respectively and by BSE Limited vide email dated August 16, 2021 and September 14, 2021 in relation to delay in submission of quarterly financial results for the quarters ending March 2021 and June 2021 respectively, required to be submitted with the Stock Exchanges under Regulation 33 of the SEBI (LODR), Regulation, 2015. The company had provided suitable explanations in this regard to the stock exchanges.

The company thereafter paid INR 4,98,800.00 to National Stock Exchange of India Limited and INR 4,63,000.00 to Bombay Stock Exchange Limited during the financial year 2021-2022 towards delay in submission of financial results for the year ended 31st March, 2021 and 30th June, 2021.

(ii) The SEBI vide its Order no WTM/AB/IVD/ID19/47675/2021-22 dated 25th November 2021 has debarred to the Company and executive director/KMP (Mr. Subash Agarwal, Mr. Rajesh Agarwal and Mr. S. K. Pattanaik) from accessing the securities market and further prohibited from buying, selling or otherwise dealing in securities, directly or indirectly, or being associated with the securities market in any manner, whatsoever, for a period of one year, from the date of coming into force of this order i.e. 25th November 2021; and Non executive director were restrained for six months. The SEBI also levied the penalty to the Company ₹ 25 lacs, to the executive directors ₹ 7.50 lacs each, to S. K. Pattanaik (CFO) ₹ 3 lacs and to non executive directors ₹ 1.50 lacs each. However the Directors and KMP has applied for appeal to SAT by depositing the equivalent amount of fine with SAT and a stay order was passed by SAT against SEBI order. The hearing is going on, no final decision taken by SAT till date. Further the company is under moratorium period, no adverse action taken by SEBI against the company.

Apart from that, The Company has complied with the requirements of the Stock Exchanges, SEBI and other statutory authorities on all matters relating to capital markets during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchanges, SEBI or other statutory authorities relating to the above.

c) Whistle blower policy of the company

In accordance with requirement of Companies Act as well as SEBI (LODR) Regulation, 2015 a vigil mechanism has been adopted by the board of directors and accordingly a whistle blower policy has been formulated with a view to provide a mechanism for employees of the company to approach Internal Auditor or Chairman of the Audit Committee of the Company to report any grievance. During the year, no employee was denied access to the Audit Committee and The Vigil Mechanism and Whistle-blower policy is put up on the Company's website and can be accessed at <http://arssgroup.in/PDF/ArssPolicy/Vigil%20Mechanism%20and%20Whistle%20Blower%20Policy.pdf>

d) Subsidiary Company

The company has one material unlisted subsidiary M/s. ARSS Damoh Hirapur Tolls Pvt. Ltd. and the company has also formulated the policy for determining the material subsidiaries which are put on the website of the company and can be access at <http://arssgroup.in/PDF/ArssPolicy/ARSS%20Policy%20for%20determining%20material%20subsidiaries.pdf>

e) Web link of the policy on dealing with related party transactions.

The company has formulated the policies for dealing with the related party transaction and put on the website of the company and can be accessed at <http://arssgroup.in/PDF/ArssPolicy/Related%20Party%20Transaction%20Policy.pdf>

f) Certificate from company secretary in practice on Disqualification of Directors

None of the Directors of the Company has been debarred or disqualified from being appointed or continuing as a Director by SEBI / Ministry of Corporate Affairs / Statutory Authorities, which has also been confirmed by M/s. Sunita Jyotirmoy & Associates, Practicing Company Secretaries.

g) Annual Secretarial Compliance Report

The Company has obtained Annual Secretarial Compliance Report from M/s. Sunita Jyotirmoy & Associates, Practicing Company Secretaries, confirming compliance of SEBI Regulation / Circulars/ Guidelines issued thereunder and applicable to the Company. There are no observations to adverse remarks in the said report. ,

h) Approval of the agenda items recommended by the committee of the board

there were no such instance during the year under review, where the recommendation of committees has not been accepted by the board.

i) Fees paid to the statutory auditors of the company

During the year under review, the company has paid a consolidated fees of ₹ 13,00,000.00 to M/s. ARMS & Associates, The Statutory Auditors of the company.

j) Disclosures in relation to the Sexual Harassment of woman at workplace (Prevention, Prohibition, and Redressal) Act, 2013

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under.

Your Directors state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

k) Accounting treatment in preparation of financial statements

The financial statements of the Company have been prepared to comply in all material respects with the Indian Accounting Standards ("Ind AS") notified under the Companies (Accounting Standards) Rules, 2015.

l) Code for Prevention of Insider Trading Practices

Pursuant to the SEBI (Prohibition of Insider Trading) Regulations to the SEBI (Prohibition of Insider Trading) Regulations, 2015 ('SEBI PIT Regulations'), the Company had suitably modified its Securities Dealing Code ('Code') for prevention of insider trading with effect from May 15, 2015. The objective of the Code is to prevent purchase and / or sale of shares of the Company by an Insider on the basis of unpublished price sensitive information. Under this Code, Designated Persons (Directors, Advisors, Officers and other concerned employees / persons) are prevented from dealing in the Company's shares during the closure of Trading Window. To deal in securities beyond specified limit, permission of Compliance Officer is also required. Directors and designated employees who buy and sell shares of the Company are prohibited from executing contra-trades during the next six months following the prior transactions. The Company has a policy for taking action against employees who violate the SEBI PIT Regulations / Code.

Pursuant to the enactment of the SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Company has suitably modified the provisions of the Code and formulated requisite policies which are effective from 1st April 2019.

Mr. Prakash Chhajer, Company Secretary has been designated as the Compliance Officer and Chief Investor Relations Officer. The Company also formulated Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information which is available on Company's Website www.arssgroup.in

m) Policy on preservation of documents and archival policy

In accordance with Regulation 9 of SEBI Regulations, 2015, the Company has framed a Policy on preservation of documents approved by the Board of Directors of the Company. The Policy is intended to define preservation of documents and to provide guidance to the executives and employees working in the Company to make decisions that may have an impact on the operations of the Company. It not only covers the various aspects on preservation of the Documents, but also the safe disposal/destruction of the Documents.

Further the Company has an Archival Policy in line with the requirements of SEBI Regulations to ensure that information relating to the Company is adequately disclosed on its web-site as required by law.

The Policies have been uploaded on the Company's website at <http://arssgroup.in/PDF/ArssPolicy/Archival%20Policy.pdf>

13. Means of Communication.

Quarterly, Half-yearly and Annual Financial Results of the Company are communicated to the Stock Exchanges immediately after the same are considered by the Board and are published in the all India editions of Business Standard and Odisha edition of Nitidin/Odisha Bhaskar . The results, official detailed presentations made to media, analysts and institutional investors, etc. are displayed on the Company's website www.arssgroup.in.

14. Share Transfer System

The Stakeholders' Relationship Committee has been authorized to oversee and review all matters connected with transfer of Company's securities.

The Company ensures that the Compliance Certificate pursuant to Regulations 40(9) and 40(10) of the Listing Regulations are filed with the Stock Exchanges within the prescribed timeline.

Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the Company's website and can be accessed through the link: http://arssgroup.in/Notices_n_Forms.html and on the website of the Company's RTA and can be accessed through the link: <https://www.bigshareonline.com/Resources.aspx> It may be noted that any service request can be processed only after the folio is KYC compliant. SEBI vide its notification dated 24th January, 2022 has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.

15. SEBI Complaints Redressal System (SCORES):

SEBI has initiated SCORES for processing the investor complaints in a centralized web based redress system and online redressal of all the shareholders complaints. The company is in compliance with the SCORES and redressed the shareholders complaints well within the stipulated time.

16. Dematerialisation of Shares and Liquidity

As on March 31, 2022, over 99.95% shares of the Company were held in dematerialised form.

17. Outstanding GDRs/ADRs/Warrants

The Company has not issued GDRs/ ADRs/Warrants during the period from April 1, 2021 to March 31, 2022 and there are no outstanding SDRs/ ADRs/ Warrants as on 31st March, 2022.

18. Reconciliation of Share Capital Audit:

As stipulated by SEBI (Depositories and Participants) Regulation, 2018, a qualified Chartered Accountant or a Practicing Company Secretary carries out the Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSIL) and the total issued and paid-up capital. This audit is carried out every quarter and the report thereon is submitted to the stock exchanges and is placed before the board of directors of the Company for their information. The audit, inter alia, confirms that the listed and paid up capital of the company is in agreement with the aggregate of the total number of shares in dematerialized form held with NSDL and CDSIL and the total number of shares in physical form.

19. Green Initiative in the Corporate Governance:

As part of the green initiative process, the company has taken an initiative of sending documents like notice calling Annual General meeting, Corporate Governance Report, Directors Report, Audited Financial Statements, Auditors Report, Dividend intimations etc., by email. Physical copies are sent only to those shareholders whose email addresses are not registered

with the company and for the bounced-mail cases. Shareholders are requested to register their email id with Registrar and Share Transfer Agent / concerned depository to enable the company to send the documents in electronic form or inform the company in case they wish to receive the above documents in paper mode.

20. Designated depository

SEBI, vide circular dated December 01, 2015, had introduced system-driven disclosures in securities market detailing the procedure to be adopted for its implementation with effect from January 01, 2016. The procedure was further streamlined vide SEBI circular dated December 21, 2016. As specified in SEBI circular dated December 01, 2015, the system is being implemented in phases and in the **first phase**, the disclosures of promoter/promoter group under SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and SEBI (Prohibition of Insider Trading) Regulations, 2015 have been implemented, company had given required details about the same to concern authorities.

As per SEBI circular dated May 28, 2018 for implementation of the **next phase** of systems driven disclosure, Company had already provided to both depositories the information about its directors and employees in the manner prescribed by the depositories.

Company has appointed National Securities Depository Limited (“NSDL”) as its **Designated Depository** in order to comply with the SEBI Circular No. IMD/FPIC/CIR/P/2018/61 dated April 5, 2018 regarding Monitoring of Foreign Investment limits in listed Indian companies.

21. Compliance:

i) Non compliance of any requirement of corporate governance

There is no Non-Compliance of any requirement of Corporate Governance Report of sub para (2) to (10) of the Part C of Schedule V of the SEBI Listing Regulations.

ii) Compliance with mandatory requirements

The Company has complied with all the mandatory items of the SEBI (LODR) Regulations, 2015.

However As per Regulation 15 (2A) and (2B) of SEBI LODR Regulation, 2015, the provision of Regulation 17, 18, 19, 20 and 21 is not applicable during the insolvency resolution process period in respect of listed companies undergoing CIRP under Insolvency Code.

iii) Compliance with the Discretionary

Requirements under SEBI (LODR) Regulations, 2015, Adoption of discretionary requirements of SEBI (LODR) Regulations, 2015 is being reviewed by the Company from time to time.

iv) Auditors' Certificate on Corporate Governance

The Company has obtained a Certificate from its Statutory Auditors regarding compliance of the conditions of Corporate governance, as stipulated in Regulation 34(3) and PART E of Schedule II of SEBI Listing Regulations, which together with this Report on Corporate Governance is annexed to the Directors' Report and shall be sent to all the members of the Company and the Stock Exchanges along with the Annual Report of the Company.

22. Investor safeguards and other information:

i) Dematerialization of shares

Members are requested to convert their physical holdings to demat/electronic form through any of the registered Depository Participants (DPs) to avoid the hassles involved in dealing in physical shares such as possibility of loss, mutilation, etc. and also to ensure safe and speedy transaction in respect of the shares held.

ii) Update address/ email address / bank details

To receive all communications/corporate actions promptly, members holding shares in dematerialized form are requested to please update their address/email address/bank details with the respective DPs and in case of physical shares, the updated details have to be intimated to the Registrar & Share Transfer Agents.

iii) Register Nomination(s)

Members holding shares in physical form, are requested to register the name of their nominee(s), who shall succeed

the member as the beneficiary of their shares and in order to avail this nomination facility, they may obtain/submit the prescribed form from the Registrars & Share Transfer Agents. Members holding shares in dematerialized form are requested to register their nominations directly with their respective DPs.

iv) Dealing of Securities With Registered Intermediaries

In respect of dealings in securities, members must ensure that they deal only with SEBI registered intermediaries and must obtain a valid contract note/ confirmation memo from the broker/sub-broker within 24 hours of execution of the trade(s) and it should be ensured that the contract note/confirmation memo contains details about order no., trade no., trade time, quantity, price and brokerage.

v) E-voting and VC/OAVM facilities to members to attend the AGM

In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members the facility to exercise their right to vote at the 22nd Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by National Securities Depository Limited (NSDL).

In view of the COVID-19 pandemic and the need for ensuring social distancing, the Government of India, Ministry of Corporate Affairs ("MCA") allowed conducting Annual General Meeting through video conferencing (VC) or other audio-visual means (OAVM) without the physical presence of Members at a common venue. Accordingly, MCA issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 20/2021 dated December 8, 2021 and Circular No. 2/2022 dated May 5, 2022 ("MCA Circulars"), prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. MCA Circular No. 2/2022 dated May 5, 2022 extended the time line for holding of Annual General Meetings through VC/OAVM till December 31, 2022. In compliance with the applicable provisions of the Companies Act, 2013 and MCA Circulars, the 22nd Annual General Meeting (AGM) of the Members will be held through VC/OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only. Members will be provided with a facility of electronic voting (e-voting) and for attending the AGM through VC/OAVM by the National Securities Depository Limited (NSDL) e-voting system i.e. www.evoting.nsdl.com

vi) Consolidate multiple folios (in respect of physical shareholding)

Members are requested to consolidate their shareholdings under multiple folios to eliminate the receipt of multiple communications and this would ensure that future correspondence/corporate benefits could then be sent to the consolidated folio.

23. Skills, expertise and competencies of directors

ARSS believes that it is the collective effectiveness of the Board that impacts Company performance and therefore members of the Board amongst themselves should have a balance of skills, experience and diversity of perspectives appropriate to the Company.

Given the Company's size, scale and diversified nature of its businesses, the Directors should possess one or more of the following skills, expertise and competencies:

CORE SKILLS / EXPERTISE /COMPETENCIES AVAILABLE WITH THE BOARD

The Board comprises of qualified members who possess required skills, expertise and competencies that allow them to make effective contributions to the Board and its Committees.

The following skills / expertise / competencies have been identified for the effective functioning of the Company and are currently available with the Board:

Sr. No.	Experience / Expertise / Attribute	Comments
1	Leadership	Ability to envision the future and prescribe a strategic goal for the Company, help the Company to identify possible road maps, inspire and motivate the strategy, approach, processes and other such key deliverables and mentor the leadership team to channelize its energy/ efforts in appropriate direction. Be a thought leader for the Company and be a role model in good governance and ethical conduct of business, while encouraging the organization to maximize shareholder value. Should have had hands on experience of leading an entity at the highest level of management practices.
2	Industry knowledge and experience	Should possess domain knowledge in businesses in which the Company participates viz. Infrastructure, Power, Heavy Engineering, Technical projects . Must have the ability to leverage the developments in the areas of engineering and technology and other areas as appropriate for betterment of Company's business.
3	Experience and Exposure in policy shaping and industry advocacy	Should possess ability to develop professional relationship with the Policy makers and Regulators for contributing to the shaping of Government policies in the areas of Company's businesses.
4	Governance including legal compliance	Commitment, belief and experience in setting corporate governance practices to support the Company's robust legal compliance systems and governance policies/ practices.
5	Expertise/Experience in Finance & Accounts / Audit / Risk Management areas	Ability to understand financial policies, accounting statements and disclosure practices and contribute to the financial/risk management policies/ practices of the Company across its business lines and geography of operations.
6	Behavioral and Human Resources Expertise.	The attributes and competencies enabling individual Board members to use their knowledge and skills to function well as team members and to interact with key stakeholders and Employees (Stake Holder Management, Sound Judgment, Listing Ability, Verbal Communication, Interpersonal Skill, Mentoring Ability, HR Management)

The above list of core skills/expertise/competencies identified by the Board of Directors as required in the context of its business(es) and sector(s) for it to function effectively, are available with the Board. The mapping of the Skill Matrix for the FY 2021-22 for all the Directors is as follows:

Sr. No.	Name of the Director	Leadership	Industry knowledge and experience	Experience and Exposure in policy shaping and industry advocacy	Governance including legal compliance	Expertise/ Experience in Finance & Accounts / Audit / Risk Management areas	Behavioral and Human Resources Expertise.
		1	2	3	4	5	6
1	Mr. Subash Agarwal	√	√	√	√	√	√
2	Mr. Rajesh Agarwal	√	√	√	√	√	√
3	Mr. R. P. Indoria	√	-	-	√	√	-
4	Mr. Pareswer Panda	√	√	-	√	-	√

The above list of core skills/expertise/competencies identified by the Board of Directors as required in the context of its business(es) and sector(s) for it to function effectively, are available with the Board. Absence of any skill does not necessarily mean that the Director does not possess the skills.

24. General Shareholder's Information:

GENERAL SHAREHOLDERS INFORMATION

Day, Date and Time of AGM	Tuesday, the 27 th Day of September, 2022 at 11.00 A.M.	
Venue of AGM	In view of the COVID-19 pandemic and the need for ensuring social distancing, the Government of India, Ministry of Corporate Affairs ("MCA") allowed conducting Annual General Meeting through video conferencing (VC) or other audio-visual means (OAVM) without the physical presence of Members at a common venue. Accordingly, MCA issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 20/2021 dated December 8, 2021 and Circular No. 2/2022 dated May 5, 2022 ("MCA Circulars"), prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. MCA Circular No. 2/2022 dated May 5, 2022 extended the time line for holding of Annual General Meetings through VC/OAVM till December 31, 2022. In compliance with the applicable provisions of the Companies Act, 2013 and MCA Circulars, the 22 nd Annual General Meeting (AGM) of the Members will be held through VC/OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only. The deemed venue of the AGM shall be At Plot No-38, Sector-A, Zone-D, Mancheswar Industrial Estate, Bhubaneswar -751010 (Odisha)	
Book closure Date	Tuesday, the 20 th Day of September, 2022 to Tuesday, the 27 th Day of September, 2022 (both days inclusive)	
Dividend Payment Date Date of declaration Rate of dividend Book Closure Date Date of payment of dividend Amount of dividend paid	Not Applicable	
Company Registration Details	The Company is registered in the State of Odisha, India. The Corporate Identification Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L14103OR2000PLC006230	
Listing on Stock Exchange	The Bombay Stock Exchange Limited National Stock Exchange of India Limited	
Stock /Scrip Code	BSE : 533163 NSE : ARSSINFRA- EQ	
ISIN Numbers	INE267I01010 (NSDL & CDSL)	
Financial Calendar	1 st April, 2021 – 31 st March, 2022	
	First Quarter Results	Up to 15 th September, 2021
	Second Quarter Results	Up to 14 th November, 2021
	Third Quarter Results	Up to 14 th February, 2022
	Fourth Quarter Results	Up to 30 th May, 2022
E-Voting & VC/OAVM facilities to members to attend the AGM	Pursuant to the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, members have been provided the facility to exercise their right to vote at General Meetings by electronic means, through e-Voting Services provided by NSDL. In view of the COVID-19 pandemic , Members will be provided with a facility of electronic voting (e-voting) and for attending the AGM through VC/OAVM by the National Securities Depository Limited (NSDL) e-voting system i.e. www.evoting.nsdl.com	

Market Price Data : High, Low during each month in the Financial Year 2021-2022	Refer Table No. 1												
Performance in comparison to board indices BSE Sensex & Nifty 50	Refer Table No. 2												
Suspension from Trading	No Security of the Company has been suspended from trading on BSE and NSE.												
Registrar & Transfer Agents.	Bigshare Services Private Limited Office No. S6-2, 6 th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai 400093, Maharashtra, India Tel 022 62638200; Fax No. 022 62638299, e-mail ids: investor@bigshareonline.com marketing@bigshareonline.com Web Site: www.bigshareonline.com												
Share Transfer/ Transmission System	<p>Request for Transfers/Transmission of shares held in physical form can be lodged with Bigshare Services Private Limited at the above mentioned addresses. The transfers are normally processed within 15 days from the date of receipt if the documents are complete in all respects.</p> <p>SEBI has vide its circular dated 7 January, 2010 made it mandatory to furnish a copy of PAN Card in the following cases for transmission of shares in physical form:</p> <ol style="list-style-type: none"> Deletion of name of the deceased shareholder(s), where the shares are held in the name of two or more shareholders. Transmission of shares to the legal heir(s), where deceased shareholder was the sole holder. Transposition of shares in case of change in the order of names in which physical shares are held jointly in the names of two or more shareholders. <p>The Board has delegated the authority for approving transfers, transmissions etc. of the Company's securities to the committee. Such transactions are placed before next committee meeting and Board Meeting. The Company obtains from a Company Secretary in Practice, a half yearly certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the SEBI (LODR) Regulation, 2015 erstwhile Clause 47(c) of the Listing Agreement and files a copy of the certificate with the Stock Exchanges.</p> <table border="1"> <thead> <tr> <th>Particulars</th> <th>2021-22 (As on 31st March, 2022)</th> <th>2020-21 (As on 31st March, 2021)</th> </tr> </thead> <tbody> <tr> <td>Shares Transferred</td> <td>NIL</td> <td>NIL</td> </tr> <tr> <td>Total No. of shares</td> <td>2,27,37,966</td> <td>2,27,37,966</td> </tr> <tr> <td>% on Share Capital</td> <td>NIL</td> <td>NIL</td> </tr> </tbody> </table>	Particulars	2021-22 (As on 31 st March, 2022)	2020-21 (As on 31 st March, 2021)	Shares Transferred	NIL	NIL	Total No. of shares	2,27,37,966	2,27,37,966	% on Share Capital	NIL	NIL
Particulars	2021-22 (As on 31 st March, 2022)	2020-21 (As on 31 st March, 2021)											
Shares Transferred	NIL	NIL											
Total No. of shares	2,27,37,966	2,27,37,966											
% on Share Capital	NIL	NIL											
Distribution of Shareholding	Refer Table No. 3												
Shareholding Pattern	Refer Table No. 4												
Top Ten Shareholder of the company	Refer Table No. 5												

Dematerialization of Securities and Liquidity	<p>The Company's Shares are available for trading in the Depository System both at the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Demat Status of the Company as on March 31, 2022 is as under:</p> <table border="1"> <thead> <tr> <th>Particulars</th> <th>No. of Shareholders</th> <th>%</th> <th>No. of Shares</th> <th>%</th> </tr> </thead> <tbody> <tr> <td>CDSL</td> <td>8,998</td> <td>52.13%</td> <td>1,37,63,014</td> <td>60.53%</td> </tr> <tr> <td>NSDL</td> <td>8,256</td> <td>47.82%</td> <td>89,62,225</td> <td>39.42%</td> </tr> <tr> <td>PHYSICAL</td> <td>8</td> <td>0.05%</td> <td>12,727</td> <td>0.05%</td> </tr> <tr> <td>TOTAL</td> <td>17,262</td> <td>100.00%</td> <td>2,27,37,966</td> <td>100.00%</td> </tr> </tbody> </table> <p>And on an average the dematerialization process is completed within a period of 15 days from receipt of a valid demat request along with all documents.</p>	Particulars	No. of Shareholders	%	No. of Shares	%	CDSL	8,998	52.13%	1,37,63,014	60.53%	NSDL	8,256	47.82%	89,62,225	39.42%	PHYSICAL	8	0.05%	12,727	0.05%	TOTAL	17,262	100.00%	2,27,37,966	100.00%
Particulars	No. of Shareholders	%	No. of Shares	%																						
CDSL	8,998	52.13%	1,37,63,014	60.53%																						
NSDL	8,256	47.82%	89,62,225	39.42%																						
PHYSICAL	8	0.05%	12,727	0.05%																						
TOTAL	17,262	100.00%	2,27,37,966	100.00%																						
Outstanding GDR/ADR or warrants or any convertible instruments, conversion date and likely impact on equity.	<p>As on March 31 2022, The Company had No outstanding warrants to be converted in to shares.</p> <p>The company has not issued any GDR's/ ADR's.</p>																									
Commodity Price risk / Foreign Exchange risk and hedging activities	<p>Commodity Price Risk / Foreign Exchange Risk and Hedging Activities: The core business of storage infrastructure and renewable energy are not prone to commodity price risk/foreign exchange risk. Accordingly, the Company adopts adhoc hedging tools on need basis for transactions involving foreign exchange.</p>																									
Plant Locations	Refer Table No. 6																									
Address for Correspondence	<p>The Company Secretary & Compliance Officer ARSS Infrastructure Projects Ltd. Sector-A, Zone-D, Plot No.-38, Mancheswar Industrial Estate, Bhubaneswar-751010 (ORISSA) Tel: (0674) 2602763 E-mail Address: cs@arssgroup.in</p>																									
Payment of Listing Fees	Annual listing fee for the year 2021-22 has been paid by the Company to BSE & NSE .																									
Payment of Depository Fees	Annual Custody/Issuer fee for the year 2021-22 has been paid by the Company to NSDL and CDSL.																									

TABLE - 1: STOCK MARKET PRICE DATA

High Low and trade volumes each month & compared to closing respective index during the financial year 2021-2022 of the company at BSE and NSE:

Sl. No	Months	Bombay Stock Exchange			National Stock Exchange		
		High Price	Low Price	No. of Share	High Price	Low Price	No. of Share
		(In ₹)	(In ₹)	Traded	(In ₹)	(In ₹)	Traded
1	Apr-21	27.70	19.30	2,36,050	27.75	19.00	10,89,706
2	May-21	37.40	23.80	3,13,975	37.50	23.00	17,76,494
3	Jun-21	36.85	28.50	2,56,934	36.80	28.50	13,46,789
4	Jul-21	36.50	29.85	2,09,489	36.85	29.70	6,23,185
5	Aug-21	32.50	24.10	2,93,537	32.50	24.05	6,77,946
6	Sep-21	31.50	27.00	1,41,205	31.80	26.85	4,61,047
7	Oct-21	32.75	25.95	2,71,995	32.95	26.15	13,42,394
8	Nov-21	30.70	26.10	83,942	30.25	25.50	4,13,791
9	Dec-21	35.75	26.10	4,53,590	35.80	25.20	33,91,191
10	Jan-22	52.15	34.20	9,02,040	52.10	33.60	62,19,410
11	Feb-22	39.00	26.55	77,289	38.75	26.20	3,85,892
12	Mar-22	29.50	23.90	1,56,612	29.90	23.70	4,84,572

TABLE – 2: PERFORMANCE OF THE SHARE PRICE OF THE COMPANY IN COMPARISON TO BSE SENSEX AND NIFTY50 FOR THE PERIOD 1ST APRIL, 2021 TO 31ST MARCH, 2022 IS GIVEN BELOW:

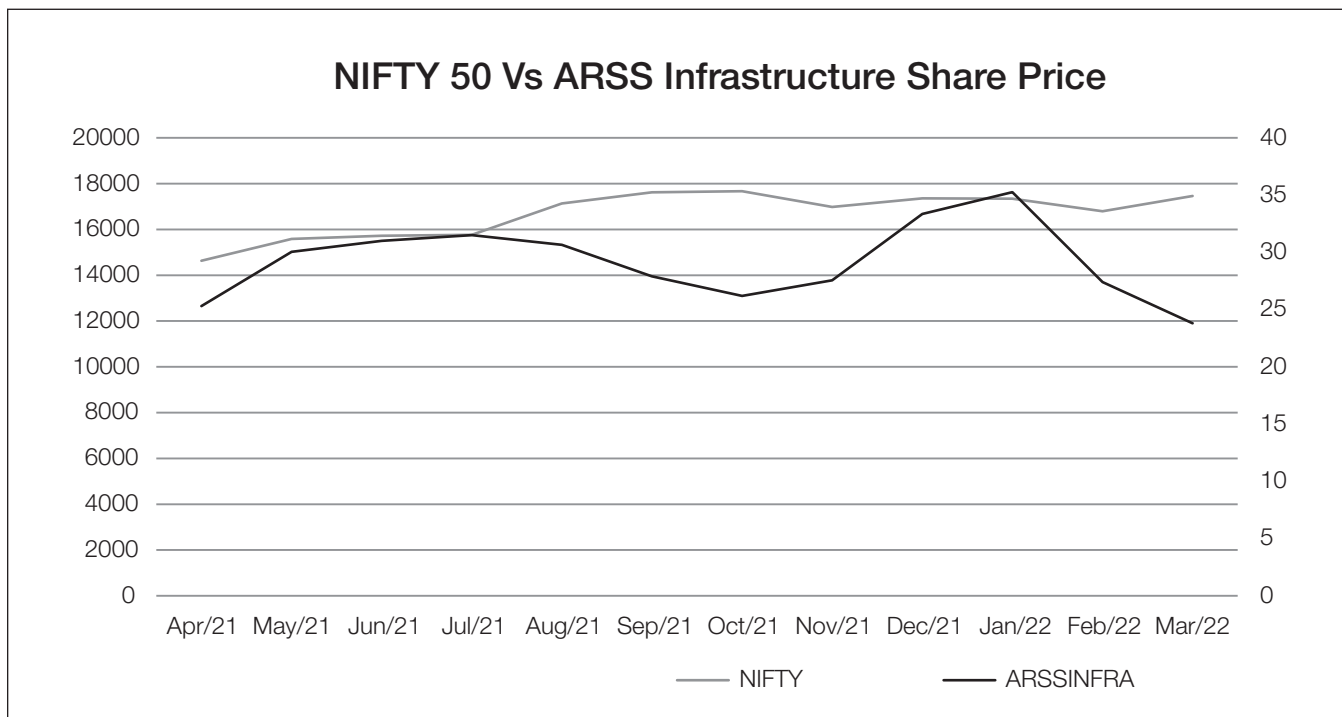
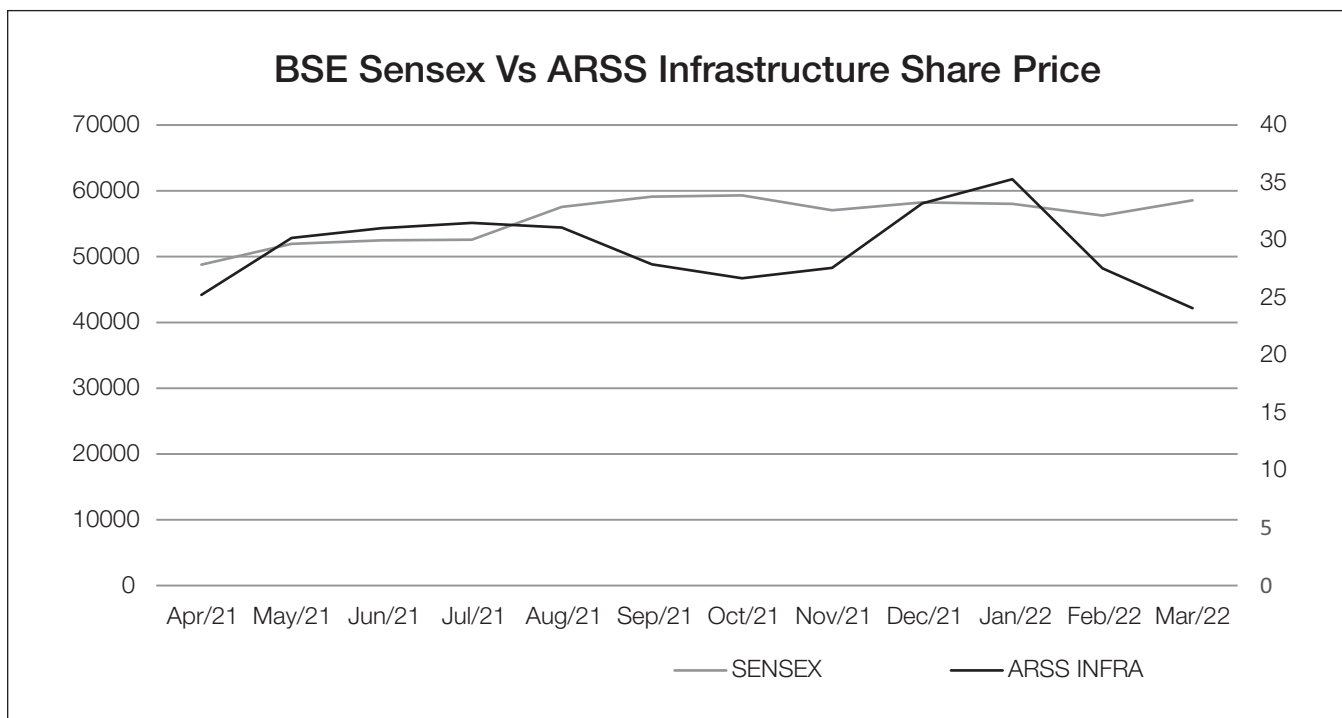


TABLE – 3: DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2022

Sl. No	Range (In ₹)	As on 31 st March, 2022			
		Number of Share Holders	%age	Shares	% age
1	1- 500	14,642	84.82	17,00,692	7.48
2	501-1000	1,253	7.26	10,18,634	4.48
3	1001-2000	626	3.63	9,52,371	4.19
4	2001-3000	227	1.32	5,85,634	2.58
5	3001-4000	101	0.59	3,60,997	1.59
6	4001-5000	92	0.53	4,30,585	1.89
7	5001-10000	145	0.84	10,67,254	4.69
8	10001 and above	176	1.02	1,66,21,799	73.10
	TOTAL	17,262	100.00	2,27,37,966	100.00

TABLE – 4: SHAREHOLDING PATTERN AS ON 31ST MARCH, 2022

S. No.	Category	Total No. of Shareholders	% of shareholders	Total Shares	% age
1	CLEARING MEMBER	37	0.2143	75,170	0.3306
2	CORPORATE BODIES	88	0.5098	10,32,167	4.5394
3	CORPORATE BODIES (PROMOTER CO)	2	0.0116	6576511	28.9230
4	CORPORATE BODY NBFC	1	0.0058	8,700	0.0383
5	IEPF	1	0.0058	11,782	0.0518
6	NON RESIDENT INDIAN	99	0.5735	1,22,599	0.5392
7	PROMOTERS	12	0.0695	4042957	17.7806
8	PUBLIC	17,021	98.6039	1,08,68,065	47.7970
9	TRUSTS	1	0.0058	15	0.0001
	TOTAL	17,262	100.0000	2,27,37,966	100.0000

TABLE – 5: TOP TEN SHAREHOLDERS OF THE COMPANY AS ON 31ST MARCH, 2022

S. No.	Name of Shareholders	Category	No. of Shares	% age
1	Sidhant Financial Services Ltd	Promoter Group	3,393,031	14.92
2	ARSS Developers Ltd.	Promoter Group	3,183,480	14.00
3	Mr. Subash Agarwal	Promoter	1,381,608	6.08
4	Mr. Mohanlal Agarwal	Promoter	761,750	3.35
5	Mr. Rajesh Agarwal	Promoter	538,745	2.37
6	Mr. Anil Agarwal	Promoter	339,821	1.49
7	Tao Builders And Developers Pvt. Ltd.	Corporate Bodies	333,000	1.46
8	Mrs. Devkiben Tharyabhai Bhadra	Public	505000	2.22
9	Mr. Sunil Agarwal	Promoter	278,647	1.22
10	Mrs. Sabita Agarwal	Promoter Group	217,383	0.96
	TOTAL		10,932,465	48.07%

TABLE - 6:DETAILS OF PLANT AND LOACATIONS:

CRUSHER PLANT	HOT MIX PLANT	HOT-MIX AND WET MIX PLANT
1. At - Durgapur (Chatrama), PO - Bajapur, Dist - Khurda,Pin-752060, Odisha.	1. At - Nityanandapur, PO - Nihalprasad, Dist - Dhenkanal, Pin-759016, Odisha.	1. At - Durgapur (Chatrama), PO - Bajapur, Dist - Khurda, Pin-752060, Odisha.
2. At/P.o - Kharbhuin, PS - Harbhanga, Charichhak, Dist - Boudh. Pin-762020, Odisha.	2. At- Mundher,P.o-Jhankarpali, PS- Jujamura, Dist- Sambalpur Pin-768005, Odisha.	2. At/P.o - Kharbhuin, PS - Harbhanga, Charichhak, Dist – Boudh, Pin-762020, Odisha.
3. At-Kelar,P.o-Kakirguma, Laxmipur Pin-765013, (Odisha) Dist – Koraput, Odisha.	3. At-Nuasahi, Po-Badimunda, Tahasil-Tikabali, Dist- Kandhamal(Phulbani) Pin-762010, Odisha.	3. At-Kelar,P.o-Kakirguma , Laxmipur,Dist – Koraput, Pin-765013,Odisha.
4. At- Mundher,P.o-Jhankarpali, PS- Jujamura, Dist- Sambalpur, PIN-768005, Odisha.	4. At-Dankari, Po- Chadhaidhara, Dist - Jajpur Pin-755023, Odisha.	4. At-Dankari, Po- Chadhaidhara, Dist - Jajpur Pin-755023, Odisha.
5. At-Dankari,Po- Chadhaidhara, Dist - Jajpur Pin-755023, Odisha.		
6. At-Nuasahi, Po-Badimunda, Tahasil-Tikabali, Dist-Kandhamal (Phulbani) Pin-762010, Odisha.		

**For and on behalf of the Board of Directors
(suspended during CIRP)**

**Sd /-
Subash Agarwal
Chairman**

(DIN:00218066)
(Suspended during CIRP)

**Sd /-
Rajesh Agarwal
Managing Director**

(DIN: 00217823)
(Suspended during CIRP)

**Sd /-
(Uday Narayan Mitra)
Resolution Professional**

(IP Reg.No.IBBI/IPA001
/ IP-P00793/2017-18/11360)

Place: Bhubaneswar
Dated: 13th August 2022

DECLARATION BY THE MANAGING DIRECTOR REGULATION 34(3) PART D OF THE SEBI LISTING REGULATIONS

To,
The Members,
ARSS Infrastructure Projects Limited,
Bhubaneswar.

I hereby declare that all the Directors and the designated employees in the senior management of the Company have affirmed compliance with their respective codes for the financial year ended March 31, 2022.

**For and on behalf of the Board of
Directors (suspended during CIRP)**

Sd/-

(Uday Narayan Mitra)

Resolution Professional

(IP Reg. No. IBBI/IPA001/IP-P00793/2017-18/11360)

Place: Bhubaneswar

Dated: 27th May 2022



CEO/CFO/RESOLUTION PROFESSIONAL CERTIFICATION

To,
The Board of Directors,
ARSS Infrastructure Projects Limited,
Mancheswar, Bhubaneswar,
Odisha, India.

**Sub: Compliance Certificate Under Regulation 17(8) of
SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015**

We, Uday Narayan Mitra, Resolution Professional (IBBI/IP A-001/IP-P00793/2017-18/11360) and S. K. Pattanaik, Chief Financial Officer of ARSS Infrastructure Projects Limited hereby declare, confirm and certify as under in respect of Annual Accounts for the year ended 31st March, 2022:

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

For ARSS Infrastructure Projects Limited

On behalf of the Board (suspended during CIRP)

Sd/-
(S. K. Pattanaik)
Chief Financial Officer

Sd/-
Uday Narayan Mitra
Resolution Professional
(IP Registration No. IBBI/IP
A-001/IP-P00793/2017-18/11360)

Place: Bhubaneswar

Date: 27th May 2022

Note : 1. The Company is undergoing Corporate Insolvency Resolution Process, vide Hon'ble NCLT, Cuttack Bench Order dated 30th November, 2021 and Mr. Uday Narayan Mitra was appointed as Resolution Professional. The powers of the Board were suspended since then. The Resolution Professional was in-charge of the assets and affairs of the Company w.e.f. 30th November 2021

*2. The Audit Committee was functioning up to 29th November 2021 there after it was suspended due to CIRP.

AUDITORS' CERTIFICATE ON COMPLIANCE WITH CONDITIONS OF CORPORATE GOVERNANCE

To,
The Members,
ARSS Infrastructure Projects Limited
Bhubaneswar, Odisha.

We have examined the compliance of conditions of Corporate Governance by ARSS Infrastructure Projects Limited ("the Company"), for the year ended on March 31, 2022, as stipulated in Regulations 22 to 27 and clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations").

Managements' Responsibility

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditors' Responsibility

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

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the "ICAI"), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

Best of our information and according to our examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 22 to 27 and clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V of the Listing Regulations during the year ended March 31, 2022.

As the Company is under CIR Process under IBC Code, 2016, therefore as per Regulation 15(2A) and (2B), of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the provisions as specified in Regulations 17, 18, 19, 20 and 21 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 shall not be applicable to the Company.

Further, the roles and responsibilities of the board of directors and committees as specified in Regulation 17, 18, 19, 20 and 21 are fulfilled by the Resolution Professional ('RP') of the Company.

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

The certificate is solely issued for the purpose of complying with the aforesaid Regulations and may not be suitable for any other purpose.

For ARMS & Associates

Chartered Accountants

Sd/-

(CA Manoj Kumar Gupta)

Proprietor

Membership No: 089677

UDIN-22089677AOISYN8876

Place: Gurgaon

Date: 4th August 2022



CERTIFICATE BY A COMPANY SECRETARY IN PRACTICE

[Pursuant to clause (i) of point 10 of para C of Schedule V of Securities and Exchange of Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members of
ARSS Infrastructure Projects Limited
Plot No-38, Sector-A Zone-D,
Mancheswar Industrial Estate,
Bhubaneswar-751 010.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of ARSS Infrastructure Projects Limited ('the Company') bearing CIN: L14103OR2000PLC006230 and having its registered office at Plot No-38, Sector-A Zone-D, Mancheswar Industrial Estate Bhubaneswar-751 010 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, the application made by Financial Creditor has been admitted under the provision of Corporate Insolvency Resolution Process under the IBC Code 2016 and board has been suspended w.e.f. 30th November 2021.

We hereby certify that none of the below Directors of the Company have been debarred or disqualified by any statutory Authority(ies) in writing.

Name	Category	DIN	Date of Appointment in Company
Mr. Subash Agarwal (Chairman)	Executive Director	00218066	5 th November, 2007
Mr. Rajesh Agarwal (Managing Director)	Executive Director	00217823	17 th May, 2000
Mr. Pareswar Panda	Independent Director	07902468	9 th August, 2007
Mr. Rajender Parshad Indoria	Independent Director	06600912	22 nd January, 2021

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Sunita Jyotirmoy & Associates

Sd/-
Jyotirmoy Mishra, Partner
Company Secretary in practice
C.P. No.-6022
UDIN-F006556D000401258

Place: Bhubaneswar

Date: 27th May 2022

Form No. MR-3**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2022**

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

**To,
The Members
ARSS Infrastructure Projects Limited
Plot No. 38, Sector A, Zone D,
Mancheswar Industrial Estate,
Bhubaneswar.**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by ARSS Infrastructure Projects Limited, (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

We have examined the books, papers, minute books, forms, and returns filed and other records maintained by ARSS Infrastructure Projects Limited ("the company") for the financial year ended on 31st March, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder :
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder :
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings :
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations 2011
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009
 - (d) The Securities and Exchange Board of India (Issue of Capital (Employee Stock Option Scheme and Employee Stock purchase Scheme) Guidelines, 1999; (Not Applicable during the period under review)
 - (e) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008; (Not Applicable during the period under review),
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 the Companies Act and dealing with Client; (Not Applicable during the period under review),
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not Applicable during the period under review); and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not Applicable during the period under review);
- (vi) The Employees Provident Fund and Miscellaneous Provisions Act, 1952 and other applicable Labour Laws:

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

- (i) Secretarial Standards issued by the Institute of Company Secretaries of India.
- (ii) The new Listing Agreement under SEBI (LODR) Regulations, 2015 entered into by the Company with Bombay Stock Exchange Limited on 2nd day of December, 2015 & National Stock Exchange of India Limited on 2nd day of December, 2015.

During the period under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc., mentioned above with following observations :

Regulation 33(3)(d) : The company could not submit the Annual Financial Statements with Stock Exchanges within 60 days of end of Financial Year which was extended upto 30th June 2021 by SEBI due to Pandemic COVID 19. The board meeting could not be held within 30th June, 2021. However the Board adopted the Annual Financial Statements for the financial year ended March 31, 2021 in its Board meeting held on 21st August 2021 where the total delay was 52 days. In respect of which the Stock exchanges has issued the letter to the Company for reason of delay and instruct to pay penalties. The Company has paid ₹ 5,20,000/- (Rupees Five Lacs Twenty Thousand only) to Both the Stock Exchange.

Regulation 33(3)(d) : The company could not submit the Quarterly Unaudited Financial Results for the quarter ended 30th June 2021 with Stock Exchanges within 45 days of end of first quarter which was upto 15th August 2021. The board meeting could not be held within 15th August, 2021. However the Board approved the Quarterly Unaudited Financial Results for the quarter ended 30th June 2021 in its Board meeting held on 15th September 2021 where the total delay was 29 days. In respect of which the Stock exchanges has issued the letter to the Company for reason of delay and instruct to pay penalties. The Company has paid ₹ 2,90,000.- (Rupees Two Lacs Ninety Thousand only) plus GST to Both the Stock Exchanges. However on representation for fee waiver, BSE has waived the penalty imposed on the Company.

We further report that, there are various pending legal cases by and against the Company, the impact & contingency of which are not reasonably ascertained in our Report.

We further report that, after hearing petition under section 7 of IBC, 2016 filed by State Bank of India, before NCLT, Cuttack bench, on 23rd November 2021, the case was admitted and CIRP initiated against the Company. Hon'ble NCLT Cuttack Bench have appointed IRP and the board has been suspended with effect from the date of Order 30th November 2021.

We further report that the Company has received an order from SEBI on 25th November 2021 imposing penalty on the Company and all Directors of the Company for violation of various provisions of SEBI act and Rules thereunder on the basis of findings of Forensic Audit conducted against the Company. After initiation of CIRP against the Company, moratorium has been granted to the Company. All the Directors have filed appeal against the SEBI order before appropriate authority. SEBI has also debarred the Company, Mr. Subash Agarwal, Mr. Rajesh Agarwal and Mr. S. K Pattanaik from accessing Stock Market.

We further report that the Compounding applications under various provisions of the Companies Act, have been filed with Registrar of Companies and Regional Director, Eastern Regions. The applications are not yet disposed off.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. However after the resignation of Mrs. Janhabi Deo, with effect from 17th November 2021, the Company does not have a Woman Director. Now since the Board has been suspended, no appointment of Director can be made. After initiation of CIRP against the Company, moratorium has been granted to the Company.

The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, there being independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;

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

All decisions at Board meetings are generally carried unanimously and dissenting members' views, if any are captured and duly recorded in the minutes Book.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations, and guidelines.

This report is to be read with our letter of even date which is annexed as Annexure A and form an integral part of this report.

Place : - Bhubaneswar
Date : - 27th May 2022

For Sunita Jyotirmoy & Associates

Sd/-
CS Jyotirmoy Mishra
Company Secretary in practice
FCS No.: 6556
C P No: 6022
UDIN : F006556D000401236

To,
The Members
ARSS Infrastructure Projects Limited
Plot No. 38, Sector A, Zone D,
Mancheswar Industrial Estate,
Bhubaneswar

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

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

Place : - Bhubaneswar
Date : - 27th May 2022

For Sunita Jyotirmoy & Associates

Sd/-
CS Jyotirmoy Mishra
Company Secretary in practice
FCS No.: 6556
C P No: 6022
UDIN :F006556D000401236

Form No. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2022

[Pursuant to Rule 24A of SEBI (LODR) (Amendment) Regulations 2018]

To,
The Members
ARSS Damoh – Hirapur Tolls Private Limited
Plot No. 38, Sector A, Zone D,
Mancheswar Industrial Estate,
Bhubaneswar.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by ARSS Damoh – Hirapur Tolls Private Limited, (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

We have examined the books, papers, minute books, forms, and returns filed and other records maintained by ARSS Damoh – Hirapur Tolls Private Limited (“the company”) for the financial year ended on 31st March, 2022 according to the provisions of:

- (i) The Companies Act , 2013 (the Act) and the rules made thereunder :
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder (not applicable to the Company);
- (iii) The Depositories Act , 1996 and the Regulations and Bye-laws framed thereunder (not applicable to the Company);
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (not applicable to the Company during the period under review)
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India , 1992 (‘SEBI Act’) (are not applicable to the Company as it is a Private Limited Company):-

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

- (a) Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc., mentioned above.

We further report that, there are various pending legal cases by and against the Company, the impact & contingency of which are not reasonably ascertained in our Report.

We further report that, there has been no commercial activities in the Company since last few years and therefore there has been no regular employees working under it. Hence the company has not been depositing any amount in Provident Fund towards employer as well as employee contributions.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. However after the resignation of Mrs. Janhabi Deo, with effect from 17th November 2021, the Company does not have an Independent Director of Holding Listed entity as Independent Director. Now after initiation of CIRP against the Holding listed Company, the Board has been suspended, no appointment of Director can be made.

The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, there being independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel.

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

All decisions at Board meetings are generally carried unanimously and dissenting members' views, if any are captured and duly recorded in the minutes Book.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations, and guidelines.

This report is to be read with our letter of even date which is annexed as Annexure A and form an integral part of this report.

Place : Bhubaneswar
Date : 27th May 2022

For Sunita Jyotirmoy & Associates

Sd/-
CS Jyotirmoy Mishra
Company Secretary in practice
FCS No.: 6556
C P No: 6022
UDIN :F006556D000401280

To,
The Members
ARSS Damoh – Hirapur Tolls Private Limited
Plot No. 38, Sector A, Zone D,
Mancheswar Industrial Estate,
Bhubaneswar.

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

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

Place : Bhubaneswar
Date : 27th May 2022

For Sunita Jyotirmoy & Associates

Sd/-
CS Jyotirmoy Mishra
Company Secretary in practice
FCS No.: 6556
C P No: 6022
UDIN :F006556D000401280

FORM AOC-2

(Pursuant to clause (h) of Sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso for the FY 2021-22 is given below:

1. Details of contracts or arrangements or transactions not at Arm's length basis:

Sr.No	Particulars	Details
(a)	Name (s) of the related party & nature of relationship	NIL
(b)	Nature of contracts/arrangements/transaction	NIL
(c)	Duration of the contracts/arrangements /transaction	NIL
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
(e)	Justification for entering into such contracts or arrangements or transactions	NIL
(f)	Date of approval by the Board	NIL
(g)	Amount paid as advances, if any	NIL
(h)	Date on which the special resolution was passed in General meeting as required Nil under first proviso to section 188	NIL

2. (a) Details of contracts or arrangements or transactions at Arm's length basis with Group Companies.

(₹ In Crores)

Sl. No	Particulars	Details						
(a)	Name (s) of the related party & nature of relationship	Shivam Condev Pvt. Ltd. (Director's Relative)	Shivam Condev Pvt. Ltd. (Director's Relative)	Shivam Condev Pvt. Ltd. (Director's Relative)	Shivam Condev Pvt. Ltd. (Director's Relative)	Shivam Condev Pvt. Ltd. (Director's Relative)	Balbhadra Developers Pvt. Ltd. (Director's Relative)	Balbhadra Developers Pvt. Ltd. (Director's Relative)
(b)	Nature of contracts/ arrangements/ transaction	Material Sold	Subcontract Given	Consultancy	Sale of Assets	Crusher Rent	Consultancy	Subcontract Given
(c)	Duration of the contracts/ arrangements /transaction	Ongoing	Ongoing	Ongoing	One time	Ongoing	Ongoing	Ongoing
(d)	Salient terms of the contracts or arrangements or transactions including the value , if any	1.08	77.65	4.85	-	1.20	0.34	9.88
(e)	Date of approval by the Members /board	11 th February, 2017	11 th February, 2017	11 th February, 2017	11 th February, 2017	11 th February, 2017	27 th August, 2020	21 st August, 2021
(f)	Amount paid as advance, if any (₹ In Crores)	Nil	Nil	Nil			Nil	Nil

(b) Details of contracts or arrangements or transactions at Arm's length basis with Joint Ventures

(₹ In Crores)

Sl. No	Particulars	Details						
		Atlanta-ARSS JV	ARSS- BMS JV	ARSS-LGPPL JV	ARSS-TECHNOCOM PRIYASHIAASHI JV	ARSS-BDPL JV	ARSS-SNKI JV	ARSS-ROYAL JV
(a)	Name (s) of the related party & nature of relationship	Atlanta-ARSS JV	ARSS- BMS JV	ARSS-LGPPL JV	ARSS-TECHNOCOM PRIYASHIAASHI JV	ARSS-BDPL JV	ARSS-SNKI JV	ARSS-ROYAL JV
(b)	Nature of contracts/ arrangements/ transaction	Sub contract received	Sub contract received	Sub contract received	Technical Charges	Material Sold	Technical Charges	Sub contract received
(c)	Duration of the contracts/ arrangements / transaction	Ongoing	Ongoing	Ongoing	Ongoing	Ongoing	Ongoing	Ongoing
(d)	Salient terms of the contracts or arrangements or transactions including the value , if any	11.81	0.08	-	0.04	0.15	0.07	16.21
(e)	Date of approval by the Members / board)	11 th February, 2017	11 th February, 2017	16 th May, 2016	7 th November, 2018	27 th August, 2020	27 th August, 2020	27 th August, 2020
(f)	Amount paid as advance, if any (₹ In Crores)	Nil	Nil	Nil	Nil	Nil	Nil	Nil

(c) Details of Remuneration to Directors / their relatives (at place of profit)

(₹ In Crores)

Sl. No.	Particulars	Details	
(a)	Name (s) of the related party & nature of relationship	Mr. Anil Agarwal (Sr. Vice President, COO)	Mr. Sunil Agarwal (President, CEO)
(b)	Nature of contracts/ arrangements/ transaction	Remuneration	Remuneration
(c)	Duration of the contracts/ arrangements /transaction	Till Initiation of CIRP	Till Initiation of CIRP
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	0.31	0.31
(e)	Date of approval by the Members (ratified by the board)	29 th September, 2015	29 th September, 2015
(f)	Amount paid as advance, if any (₹ In Lacks)	Nil	Nil

Independent Auditor's Report

To
The Resolution Professional
In the matter of ARSS Infrastructure Projects Ltd.
(CIN :- L14103OR2000PLC006230)
Reg.No IBBI/IPA-001/IP-P00793/2017-18/11360)

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of ARSS Infrastructure Projects Limited ("the Company"), which comprise the Balance Sheet as at March 31st, 2022, 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 ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

The Hon'ble National Company Law Tribunal, Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016 has admitted the petition of the Financial Creditors vide the order no. CP(IB) No. 34/CB/2021 dated November 30, 2021. Pursuant to the order, the powers of the Board of Directors stand suspended and are vested with Mr. Uday Narayan Mitra (having Reg. No IBBI/IPA-001/IP-P00793/2017-18/11360), has been appointed as Resolution Professional (RP). In view of the on-going CIRP and suspension of powers of Board of Directors and as explained to us, the powers of adoption of the statements vests with RP.

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

Basis for Qualified Opinion

- a) In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with IND AS-115 'Revenue from contract with customers'.
- b) The company has overdue accumulated secured debts Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted and RP has been appointed as set out in Para 2 above.
- c) Bank statements of Various Accounts have not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.

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

Key Audit Matters

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

Key Audit Matter:	How our audit addressed the key audit matter:
<p>1. Claim receivable amounting to ₹ 123553.67 Lakhs is under dispute/ arbitration. Same are subject to the outcome of arbitration and/or reconciliation proceedings arising out of various contractual obligations. Recognition and measurement of the same is based on management evaluation. [Refer note to Note 9: Other Financial Assets]</p>	<ul style="list-style-type: none"> ➤ Evaluate the reasonableness of management's assessment and judgement considering the relevant sector and industry specific phenomenon. ➤ Assessed the individual project wise and case wise outstanding claim receivable. ➤ Discussed the status of significant arbitration claims with the Company's in house legal counsel and other senior management personnel and assessing their responses. ➤ Verified documentation of claim receivable under arbitration. ➤ Checked the arithmetical accuracy of the essential calculations of the management estimate and judgement. ➤ Reviewed the adequacy of disclosures made in the financial statements with this regards. ➤ Based on the above procedures performed by us, we considered the management's assessment of recoverability of claims receivable to be reasonable

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Report, but does not include the financial statements and our auditors' report thereon.

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

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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional scepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure-A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained, except for the matter described in the sub para 'a to c' of the 'Basis for Qualified Opinion' paragraph above, all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) Except for the possible effect of the matter described in the 'Basis for Qualified Opinion' paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

- (d) Except for the possible effect of the matter described in the 'Basis for Qualified Opinion' paragraph above, in our opinion, the aforesaid standalone financial statements comply with the Indian 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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-B".
- (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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 9 and Note 57 to the financial statements.
 - 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.
2. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act; in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For ARMS & Associates

Chartered Accountant
FRN:- 013019N

Sd/-

CA. Manoj Kumar Gupta

Proprietor

Membership No.: 089677

Date : May 27, 2022

Place : Bhubaneswar

UDIN :222089677AKEKH2508

‘Annexure – A’ to the Independent Auditors’ Report

Referred to in paragraph 1 under ‘Report on other legal and regulatory requirements’ section of our report to the members of **ARSS Infrastructure Projects Limited** of even date:

1) In Respect of Property Plant & Equipment

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets.
 - (b) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets in phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - (d) The Company has not revalued any of its Property, Plant and Equipment (including right to use assets) and intangible assets during the year.
 - (e) No proceedings have been initiated during the year or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- 2) (i) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable.
- (ii) According to the information and explanations given to us, no material discrepancies were noticed on such verification, discrepancies of less than 10% in aggregate for each class of inventory were noticed.
- (iii) The Company has not availed working capital limit in excess of ₹ 5 Crore during the year, in aggregate from banks and financial institution on the basis of security of current assets.
- (iv) The Monthly Statements have not been filed as the Financial creditors have moved to NCLT court and their application has been accepted by the Hon’ble court and RP has been appointed for the company and now all powers have been vested in RP.
- 3) According to the information and explanations given to us, the company has granted loan, secured or unsecured to Companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013.
- (a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.
- (b) In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the borrowers have not been regular in the payment of the interest, if any applicable; and repayment of principal on demand. The terms of arrangements do not stipulate any repayment schedule and the loans are repayable on demand.
- (c) There is no overdue amount for more than 90 days in respects of the loan granted to body corporate listed in the register maintained under section 189 of the Act.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013. In respect of loans, investments, guarantees, and security given to directors or any other person in whom the director is interested.

- 5) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.
- 6) As informed to us, the maintenance of Cost Records is applicable to company based on required criteria for applicability on the company under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company. We have broadly reviewed the books of account and other records maintained by the company relating to utilisation of Material, Labour and other items of cost as applicable for manufacturing under the section sub-section (1)(d) of Section 148 of the Act and the rules made thereunder. As in our opinion prima facie the required records have been maintained, however we have not made detailed examination of such accounts and records.
- 7) In respect of statutory dues:
- (a) According to information and explanation given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- (c) In our opinion there is no amounts payable in respect of income tax, wealth tax, service tax, custom duty, excise duty, value added tax and cess which has not been accepted as demand in dispute except for the demand for the following years.

Name of the statute	Nature of Dues	Amount (in Lakhs)	Forum where Dispute is pending
Orissa Sales Tax Act	Sales Tax	89.07	Commissioner of Commercial Tax
Orissa Electricity Act	Electricity	47.00	Cuttack R D C
Orissa Entry Tax Act	Entry Tax	143.59	Commissioner of Commercial Tax
Central Sales Tax Act	Sales Tax	791.10	Commissioner of Commercial Tax
Income Tax Act	Income Tax	4397.17	Odisha High Court
Income Tax Act	AY 2015-16	Outstanding Demand ₹ 343.56 Lakhs Interest Accrued There on ₹ 231.80 Lakhs	
Income Tax Act	AY 2012-13	Outstanding Demand ₹44.43 Lakhs	
Income Tax Act	AY 2018-19	Outstanding Demand ₹ 27.57 Lakhs	
Income Tax Act	AY 2012-13	Outstanding Demand ₹ 77 Lakhs	
Income Tax Act	AY 2017-18	Outstanding Demand ₹ 6911.58 Lakhs	

- 8) 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 (43 of 1961).
- 9) Based on our Audit procedures and according to information and explanation given to us, the Company has defaulted in payment of bank dues over the year. The Company have overdue outstanding dues to financial institutions, banks as at 31st March 2022 as follows:

Bank Name	₹ in Crores
State Bank of India	872.29
Punjab National Bank	358.96
IDBI Bank Ltd	120.53
Bank of India	59.88
EXIM Bank (Edelweiss ARC Ltd)	187.44
Kotak Mahindra Bank	13.93
Total	1613.03

- 10) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under 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 optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- 11) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (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) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent to four audit procedures. No complain has been received during the year under consideration.
- 12) The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
- 13) According to the information and explanations given to us and based on our examination the records of the company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013. Where applicable, the details of such transactions have been disclosed in the Financial Statement as required by the applicable accounting standards.
- 14) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (15) According to the information and explanations given to us and based on our examination the records of the company, the company has not entered into any non-cash transaction with directors or persons connected with them. Accordingly, the paragraph 3(xv) of the Order is not applicable.
- 16) According to the information and explanations given to us and based on our examination the records of the company, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.
- 17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year.

- 19) 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 with in 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.
- 20) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than on going 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.
- (b) There are no remaining unspent amounts under sub-section (5) of section 135 of the Companies Act, pursuant to any on going project, required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3 (xx)(b) of the Order is not applicable for the year.

For ARMS & Associates

Chartered Accountant

FRN:- 013019N

Sd/-

CA. Manoj Kumar Gupta

Proprietor

Membership No.: 089677

Date : May 27, 2022

Place : Bhubaneswar

UDIN :222089677AKEKH2508

‘Annexure – B’ to the Independent Auditor’s Report

[Referred to in paragraph 2(f) under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2022.]

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

We have audited the internal financial controls over financial reporting of M/s. **ARSS Infrastructure Projects Limited** (‘the Company’), as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 standalone financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles including Ind AS. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles including Ind AS, 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 standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For ARMS & Associates

Chartered Accountant
FRN:- 013019N

Sd/-

CA. Manoj Kumar Gupta

Proprietor

Membership No.: 089677

Date : May 27, 2022

Place : Bhubaneswar

UDIN :222089677AKEKH2508

Standalone Balance Sheet

(₹ in Lakhs)

Particulars	Note No.	As at	
		March 31, 2022	March 31, 2021
I. ASSETS			
1. Non-current Assets			
(a) Property, Plant and Equipment	5	3,501.63	3,239.89
(b) Capital Work-in-progress	5	-	-
(c) Intangible Assets	5	-	-
(d) Financial Assets			
(i) Investments	6	3,248.94	3,322.26
(ii) Trade Receivables	7	-	-
(iii) Loans	8	35.30	194.37
(iv) Other Financial Assets	9	123,553.67	133,043.61
(e) Deferred Tax Assets (net)	11	1,018.80	1,263.87
(f) Other Non-Current Assets	10	27.52	28.14
2. Current Assets			
a. Inventories	12	3,439.17	2,641.67
b. Financial Assets			
(i) Investments	6	-	-
(ii) Trade Receivables	7	1,003.85	2,258.17
(iii) Cash & Bank Balance	13	2,223.72	2,849.23
(iv) Bank Balances Other Than Three Above	13	2,996.34	1,629.19
(v) Loans	8	4,990.91	4,402.66
(vi) Other Financial Assets	9	6,370.76	6,946.53
c. Current Tax Assets (Net)	21	5,036.35	4,328.07
d. Other Current Assets	10	2,144.25	3,272.11
TOTAL ASSETS		159,591.21	169,419.77
II. EQUITY AND LIABILITIES			
1. Equity			
a. Equity Share Capital	14	2,273.80	2,273.80
b. Other Equity	15	(14,709.32)	(3,630.53)
2. Liabilities			
(i) Non-current Liabilities			
a. Financial Liabilities			
(i) Borrowings	16	-	-
(ii) Trade Payables	17	-	-
Total Outstanding Dues of MSME			
Total Outstanding Dues other than MSME			
(iii) Other Financial Liabilities	18	-	-
b. Provisions	19	146.41	146.41
c. Deferred Tax Liabilities (net)	11	-	-
d. Other Non-current Liabilities	20	-	-
(ii) Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	16	162,749.33	162,842.51
(ii) Trade Payables	17	-	-
Total Outstanding Dues of MSME			
Total Outstanding Dues other than MSME		2,709.35	3,185.79
(iii) Other Financial Liabilities	18	1,737.46	608.50
b. Provisions	19	-	-
c. Other Current Liabilities	20	4,684.18	3,993.30
d. Current Tax Liability (Net)	21	-	-
TOTAL EQUITY AND LIABILITIES		159,591.21	169,419.77

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

Sd/-
(S.K. Pattanaik)
Chief Financial Officer

For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022

Place : Bhubaneswar

Standalone Statement of Profit and Loss

Particulars	Note No.	Year ended	
		March 31, 2022	March 31, 2021
(₹ in Lakhs)			
Income			
I. Revenue From Operations	22	28,881.93	24,845.68
II. Other Income	23	1,065.59	820.43
III. Other Gains/(Losses)	24	615.64	2,544.51
Total Income		30,563.16	28,210.62
IV. Expenses			
(a) Cost of Materials Consumed	25	13,978.25	11,535.40
(b) Cost Of Services Sold	27	15,515.30	10,411.82
(c) Change in Inventories (Increase) /Decrease	26	(568.64)	4,669.60
(d) Depreciation and Amortization expenses	30	74.24	1,081.95
(e) Employee Benefit Expenses	28	1,907.91	1,127.73
(f) Finance cost	29	142.89	227.56
(g) Other Expenses	31	10,346.93	4,217.07
Total Expenses		41,396.88	33,271.14
V. Profit Before Exceptional Items and Tax		(10,833.72)	(5,060.51)
Exceptional Items		-	-
VI. Profit Before Taxes		(10,833.72)	(5,060.51)
VII. Tax Expenses			
(a) Current Tax		-	-
(b) Tax of Earlier Years		-	-
(c) Deferred Tax	11	245.07	205.44
VIII. Profit (Loss) for the Period		(11,078.79)	(5,265.95)
IX. Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss :			
(a) Changes in investments in equity shares carried at Fair Value through OCI			
(b) Re-measurement of defined employee benefit plans			
(ii) Income tax relating to items that will not be reclassified to profit or loss :			
- on Revaluation Surplus on Property, Plant & Equipment			
- on Re-measurement of defined employee benefit plans			
B (i) Items that will be reclassified to profit or loss :			
(a) Changes in investments other than equity shares carried at Fair Value through OCI (FVOCI)		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss :		-	-
X. Total Other comprehensive Income after tax		-	-
XI. Total comprehensive income for the period		(11,078.79)	(5,265.95)
XII. Earnings per equity share:			
(1) Basic		(48.72)	(23.16)
(2) Diluted		(48.72)	(23.16)

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

Sd/-
(S.K. Pattanaik)
Chief Financial Officer

For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

Standalone Statement of Changes in Equity

(₹ in Lakhs)

A. Equity Share Capital

Particulars	Amount
As at 31 March 2021	2,273.80
Changes in equity share capital	-
As at 31 March 2022	2,273.80

B. Other Equity

	Share Application Money	Reserves & Surplus			Total other equity
		General Reserves	Securities premium reserve	Retained earnings	
Balance at 31 March 2021	-	727.00	19,947.00	(24,304.53)	(3,630.53)
Profit for the year	-	-	-	(11,078.79)	(11,078.79)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year				(11,078.79)	(11,078.79)
Issue of equity shares	-	-	-	-	-
Balance at 31 March 2022	-	727.00	19,947.00	(35,383.32)	(14,709.32)

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

Sd/-
(S.K. Pattanaik)
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For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

Standalone Statement of Cash Flows

Particulars	(₹ in Lakhs)	
	Year ended March 31, 2022	Year ended March 31, 2021
Operating Activities		
Profit before tax from continuing operations	(10,833.72)	(5,060.51)
Profit/(loss) before tax from discontinuing operations	-	-
Profit before tax	(10,833.72)	(5,060.51)
Adjustments for		
Adjustments for depreciation and amortisation expense	74.24	1,081.95
Adjustments for fair value losses (gains)	42.42	151.04
Re-measurement of Defined Benefits Plan	-	-
Interest received	122.50	73.11
Interest paid	-	211.61
Assets held for disposal	-	-
Dividend Income	-	-
Operating profit / (loss) before working capital changes	(10,594.56)	(3,542.80)
Working capital adjustments:		
Adjustments for increase (decrease) in trade payables, current	(476.44)	(221.66)
Adjustments for increase (decrease) in other current liabilities	690.89	(306.67)
Adjustments for decrease (increase) in trade receivables, current	1,254.32	(870.24)
Adjustments for decrease (increase) in inventories	(797.51)	5,353.14
Adjustments for provisions, current	-	-
Adjustments for decrease (increase) in other current assets	1,127.87	(1,624.62)
Adjustments for other bank balances	(1,367.16)	570.85
Adjustments for decrease (increase) in other non-current assets	-	-
Adjustments for other financial assets, non-current	8,940.72	741.01
Adjustments for other financial assets, current	(12.47)	911.87
Adjustments for other financial liabilities, non-current	-	-
Adjustments for other financial liabilities, current	1,035.78	(1,842.35)
	(198.55)	(831.48)
Income taxes paid (refund)	-	-
NET CASH INFLOW FROM OPERATING ACTIVITIES (A)	(198.55)	(831.48)
Investing Activities		
Purchase of property, plant and equipment	(453.59)	(435.57)
Purchase of Intangible Assets	-	-
Proceeds from Sale of Property, Plant and equipment	75.81	83.15
Purchase of investment property	73.32	2,303.56
Interest received (finance income)	(122.50)	(73.11)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)	(426.96)	1,878.03
Financing Activities		
Proceeds from issuing shares	-	-
Payments of other equity instruments	-	-
Interest paid	-	-211.61
Proceeds from borrowings	-	-
Repayments of borrowings	-	-
Dividends paid	-	-
NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES	-	(211.61)
Net increase (decrease) in cash and cash equivalents (A+B+C)	(625.51)	834.94
Cash and cash equivalents at the beginning of the year	2,849.23	2,014.30
Cash and cash equivalents at year end	2,223.72	2,849.23

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

Sd/-
(S.K. Pattanaik)
Chief Financial Officer

For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

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

1) Company Overview

ARSS infrastructure Projects Limited (the company) is a public limited company incorporated and domiciled in India. The company has its primary listings on the BSE Limited and National Stock Exchange of India Limited, in India. The company is engaged in execution of contracts of various infrastructure projects including road work, bridge work, railway tracking and irrigation projects.

2) SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

(i) Compliance with Ind AS :

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(ii) Historical cost convention :

The financial statements have been prepared under the historical cost convention, except for the following:

- a) Certain financial assets and liabilities that is measured at fair value;
- b) Net Defined Obligations
- c) Assets held for sale

(iii) Current And Non -Current Classification

All assets and liabilities have been classified as current and non-current as per the company's operating cycle and other criteria set out in the Division II of Schedule III to the Companies Act, 2013. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classifications.

2.2 Property, plant and equipment, Intangible Assets and Capital Work-in-progress

i) Recognition and Measurement

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized 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 as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

The cost of Property, plant and equipment not available for use as on each reporting date are disclosed under capital work-in-progress.

ii) Depreciation methods, estimated useful lives and residual value

- a) Depreciation is calculated using the Straight Line Method (SLM) to allocate their cost, net of their residual values over their estimated useful life. The useful life has been determined based on the technical evaluation done by the independent experts.
- b) Any asset whose aggregate actual cost does not exceed five thousand rupees has been fully charged off in the year of addition.
- c) The residual values are not more than 3% (in case of vehicles) and 5% (in fixed assets other than vehicles) of the original cost of the assets. The asset's residual values and useful life are reviewed and adjusted at the end of each reporting period.
- d) Depreciation on assets purchased/acquired during the year is charged from the date of purchase of the assets. Assets that are acquired during the year are depreciated on pro rata basis from the date of such addition or, as the case may be, upto the date on which such assets has been derecognized.
- e) An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

- f) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).
- g) Leasehold land has been amortized over corresponding lease period.

2.3 Revenue recognition :

The company account for revenue from a contract with a customer only when all of the following criteria are met:

- i) the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;
- ii) the company can identify each party's rights regarding the goods or services to be transferred;
- iii) the company can identify the payment terms for the goods or services to be transferred;
- iv) the contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and.
- v) it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

2.4 Other Incomes

- i) Insurance claims has been recognized as revenue on cash basis.
- ii) Dividends shall be recognised as revenue when the shareholder's right to receive payment is established.
- iii) Interest shall be recognised as revenue using the effective interest method as set out in Ind AS 109.
- iv) Revenue other than above is recognised only when it is probable that the economic benefits associated with the transaction will flow to the entity. However, when an uncertainty arises about the collectibility of an amount already included in revenue, the uncollectible amount or the amount in respect of which recovery has ceased to be probable is recognised as an expense, rather than as an adjustment of the amount of revenue originally recognised.

2.5 Inventories :

Raw materials, Stores and spares, Semi-finished goods, traded and finished goods

Inventories are valued as under –

- i) Raw materials, Stores spares, loose tools and Erection materials are valued at cost or net realisable value;
- ii) Finished goods are stated at lower of Cost or Net Realisable Value; and
- iii) Salable scraps, whose cost is not identifiable, are valued at estimated realisable value.
- iv) Cost of raw materials and stores comprises cost of purchase. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition.
- v) Net realizable value is the estimated selling price in the ordinary course of business after deduction of the estimated cost of completion and the estimated costs necessary to make the sale.

2.6 Financial Instruments

Financial assets and liabilities are recognized when the company becomes a party to the contractual provisions of the instrument.

Financial Assets

(i) Trade Receivables

Trade Receivables are recognized initially at fair value and subsequently measured at amortized costs less provisions for impairment.

(ii) Other Financial Assets

a) Classifications

The company classifies its financial assets into the following categories:

- # Those to be measured subsequently at fair value (either through other comprehensive income or through profit and loss)
- # Those measured at amortized costs

The classification depends upon the business model for managing the financial assets and contractual characteristics of the cash flows.

b) Measurements**Initial Recognition:**

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognized in profit or loss.

Subsequent Measurement:

There are three subsequent measurement categories into which the company classifies its debt instrument financial assets:

measured at amortized cost

Financial assets are subsequently measured at amortized cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

measured at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income, if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

measured at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or fair value through other comprehensive income on initial recognition.

Equity instruments :

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments recognised at the proceeds received net off direct issue cost.

All equity instruments classified under financial assets are subsequently measured at fair value. The company has made an irrevocable election at the time of initial recognition to account for the equity instrument at fair value through other comprehensive income.

c) Impairment of Financial Assets :

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized costs. The impairment methodology applied depends on whether there has been a significant increase in credit risks.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109, "Financial Instruments", which requires expected life time losses to be recognized from initial recognition of the receivables.

d) Derecognition of Financial Assets :

A financial asset is derecognized only when :

The company has transferred the rights to receive cash flows from the financial assets or retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients.

2.7 Financial Liabilities**i) Borrowings :**

- a) Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method.
- b) Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

- c) Borrowings are classified as current liabilities unless the entity has an unconditional right to defer, settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

ii) Trade and other payables :

These amounts represent liabilities for goods and services provided to the entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 45 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortized cost using the effective interest method.

iii) Other Financial Liabilities

Financial liabilities are measured at amortized cost using effective interest method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

Interest bearing loans and borrowings are subsequently measured at amortized cost using effective interest rate method. Gain and losses are recognized in profit and loss when the liabilities are derecognized.

iv) Offsetting of Financial Instruments:

A financial asset and a financial liability shall be offset and the net amount shall be presented in the balance sheet when, and only when, an entity:

- (a) currently has a legally enforceable right to set off the recognised amounts; and
- (b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.8 Employee benefits :

(i) Short-term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits, that are expected to be settled wholly within 12 months, after the end of the period, in which the employees render the related service, are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

All Short term employee benefits such as salaries, incentives, special award, medical benefits which fall due within 12 months of the period in which the employee renders related services, which entitles him to avail such benefits and non accumulating compensated absences (like maternity leave and sick leave) are recognized on an undiscounted basis and charged to Profit and Loss Statement.

(ii) Post-employment obligations

The entity operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity, Super annuation and
- (b) defined contribution plans such as provident fund.

Provident fund obligations

Contribution to the provident fund, which is a defined contribution plan, made to the Regional Provident Fund Commissioner is charged to the Profit and loss Statement on accrual basis.

Gratuity obligations

The liability or assets recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligations denominated in INR is determined by discounting the estimated future cash flows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the term of related obligations.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expenses in statement of profit and loss.

Re-measurements gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

2.9 Foreign currency translation :

(i) Functional and presentation currency

Each items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in Indian rupee (INR), which is functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions i.e. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

Non monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. Translation differences on assets and liabilities carried at fair value are reported as part of fair value gain or loss.

2.10 Income tax :

- i. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.
- ii. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.
- iii. Current income tax expense comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternate Tax (MAT) is paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability. The company offsets on a year on basis, the current tax assets and liabilities, where it intends to settle such assets and liabilities on a net basis. The current tax expense recognized in the financial statements is net off MAT credit utilized during the period.
- iv. Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.
- v. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.
- vi. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.
- vii. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

2.11 Cash and cash equivalents :

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

2.12 Borrowing costs :

- i) General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.
- ii) Other borrowing costs are expensed in the period in which they are incurred.

2.13 Provisions & Contingent Liabilities:

- i) A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. Contingent assets are not recognized.
- ii) Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

2.14 Contributed equity :

i) Equity:

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

ii) Dividends :

Provisions is made for any amount of dividend declared , being appropriately authorized and no longer at the discretion of the entity, on or before the end of reporting period but not distributed at the end of the reporting period.

2.15 Earning Per Share

i) Basic Earning Per Share

Basic Earning Per Share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year.

ii) Diluted Earning Per Share

Diluted Earning Per Share adjusts the figures used in the determination of the basic earning per share to take into account the after income tax effect of interests or other finance costs associated with the dilutive potential equity shares and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

2.16 Segment Reporting

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. The Company's operations predominantly relate to providing end-to-end business solutions to enable clients to enhance business performance. Based on the "management approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments. Accordingly, information has been presented both along business segments and geographic segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments, and are as set out in the significant accounting policies.

Revenue and identifiable operating expenses in relation to segments are categorized based on items that are individually identifiable to that segment. Revenue for "all other segments" represents revenue generated from customers

located in India. Allocated expenses of segments include expenses incurred for rendering services. Certain expenses such as depreciation, which form a significant component of total expenses, are not specifically allocable to specific segments as the underlying assets are used interchangeably. Management believes that it is not practical to provide segment disclosures relating to those costs and expenses, and accordingly these expenses are separately disclosed as “unallocated” and adjusted against the total income of the Company.

Assets and liabilities used in the Company’s business are not identified to any of the reportable segments, as these are used interchangeably between segments. Management believes that it is currently not practicable to provide segment disclosures relating to total assets and liabilities since a meaningful segregation of the available data is onerous.

Geographical information on revenue and business segment revenue information is collected based on individual customers invoiced or in relation to which the revenue is otherwise recognized.

2.17 Rounding of amounts :

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs as per the requirement of Division II of Schedule III to the Act, unless otherwise stated.

3) Recent Accounting Pronouncement :

Accounting Pronouncement Issued but not effective :

i) Ind AS 116 Leases :

Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019.

On completion of evaluation of the effect of adoption of Ind AS 116, the Company is proposing to use the ‘Modified Retrospective Approach’ for transitioning to Ind AS 116, and take the cumulative adjustment to retained earnings, on the date of initial application (April 1, 2019). Accordingly, comparatives for the year ended March 31, 2019 will not be retrospectively adjusted. The Company has elected certain available practical expedients on transition.

ii) Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments:

Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company will adopt the standard on April 1, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 1, 2019 without adjusting comparatives.

The effect on adoption of Ind AS 12 Appendix C would be insignificant in the standalone financial statements.

iii) Amendment to Ind AS 12 – Income taxes

On March 31, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, ‘Income Taxes’, in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company is currently evaluating the effect of this amendment on the standalone financial statements.

iv) Amendment to Ind AS 19 – plan amendment, curtailment or settlement-

Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company does not have any impact on account of this amendment.

4) Critical Estimates and Judgments:

i) Use of Estimates :

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

ii) Critical Accounting Estimates :

a) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful life and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life is based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

b) Income Taxes :

The Company's major tax jurisdictions is India . Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

c) Defined benefit obligation

The cost of the defined benefit plans and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

d) Impairment of trade receivables

The company estimates the uncollectibility of accounts receivables by analysing historical payment patterns, customer concentrations, customer credit worthiness and current economic trends. If the financial condition of customer deteriorates, additional allowances may be required.

Particulars	Freehold Land	Freehold Buildings	Furniture, Fittings and Equipment	Plant and Equipment	Office Equipment	Vehicles	Total	Capital Work-in-Progress	Intangible Assets
Gross Carrying Amount									
At 1 st April, 2020	737.00	347.00	173.00	25,084.04	328.61	1,036.72	27,706.37	-	-
Additions/Adjustments during the year	-	-	3.57	410.99	5.21	15.79	435.57	-	-
Disposals/Adjustment during the year	-	-	-	603.50	-	-	603.50	-	-
At 31 st March, 2021	737.00	347.00	176.57	24,891.54	333.82	1,052.51	27,538.44	-	-
Additions/Adjustments during the year	-	-	3.62	410.31	13.80	25.85	453.59	-	-
Disposals/Adjustment during the year	-	-	-	377.42	-	-	377.42	-	-
At 31 st March, 2022	737.00	347.00	180.20	24,924.43	347.62	1,078.36	27,614.60	-	-
Accumulated Depreciation and Impairment									
At 1 st April, 2020	-	60.55	144.43	22,070.42	308.00	1,003.23	23,586.63	-	-
Depreciation charge for the year	-	5.53	16.43	1,023.02	5.48	30.87	1,081.33	-	-
Disposals/Adjustment during the year	-	-	-	369.40	-	-	369.40	-	-
At 31 st March, 2021	-	66.08	160.86	22,724.04	313.48	1,034.10	24,298.56	-	-
Depreciation charge for the year	-	5.53	16.95	45.84	2.73	2.56	73.61	-	-
Disposals/Adjustment during the year	-	-	-	259.19	-	-	259.19	-	-
At 31 st March, 2022	-	71.61	177.81	22,510.68	316.21	1,036.66	24,112.98	-	-
Net Book Value At 31 st March, 2022	737.00	275.39	2.38	2,413.74	31.41	41.70	3,501.63	-	-
Net Book Value At 31 st March, 2021	737.00	280.92	15.71	2,167.49	20.34	18.41	3,239.89	-	-

Capital Work in Progress aging Schedule for the year ended March 31, 2022 and March 31, 2021 as follows

Particulars	Amount in CWIP for a period of				Total
	(₹ in Lakhs)				
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	
As at March 31, 2022	-	-	-	-	-
Capital work in Progress					
As at March 31, 2021	-	-	-	-	-
Capital work in Progress					

As on date of the Balance Sheet, there are no Capital Work in Progress whose completion is overdue or has exceeded the cost, based on approved plans

Note 6: Investments

Particulars	As at March 31, 2022	As at March 31, 2021
Investment in Equity Instruments		
Unquoted at Cost		
Investment in Subsidiary Entities*		
2,20,83,730 (31, March 2021:2,20,83,730) Equity Shares of ₹ 10/- each fully paid up in ARSS Damoh-Hirapur Tolls Private Limited	2,208.37	2,208.37
Investment in Associate Entities**		
25,00,000(31, March 2021:25,00,000) Equity Shares of ₹ 10/- issued at ₹ 40/- each fully paid up in ARSS Developers Ltd	1,000.00	1,000.00
Investment in Joint Ventures	40.17	113.48
Other Investments :		
Investment in Mutual Funds	0.40	0.40
Total	<u>3,248.94</u>	<u>3,322.26</u>
(i) Non-current	<u>3,248.94</u>	<u>3,322.26</u>
(ii) Current	-	-
Category wise Investments:		
At Amortized Cost	3,248.54	3,321.86
At Fair value through Profit & Loss (FVPL)	0.40	0.40
At Fair value through Other Comprehensive Income (FVOCI)	-	-

*The construction of Damoh- Batiyagarh-Baxwala-Hirapur section of state Highway No . 37, which was allotted to ARSS Damoh Hirapur Tolls Pvt. Ltd. has been terminated by the Concessionaire(MPRDC) in June 2013. ADHTPL has not received any revenue from this project. The matter is under arbitration since 2013. After assessment of the arbitration proceedings, the management is of the opinion that there is a huge uncertainty of recoverability of this amount.

** ARSS Developers Ltd. is involved in the business of Real Estate development. ARSS Infrastructure Projects Ltd. holds 38.41% stake in ADL as on 31.03.2022. ARSS Developers Ltd. has negative Net Worth of ₹ 3.31 crores. After Considering the external liabilities payable by ADL to its Creditors, there will be additional accretion to the negative value of Equity Share Holders.

Note 7: Trade receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured,considered good		
(i) Non-Current	-	-
Sub-Total	-	-
(ii) Current		
Gross Trade Receivables	1,003.85	2,258.17
Less: Trade Receivable Written off	-	-
Sub-Total	<u>1,003.85</u>	<u>2,258.17</u>
Total	<u>1,003.85</u>	<u>2,258.17</u>

Trade receivables are non-interest bearing and are generally on terms of 90 to 180 days. Refer Note. No 61 for detailed disclosure of trade receivables from related parties.

Trade Receivable aging Schedule for the year ended as on March 31, 2022 and March 31,2021

₹ in Lakhs

Particulars	Less than 6 months	6 months to 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
As at March 31, 2022						
Undisputed Trade receivables- considered good	515.93		432.25		55.67	1,003.85
Undisputed Trade receivables- considered doubtful	-		-	-	-	-
Total Trade Receivable	515.93	-	432.25	-	55.67	1,003.85
As at March 31, 2021						
Undisputed Trade receivables- considered good	1,275.63	926.87		-	55.67	2,258.17
Undisputed Trade receivables- considered doubtful	-		-	-	-	-
Total Trade Receivable	1,275.63	926.87	-	-	55.67	2,258.17

Note 8: Loans

Particulars	As at March 31, 2022	As at March 31, 2021
UnSecured,considered good		
(i) Non Current		
Security Deposit-'Government authorities(Non Current)	14.84	14.84
Security Deposit-'Others	20.46	179.53
Sub-Total	35.30	194.37
(ii) Current		
Security Deposit-'Government authorities.(Current)	59.88	59.88
Security Deposit-'Others(Current)*	4,397.89	3,435.61
Earnest Money Deposits	533.15	907.18
Less: Impact of finance component of deferred revenue	-	-
Less: Amounts written off	-	-
Sub-Total	4,990.91	4,402.66
Total	5,026.21	4,597.03

*Others Includes Security Deposit & Withheld money receivable.

Note 9: Other Financial Assets

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Non-Current		
Application Money Paid towards securities Pending Allotment (Refer Note For Details)	-	-
Claims Receivable *	123,553.67	133,043.61
Other advances	-	-
Sub-Total	<u>123,553.67</u>	<u>133,043.61</u>
(ii) Current		
Claims Receivable	-	-
Other advances (Includes related party)**	6,370.76	6,946.53
Sub-Total	<u>6,370.76</u>	<u>6,946.53</u>
Total	<u>129,924.43</u>	<u>139,990.14</u>

*The Management has re-assessed the stage of various claims & arbitration proceedings and is of the opinion that the value of the claims likely to be realized will not be more than ₹ 40-50 crores. This is expected to be realized over a period of 3-5 years.

** Out of the Total other Financial Assets of ₹ 63.71 crores, amount of ₹ 45.63 Crores is under legal dispute/ non-recoverable.

Note 10: Other Assets

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Non-Current		
Capital Advance	-	-
Lease Prepayments (Refer Below Note)	27.52	28.14
Sub-Total	<u>27.52</u>	<u>28.14</u>
(ii) Current		
Prepaid Expenses	109.64	147.47
Employee Advances	3.76	2.67
Vendor Advances	2,030.23	3,121.35
Lease Prepayments (Refer Below Note)	0.62	0.62
Sub-Total	<u>2,144.25</u>	<u>3,272.11</u>
Total	<u>2,171.77</u>	<u>3,300.25</u>

(i) The leasehold land pertains to land under lease agreement with Orissa Industrial Infrastructure Development Corporation to be amortized over the lease tenure of Sixty-Four Years.

(₹ in Lakhs)

(ii) Operating Leasehold Land

As per Ind-AS 17 “a finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset and all other lease are treated as operating lease”. Since land normally has an indefinite economic life, leasehold land is classified as operating lease. Accordingly, the entity has classified all its lease hold lands as operating lease. Lease payments made under these operating lease arrangements are recognized as an expense on a straight-line basis over the lease term. The operating lease payment movement is presented as below:-

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Lease Prepayments	34.00	34.00
Addition during the period	-	-
Deletion during the period	-	-
Closing Lease Prepayments (A)	34.00	34.00
Opening value of Amortized lease Prepayments	5.86	5.24
Amortization during the period	0.62	0.62
Deletion during the period	-	-
Closing value of Amortized lease Prepayments (B)	6.48	5.86
Net amount of Lease Prepayments (A- B)	27.52	28.14

Note 11: Deferred tax assets/(liabilities)(net)

Particulars	As at March 31, 2022	As at March 31, 2021
Property, plant and equipment	861.53	1,106.60
Lease Prepayments	(7.80)	(7.80)
Employee Benefit Obligation	38.07	38.07
Impairment loss/(gain) on financial assets	-	-
Minimum Alternate Tax(MAT)	127.00	127.00
Remeasurement of Defined Benefit Obligation	-	-
Total	1,018.80	1,263.87

Note 12: Inventories

Particulars	As at March 31, 2022	As at March 31, 2021
a. Materials at Site	1,014.25	630.25
b. Stores, Spares & Loose Tools	60.12	215.25
c. Work In Progress	2,272.98	1,485.70
d. Finished Goods	91.82	310.47
Total	3,439.17	2,641.67

Note 13: Cash and Bank Balance

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with banks		
Cash at bank	2,223.72	2,834.42
Cash on hand	-	14.81
Less: Bank overdraft	-	-
Total	<u>2,223.72</u>	<u>2,849.23</u>
Balances In Bank Other Than Above*	<u>2,996.34</u>	<u>1,629.19</u>
	<u>2,996.34</u>	<u>1,629.19</u>
Details of Cash at Bank :		
In Current Account	2,223.72	2,834.42
In Fixed Deposits	2,996.34	1,629.19

*Fixed deposit with carrying amount of INR 2,996.34 lakhs including interest accrued on the same (31st March, 2021: ₹ 1,629.19 lakhs) are pledged against bank guarantees as security deposit, EMD and Margin account.

(All amounts ₹ in lakhs, unless otherwise stated)

Note 14: Share Capital

Particulars	As at March 31, 2022	As at March 31, 2021
(A) Authorised Shares Capital		
Equity Shares :		
4,00,00,000 (As on 31 st March 2021 4,00,00,000) Equity Shares of ₹10/- Each	<u>4,000.00</u>	<u>4,000.00</u>
Preference Shares :		
1,50,00,000 (As on 31 st March 2021 :1,50,00,00) Preference Shares of ₹ 10/- Each	<u>1,500.00</u>	<u>1,500.00</u>
(B) Issued, Subscribed and Paid Up		
Equity Shares:		
2,27,37,966 (As on 31 st March 2021 : 2,27,37,966) equity shares of ₹ 10 each fully paid up	2,273.80	2,273.80
Total	<u>2,273.80</u>	<u>2,273.80</u>
(C) Reconciliation of Number of Shares		
Reconciliation of number of Equity shares are set out below:		
a) Shares outstanding at the beginning of the financial year.	22,737,966	22,737,966
b) Issued during the year	-	-
c) Shares forfeited / brought back / cancelled during the year	-	-
d) Shares outstanding at the end of the financial year	<u>22,737,966</u>	<u>22,737,966</u>

(D) Details of shareholders holding more than 5% of shares	As at March 31, 2022		As at March 31, 2021	
Name of the Shareholders	% Held	No. of Shares	% Held	No. of Shares
Equity Shares:				
Subash Agarwal	6.08%	1,381,608	6.08%	1,381,608
ARSS Developers Ltd	14.00%	3,183,480	14.00%	3,183,480
Sidhant Financial Services Limited	14.92%	3,393,031	14.92%	3,393,031

- (i) The company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian Rupees.

- (ii) In the event of liquidation of the company, the holders of equity shares will 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.

(E) There are no shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment.

(F) For the period of five years immediately preceding the date at which the balance sheet prepared the company has not :

- (i) Allotted any shares as fully paid up pursuant to contract without payment being received.
(ii) Allotted any shares as fully paid up by way of bonus, and
(iii) Bought back any shares

(G) Shares held by promoters / promoters Group at the end of the year

Name of the Shareholders	As at March 31, 2022		As at March 31, 2021		% Change during the year	
	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
Mohanlal Agarwal	761,750	3.35	761,750	3.35	-	-
Subash Agarwal	1,381,608	6.08	1,381,608	6.08	-	-
Anil Agarwal	339,821	1.49	339,821	1.49	-	-
Sunil Agarwal	278,647	1.23	278,647	1.23	-	-
Ramesh Prasad Agrawal	3,000	0.01	3,000	0.01	-	-
Seema Agarwal	20,020	0.09	20,020	0.09	-	-
Ramdulari Agarwal	184,483	0.81	184,483	0.81	-	-
Rajesh Agarwal	538,745	2.37	538,745	2.37	-	-
Sanju Agarwal	118,704	0.52	118,704	0.52	-	-
Sangita Agarwal	123,796	0.54	123,796	0.54	-	-
Sabita Agarwal	217,383	0.96	217,383	0.96	-	-
Shilpa Agarwal	75,000	0.33	75,000	0.33	-	-
Arss Developers Ltd	3,183,480	14.00	3,183,480	14.00	-	-
Sidhant Financial Services Ltd	3,393,031	14.92	3,393,031	14.92	-	-

Note 15: Other Equity

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. Securities Premium		
Opening Balance	19,947.00	19,947.00
Add:-Additions during the year	-	-
Sub Total	19,947.00	19,947.00
b. General Reserves		
Opening Balance	727.00	727.00
Add:-Addition during the Year	-	-
Less: Transferred to Retained Earnings	-	-
Sub Total	727.00	727.00

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
c. Retained Earnings		
Opening Balance/ As on Transition Date	(24,304.53)	(19,038.58)
Add:-Profit/(Loss) during the year	(11,078.79)	(5,265.95)
Add :Re-measurement of defined employee benefit plans through OCI	-	-
Sub Total	(35,383.32)	(24,304.53)
Grand Total	(14,709.32)	(3,630.53)

Note 16: Borrowings

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Non-Current Borrowings		
Secured Loan		
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Unsecured Loan		
Loans from Bank	-	-
Loan from Others	-	-
Less : - Current Maturity of Long term debt	-	-
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Total non-current borrowings	-	-
(ii) Current Borrowings		
Cash Credit	97,819.44	97,819.42
Term Loan From Banks	63,484.00	63,484.00
Financial Lease Obligations	-	-
From Related Parties	-	-
From Others	1,445.89	1,539.09
Total current borrowings	162,749.33	162,842.51

Notes :-

The Company's secured debt account with various Banks and others has become NPA since 2012-13. The State Bank of India(Financial Creditor) had moved to NCLT as a result a Corporate Insolvency Resolution Process(CIRP) has been initiated against the Company vide the order no. CP(IB) No. 34/CB/2021 dated November 30, 2021 by the Hon'ble National Company Law Tribunal, Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016. The Financial Creditors (Secured/ Unsecured) have placed their claims with the Resolution Professional as summarised in Note 71 of the Financial Statements which is subject to final outcome of the Resolution Process.

Note-17: Trade Payables

Particulars	As at March 31, 2022	As at March 31, 2021
Non Current Trade Payables	-	-
Sub-Total	-	-
Current Trade Payables	2,709.35	3,185.79
Sub-Total	2,709.35	3,185.79
Grand Total	2,709.35	3,185.79

As at March 31, 2022 and March 31, 2021, there are no outstanding dues to Micro, Small and Medium Enterprises.

There is no interest due or outstanding on the same. Attention is drawn to Note No. 71 whereby the claims have been placed by various category of creditors including operational Creditors as part of CIRP. The management is of the opinion that the liabilities sitting under this line item including Pre CIRP Liability if any is subject to final outcome of Corporate Insolvency Resolution Process.

Note-18: Other financial liabilities

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
i. Non-Current		
Retention Money	-	-
Capital Creditors	-	-
Sub-Total	<u>-</u>	<u>-</u>
ii. Current		
Current Maturity of Long term Debt		
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Retention Money	1,502.73	463.29
Outstanding Employee Benefit Cost	171.40	115.59
Liability For Expenses	63.33	29.62
Excess Drawings From JV	-	-
Sub-Total	<u>1,737.46</u>	<u>608.50</u>
Total	<u><u>1,737.46</u></u>	<u><u>608.50</u></u>

Note-19: Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Provision for Employee Benefits	146.41	146.41
Provision for Tax	-	-
Total	<u>146.41</u>	<u>146.41</u>
Current	-	-
Non Current	<u>146.41</u>	<u>146.41</u>

Note-20: Other Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Non- Current Liabilities		
Mobilization advance Received	-	-
Current Liabilities		
Payable to Statutory Authorities	463.02	401.71
Mobilization advance Received	4.09	145.36
Advance From Customers	4,217.06	3,446.23
Total	<u><u>4,684.18</u></u>	<u><u>3,993.30</u></u>

Note-21: Current Tax Liability/ (Assets) In Net

Particulars	As at March 31, 2022	As at March 31, 2021
Income tax payable	-	-
TDS receivable*	(5,036.35)	(4,328.07)
Total	(5,036.35)	(4,328.07)

* The entire amount of Current Tax Assets of ₹ 5036.35 Lakhs is under dispute at various Courts/ Tribunals/CIT Appeal.

Note-22: Revenue from operations

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Revenue from Operation :		
Sale of Services	28,881.93	24,845.68
Sale of Products	-	-
Less: Impact of finance component of deferred revenue	-	-
Total	28,881.93	24,845.68

Note-23: Other income

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest Income From Financial Assets measured at Amortized Cost	122.50	73.11
Interest On Arbitration Cases	-	-
Liability Written-off	-	-
Miscellaneous Income	943.09	747.31
Total	1,065.59	820.43

Note-24: Other Gains/(Losses)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Net gain on disposal of Property, Plant, Equipment & Others	615.64	2,263.25
Interest On Income Tax refund	-	-
Unwinding of finance component of deferred consideration	-	281.26
Total	615.64	2,544.51

Note-25: Cost of material consumed

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Material and components consumed		
Opening Stock	845.50	1,529.04
Add: Material Purchased during the year	14,207.12	10,851.86
Less: Closing Stock	1,074.37	845.50
Total	13,978.25	11,535.40

(₹ in Lakhs)

Note-26: Change in Inventories

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Opening Stock		
Work In Progress	1,485.70	5,245.34
Finished Goods	310.47	1,220.43
Sub-Total	1,796.17	6,465.77
Less:- Closing Stock		
Work In Progress	2,272.98	1,485.70
Finished Goods	91.82	310.47
Sub-Total	2,364.80	1,796.17
INCREASE(-) / DECREASE(+)	(568.64)	4,669.60

Note-27: Cost Of Goods/Services Sold

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Sub-Contract Expenses	12,989.45	6,807.61
Transportation	505.26	420.29
Wages & Salary	862.63	2,571.83
Hire Charges	47.14	60.98
Rents, Rates and related Taxes	1,110.83	551.11
Total	15,515.30	10,411.82

Note-28: Employee Benefit Expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Salary & Allowances	1,776.08	995.67
Managerial Remuneration	63.00	84.00
Contribution to PF & Other Funds*	35.72	22.63
Staff Welfare	33.10	25.42
Total	1,907.91	1,127.73

Note-29: Finance Cost

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest On Borrowings	-	211.61
Interest on Deferred Payment Terms	71.93	9.70
Interest on Mobilisation Advance	70.96	6.25
Total	142.89	227.56

Note-30: Depreciation and Amortization expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation Expenses	73.61	1,081.33
Amortization Expenses	0.62	0.62
Total	74.24	1,081.95

Note-31: Other expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Repairs & maintenance:		
Plant & Machinery	1,167.58	1,445.04
Other repairs and maintenance	29.73	46.71
Bad Debt	7,793.39	1,271.26
De-Recognition of Investments in JV	-	-
Legal & Professional Charges	288.13	309.35
Royalty	419.74	133.25
Travelling & Conveyance	109.32	114.90
Auditors Remuneration	12.00	12.00
Directors' Sitting fees	9.40	13.00
Bank Charges	67.68	19.21
Insurance Charges	156.51	135.00
Electricity Charges	25.12	21.21
Loss on Sale of Property, Plant & Equipment	42.42	151.04
Miscellaneous Expenses	225.91	545.09
	10,346.93	4,217.07

Note 32 : Details of Payment to Auditors

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
As Auditors		
Audit Fees	10.00	10.00
Tax Audit Fee	2.00	2.00
In other Capacity		
Taxation Matters	-	-
Company Law Matters	-	-
Certification Fees	-	-
Re-imburement of Expenses	-	-
	12.00	12.00

(₹ in Lakhs)

Note 33: Corporate Social Responsibility Expenses :

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Contribution to Charity Foundation	-	-
Outlay on Others CSR Projects	-	-
Total	-	-
Amount required to be spent as per Section 135 of the Act	-	-
Amount spent during the year On :		
(1) Construction or Acquisition of Assets	-	-
(2) On purposes other than (1) above	-	-
Total	-	-
Excess/(Short) Amount Spend	-	-

Note 34 : Income Tax Expenses

This note provides an analysis of the company's income tax expenses, show amounts that are recognised directly in equity and how the tax expenses is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the company's tax position.

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(a) Income Tax Expenses		
Current Tax :		
Current Tax on profits for the year	-	-
Adjustments for current tax of prior periods	-	-
Total Current Tax Expenses	-	-
Deferred Tax :		
Decrease/(Increase) in deferred tax assets	245.07	205.44
(Decrease)/Increase in deferred tax liabilities	-	-
Adjustments for deferred tax of prior periods	-	-
Total Deferred tax expenses/(benefits)	245.07	205.44
Total Income Tax Expenses	245.07	205.44
Income Tax Expenses is attributable to :		
Current Tax	-	-
Deferred Tax	245.07	205.44
Total Tax Expenses Charged to SPL	245.07	205.44
Total Tax Expenses Charged against OCI	-	-
Total Tax Expenses	245.07	205.44

(b) Reconciliation of tax expenses and the accounting profit multiplied by India's tax rate :

During current year and previous year the company has incurred loss after adjustment of carry forward losses, hence there is no current tax required to be payable under Income Tax Act, 1961. Accordingly, reconciliation of tax expenses is not required.

(c) Amount recognized directly in equity

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Aggregate current and deferred tax arising in the reporting period and not recognized in net profit or loss or other comprehensive income but directly debited/ (credited) to equity:		
Current tax: share issue transaction cost	-	-
Deferred tax: Convertible bonds	-	-
	-	-

(d) Tax losses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Unused tax losses for which no deferred tax has been recognized	-	-
Potential tax benefits @26.00%	-	-

(e) Unrecognized temporary differences

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Temporary difference relating to investment in subsidiaries for which deferred tax liabilities have not been recognized:		
Undistributed earnings	-	-
Unrecognized deferred tax liabilities relating to the above temporary differences	-	-

Note No. 35 : Movement in Deferred Tax (Asset-Incomes) / (Liability-Expenses)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Through PL	Through OCI	Through PL	Through OCI
Property,plant and equipment	861.53	-	1,106.60	-
Lease Prepayments	(7.80)	-	(7.80)	-
Employee Benefit Obligation	38.07	-	38.07	-
Impairment loss/(gain) on financial assets	-	-	-	-
Minimum Alternate Tax(MAT)	127.00	-	127.00	-
Other Financial Liability	-	-	-	-
Brought forward losses	-	-	-	-
Impact /As on Transition Date	1,018.80	-	1,263.87	-

NOTE 36 : Employee benefit obligations

(₹ in Lakhs)

(All amounts ₹ in lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Change in Defined Benefit Obligation :		
Defined Benefit Obligation at the beginning	129.25	234.10
Current Service Cost	10.19	31.05
Past Service Cost	-	-
(Gain) / Loss on settlements		
Interest Expense	10.34	18.56
Benefit Payments from Plan Assets		(4.22)
Remeasurements - Due to Demographic Assumptions	-	74.81
Remeasurements - Due to Financial Assumptions	-	49.22
Remeasurements - Due to Experience Adjustments	-	(132.36)
Defined Benefit Obligation at the end	149.78	271.16
Actuarial Loss/(gain) on Obligation	(33.74)	
Change in Fair Value of Plan Assets :		
Fair Value of Plan Assets at the beginning		118.44
Interest Income		9.37
Benefit Payments from Plan Assets		(4.22)
Adjustment to Opening Balance Increase/ Decrease due to Plan Combination		1.66
Remeasurements - Return on Assets		(0.50)
Fair Value of Plan Assets at the end	116.04	124.75

Weighted Average Asset Allocations at the end of current period

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Equities	-	-
Bonds	-	-
Insurance Policies	100%	100%

Note 37 : Components of Defined Benefit Cost

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Current Service Cost	10.19	31.05
Past Service Cost	-	-
Total Service Cost	10.19	31.05
Total Net Interest Cost	10.34	9.19
Defined Benefit Cost included in P & L	(33.74)	40.24
Remeasurements - Due to Demographic Assumptions	-	74.81
Remeasurements - Due to Financial Assumptions	4.06	57.05
Remeasurements - Due to Experience Adjustments	(37.80)	(132.36)
(Return) on Plan Assets (Excluding Interest Income)		0.50
Total Remeasurements	(33.74)	(0.00)

NOTE 38 : Employee benefit obligations Funded /Unfunded balance

The net liability disclosed above relates to funded and unfunded plans are as follows :

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Defined Benefit Obligation	(33.74)	271.16
Fair value of plan assets		124.75
Deficit of funded plans	(33.74)	146.41
Unfunded plans	-	-
Deficit of Unfunded plans	-	-

NOTE 39: Expected Cash flows From Defined Benefits Obligations

Maturity Profile of Defined Benefit Obligations :

Years	Cash flow
1	3.45
2	2.88
3	3.82
4	6.11
5	7.85
6	5.74
7	10.68
8	9.40
9	13.49
10	14.40

NOTE 40 : Significant estimates: actuarial assumptions and sensitivity

(All amounts ₹ in lakhs, unless otherwise stated)

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Discount rate	7.36%	8.00%
Withdrawal Rate		
Salary growth rate	10.00%	10.00%
Disability Rate		

Sensitivity Analysis :

The Financial results are sensitive to the actuarial assumptions. The change to the Defined Benefit Obligations for increase in decrease of 1% from assumed salary escalation, withdrawal and discount rates are given below:

Scenario	PV DBO	Percentage Change
Under Base Scenario	116.04	-
Salary Escalation - Up by 1%	123.36	6.30%
Salary Escalation - Down by 1%	109.35	(5.77%)
Withdrawal Rates - Up by 1%	115.24	(0.70%)
Withdrawal Rates - Down by 1%	116.93	0.77%
Discount Rates - Up by 1%	109.83	(5.36%)
Discount Rates - Down by 1%	122.99	5.99%

NOTE 41 : Risk exposure of Defined Benefits Obligations

(₹ in Lakhs)

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

Asset volatility :

The plan liabilities are calculated using a discount rate set with reference to bond yields; if plan assets underperform this yield, this will create a deficit. Most of the plan asset investments is maintained with LIC India. These are subject to interest rate risk and the fund manages interest rate risk to minimize risk to an acceptable level.

Changes in Bond yields :

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plan funds maintained with the SBI Life.

Inflation risks :

In the gratuity plans, the payment are not linked to inflation, so there is less material risk.

NOTE 42 : Bifurcation of PV of Obligations as per Schedule III of Companies Act 2013

Particulars	As at March 31, 2022	As at March 31, 2021
Current Liabilities	16.67	3.45
Non-Current Liabilities	99.37	267.71

NOTE 43 : Amounts recognised in the Statement of Financial Position

Particulars	As at March 31, 2022	As at March 31, 2021
Defined Benefit Obligation	116.04	271.16
Fair value of plan assets	-	124.75
Funded Status	116.04	146.41
Effect of Asset Ceiling/Onerous Liability	-	-
Net Defined Benefit Liability/(Asset)	116.04	146.41
Of which ,Short term Liability		3.45

NOTE 44 : Net Defined Benefit Liability/(Asset) reconcillation

Particulars	As at March 31, 2022	As at March 31, 2021
Net Defined Benefit Liability/(Asset) at the beginning	129.25	114.00
Defined Benefit Cost included in P & L	(13.21)	40.24
Total Remeasurements in OCI	-	-
Net Transfer In / (Out) (Including the effect of any business combination/ divesture)	-	-
Amount recognised due to Plan Combinations	-	-
Employer Contributions	-	-
Employer Direct Benefit Payments	-	-
Employer Direct Settlement Payments	-	-
Credit to Reimbursements	-	-
Net Defined Benefit Liability / (Asset) at the end	116.04	154.24

NOTE 45 : Experience Adjustments on Present Value of DBO and Plan Assets

(All amounts ₹ in lakhs, unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
(Gain) / Loss on Plan Liabilities	(37.80)	(132.36)
% of Opening Plan Liabilities	(29.24%)	(56.54%)
Gain / (Loss) on Plan Assets	-	(0.50)
% of Opening Plan Assets	0.00%	(0.42%)

NOTE 46 : Best Estimate of Contribution during the next year

The Best Estimate Contribution for the Company during the next year will be as per Actuarial valuation.

NOTE 47 : Discontinuance Liability

Amount payable upon discontinuance of all employment is ₹ 106 Lakhs

NOTE 48 : Summary of Membership Status

Particulars	As at March 31, 2022	As at March 31, 2021
Number of Employees	182	286
Total Monthly Salary (₹)	1,463,272	3,009,539
Average Monthly Salary (₹)	8,040	10,523
Average Past Service	11.06	8.85
Average Age	40.79	39.18
Average Future Service	19.23	20.83
Adjusted Average Future Service	5.80	18.02

*Adjusted future service takes into account the effect of mortality and attrition.

NOTE 49 : Age Analysis

Age	Count	Percentage
18 to 25	4	2.20%
25 to 30	16	8.79%
30 to 35	32	17.58%
35 to 40	34	18.68%
40 to 45	40	21.98%
45 to 50	27	14.84%
50 to 55	21	11.54%
> 55	8	4.40%
Total	182	100%

NOTE 50 : There were no Changes in Reimbursement Rights.

NOTE 51 : (i) There were no Changes in Asset Ceiling / Onerous Liability.

(₹ in Lakhs)

Note No. 52 Fair value measurements**(i) Financial instruments by category:**

Particulars	As at March 31, 2022			As at March 31, 2021		
	FVPL	FVOCI	Amortized cost	FVPL	FVOCI	Amortized cost
Financial assets						
Investments:						
Equity instruments	-	-	3,248.94	-	-	3,322.26
Trade receivables	-	-	1,003.85	-	-	2,258.17
Cash & Bank Balance	-	-	2,223.72	-	-	2,849.23
Bank Balance Other than above			2,996.34			1,629.19
Loans	-	-	5,026.21	-	-	4,597.03
Derivative financial assets	-	-	-	-	-	-
Others	-	-	129,924.43	-	-	139,990.14
Total financial assets	-	-	144,423.49	-	-	154,646.02
Financial liabilities						
Borrowings	-	-	162,749.33	-	-	162,842.51
Derivative financial liabilities	-	-	-	-	-	-
Trade payables	-	-	2,709.35	-	-	3,185.79
Other financial liabilities	-	-	1,737.46	-	-	608.50
Total financial liabilities	-	-	167,196.14	-	-	166,636.80

(ii) Fair value hierarchy:

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are

- recognized and measured at fair value, and
- measured at amortized cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the Ind AS 113 "Fair Value Measurements". An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2022	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments at FVPL				
Equity instruments	-	-	-	-
Mutual funds	-	-	-	-
Financial investments at FVOCI				
Quoted equity investments	-	-	-	-
Unquoted equity investments	-	-	-	-
Derivatives				
Foreign exchange forward contracts	-	-	-	-
Foreign currency options	-	-	-	-
Interest rate swaps	-	-	-	-
Total	-	-	-	-

Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2021	Level 1	Level 2	Level 3	Total
Financial assets :				
Financial investments at FVPL				
Equity instruments	-	-	-	-
Mutual funds	-	-	-	-
Financial investments at FVOCI				-
Quoted equity investments	-	-	-	-
Unquoted equity investments	-	-	-	-
Derivatives				-
Foreign exchange forward contracts	-	-	-	-
Foreign currency options	-	-	-	-
Interest rate swaps	-	-	-	-
Total	-	-	-	-

Level 1 : This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchange is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

Level 2 : Fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument as observable, the instrument is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification assets.

(iii) As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. Accordingly fair value disclosures have not been made for the following financial instruments:-

1. Trade receivables
2. Cash and cash Equivalent
3. Loans
4. Borrowings
5. Trade payables
6. Capital creditors
7. Other payables

Note No. 53 : Financial risk management

The Company's few portion of activities are exposed to variety of financial risks i.e. market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk :

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and other financial instruments, financial assets measured at amortized cost.	Ageing analysis Credit rating	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

(A) Credit risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily trade receivables from customers other than government entities .These Trade receivables are typically unsecured and are derived from revenue earned from domestic and foreign customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess impairment loss or gain. The Company uses a matrix to compute the expected credit loss allowance for trade receivable.

Credit risk management

Credit risk is managed on instrument basis. For Banks and financial institutions ,only high rated banks / institutions are accepted. For other financial instruments, the Company assesses and maintains an internal credit rating system. The finance function consists of a separate team who assess and maintain internal credit rating system.

(B) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, the Company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the Company. These limits vary by locations to take into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Note No. 54: Capital management

(a) Risk management

The Company's objectives when managing capital are to;

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders; and
- maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return on capital to shareholders or issue new shares. The Company monitors capital using gearing ratio, which is net debt

divided by total Equity. Net debt comprises of long term and short term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. The gearing at the end of reporting period was as follows:

(All amount ₹ in lakhs, Unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
Net Debt	160,525.61	159,993.28
Total Equity	(12,435.52)	(1,356.73)
Net debt to Equity Ratio	(12.91)	(117.93)

(b) Dividends

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Equity shares		
Final dividend for the year ended 31.03.2022 of ₹ NIL (31.03.2021 ₹ NIL) per fully paid share	-	-
Interim dividend for the year ended 31.03.2022 of ₹ NIL (31.03.2021 ₹ Nil) per fully paid share	-	-
(ii) Dividends not recognized at the end of the reporting period	-	-
In addition to the above dividends, since year end the directors have recommended the payment of final dividend of ₹ NIL per fully paid equity share (31.03.2021 ₹ NIL). This proposed dividend is subject to the approval of shareholders in the ensuring annual general meeting.	-	-

Note 55 :

(All amount ₹ in lakhs, Unless otherwise stated)

EARNINGS PER SHARE (EPS)		As at March 31, 2022	As at March 31, 2021
i)	Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (₹ Lakhs)	(11,078.79)	(5,265.95)
ii)	Weighted Average number of equity shares used as denominator for calculating EPS	22,737,966	22,737,966
iii)	Face Value per Equity Share (₹)	10.00	10.00
iv)	Basic and Diluted Earnings per share (₹)	(48.72)	(23.16)

Note 56 :

EARNINGS IN FOREIGN EXCHANGE		As at March 31, 2022	As at March 31, 2021
	FOB Value of Exports	-	-
	Billing Adjustment	-	-
	Total	-	-
EXPENDITURE IN FOREIGN CURRENCY			
	Interest and finance charges	-	-
	Commission on Sales	-	-
	Legal and Professional fees	-	-
	Others	-	-

NOTE - 57

(₹ in Lakhs)

CONTINGENT LIABILITIES		As at March 31, 2022	As at March 31, 2021
i.	Guarantees given by Company's Bankers on behalf of the Company.	6,259.55	6,432.65
ii.	Claims against the Company not acknowledged as debts:		
	a) Central Sales Tax	824.94	791.11
	b) VAT	89.07	89.07
	c) Orissa Entry tax	233.46	143.59
	d) Service tax	17,586.89	-
	e) GST	752.75	-
	f) Orissa Electricity Act	47.00	47.00
	g) Odisha High Court	4,397.17	4,397.17
	h) CIT (A)	7,376.56	387.99
	i) Recompense amount	18,973.62	18,973.62

However as per management perception, the above liabilities will not devolve upon the Company in future.

iii Pending Litigation Initiated during CIRP

Sl. No.	Party Name	Claim Amount	Forum
1	SREI Infra. Vrs. Udaya Narayan Mitra (IRP)	86,625.11	Pending before NCLT, Cuttack Bench
2	Asst. Commissioner of GST & Central Excise, Bhubaneswar-II Vrs. Udaya Narayan Mitra (IRP)	35,960.05	Pending before NCLT, Cuttack Bench
3	ICICI Bank Ltd. Vrs. Udaya Narayan Mitra (IRP)	4,699.84	Pending before NCLT, Cuttack Bench
4	Commercial Tax & G.S.T. Officer, C.T. & G.S.T. Circle, Bhubaneswar -III, Bhubaneswar, Odisha Vrs. Mr. Udaya Narayan Mitra, Interim Resolution Professional for M/s. ARSS Infrastructure Projects Ltd.	591.59	Pending before NCLT, Cuttack Bench
5	SREI Equipments Finance Ltd. Vrs. Udaya Narayan Mitra, Interim Resolution of ARSS Infrastructure Projects Ltd.	91,978.94	Pending before NCLAT, New Delhi.

NOTE - 58

CAPITAL COMMITMENTS	As at March 31, 2022	As at March 31, 2021
Estimated value of contracts in capital account remaining to be executed	-	-

NOTE - 59

Segment Reporting As per Ind AS 108 "Operating Segments"

Based on the policy set out under Significant Accounting Policy, the Company follows "management Approach" for the purpose of deciding operating segments. The operating results of each major project locations are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to that location and assess its performance. Accordingly, the company has decided not to treat each project location as its operating segments considering huge number of project locations and its permanency.

Note 60

(All amount ₹ in lakhs, Unless otherwise stated)

Additional Disclosures As per Ind AS 108 “Operating Segments “
(i) Revenue From Customers Exceeding 10% of Total revenue

As per Para 34 of Ind AS 108, if revenues from transactions with a single external customer amount to 10 per cent or more of an entity’s revenues, the company is required to disclose that fact, the total amount of revenues from each such customer, and the identity of the segment or segments reporting the revenues. The details of such disclosure is as below :

Customer Name	% of Total Revenues			
	As at March 31, 2022		As at March 31, 2021	
	Amount	Percentage	Amount	Percentage
Executive Engineer NH Division-Sambalpur	6,662.83	22.93%	6,777.90	27.28%

(ii) Extent of Reliance on Major Customers

Extent of Reliance on Major Customers of the Company can be depicted by assessing their sales chunk compared to total revenue of the operation. The percentage of group of major customer to its total revenue is as below :

Customer Name	% of Total Revenues			
	As at March 31, 2022		As at March 31, 2021	
	Amount	Percentage	Amount	Percentage
Top 10 Customers	28,296.90	97.97%	21,287.78	85.68%

Note -61 RELATED PARTY DISCLOSURE AS PER Ind AS 24
(I) List of Related parties
a. Associate :

ARSS Developers Limited

b. Subsidiary

ARSS Damoh-Hirapur Tolls Private Limited

c. Joint Venture (AOP)

Niraj-ARSS JV

ARSS-Atlanta JV

Atlanta-ARSS JV

ARSS-HCIL Consortium JV

ARSS-Triveni JV

Patel-ARSS JV

Backbone-ARSS JV

Somdatt Builders-ARSS JV

ARSS-ANPR JV

HCIL Adhikarya-ARSS JV

ARSS GVR JV

ARSS-LGPPL JV

ARSS-Technocom Priyashi Aashi JV

ARSS-SIPS JV

ARSS-SCPL JV

ARSS-BMS JV

ARSS-BDPL JV

ARSS-THAKUR JV

ARSS-ROYAL JV

ARSS-SNKI JV

SCPL-ARSS JV

d. Key Managerial Personnel

Name	Designation
Subash Agarwal	Chairman cum Director
Rajesh Agarwal	Managing Director
Sunil Agarwal	Chief Executive Officer
Anil Agarwal	Chief Operating Officer
S.K. Pattanaik	Chief Financial Officer

The Company Secretary has not been considered as related party as he is not having the authority and responsibility for planning, directing and controlling the executive decision making activities of the entity, directly or indirectly. This is in line with Ind AS 24, "Related party transactions."

e. Enterprises in which Key Management personnel has significant influence

Shivam Condev Private Limited

ARSS Engineering & Technology Private Limited

ARSS Cements Limited

ARSS Steel & Power Limited

ARSS Holdings Limited

Anil Contractors Private Limited

ARSS ETOE Rail Private Limited

Sidhant Financials Services Limited

Faster Infracon Private Limited

Holy Vanijya Private Limited

Balabhadra Developers Limited

Balabhadra Crusher Private Limited

Gypsum Commerce India Private Limited

f. Close Family members of Key Managerial Personnel

None of the close members of all Key managerial Personnel's are considered as Related Party In accordance with Ind AS 24 considering the fact that they are neither participating nor influencing executive decision making of the Company.

(II) Balances and Transactions with Related parties

(₹ in Lakhs)

a. Statement Of Profit And Loss Items
Net Transaction During the Period

Name	Particulars	2021-22	2020-21
ARSS BMS JV	Sale of Services	7.70	20.25
Atlanta ARSS JV	Sale of Services	1,180.99	1,140.90
ARSS LGPPL JV	Sale of Services	0.61	15.02
ARSS Technocom Priyashi Aashi JV	Sale of Services	4.14	3.74
ARSS BDPL JV	Sale of Material	15.35	126.00
ARSS Royal JV	Sale of Services	1,621.20	846.95
ARSS SNKI JV	Sale of Services	7.43	7.77
Balbhadra Developers Pvt Ltd	Sale of Services	34.45	-
Balbhadra Developers Pvt Ltd	Sub Contract Given	988.31	-
Shivam Condev Pvt Ltd(Consultancy)	Sale of Services	485.09	215.85
Shivam Condev Pvt Ltd(Crusher Rent)	Sale of Services	120.00	135.00
Shivam Condev Pvt Ltd(Material Sold)	Sale of Services	90.87	-
Shivam Condev Pvt Ltd	Sub Contract Given	7,764.91	4,052.23

b. Balance Sheet Items*

Name	Particulars	2021-22	2020-21
Som Dutt Builders ARSS JV	Advance From Customer	1,697.85	1,697.85
Backbone-Arssh Jv.	Advance From Customer	139.81	139.81
Patel-Arssh Jv.	Advance From Customer	1,490.25	1,490.25
ARSS Royal JV	Receivables	182.39	211.29
ARSS SNKI JV	Receivables	2.32	0.33
Atlanta ARSS JV	Receivables	477.64	669.51
ARSS SCPL JV	Trade Advance	1,662.83	2,202.83
Shivam Condev Private Limited	Trade Advance	-	1,476.05
Shivam Condev Private Limited	Receivables	175.07	29.28
Balbhadra Developers Pvt Ltd	Receivables	8.19	-
ARSS Damoh Hirapur Tolls Pvt Ltd	Finance provided	4,418.20	4,418.20
Anil Agarwal	Remuneration Payable	5.55	8.04
Sunil Agarwal	Remuneration Payable	5.21	7.90

* Balance sheet items do not include Investments in Subsidiary, Associate and Joint Ventures. The same is separately shown in Note No 6. Further, these do not include the amounts receivable from Joint ventures on behalf of claims as the same is under dispute. Note No 71 to may be referred.

(₹ in Lakhs)

(III) Remuneration to key managerial personnel

Name	2021-22	2020-21
Anil Agarwal	31.50	42.00
Sunil Agarwal	31.50	42.00
Rajesh Agarwal	-	-
Subash Agarwal	-	-
Director Sitting Fees	9.40	13.00

NOTE 62

FINANCIAL HEDGING INSTRUMENTS		As at March 31, 2022	As at March 31, 2021
i)	For hedging Currency Related Risks :		
	Forward Contracts - Outstanding Nominal Value	Nil	Nil

NOTE - 63

ASSETS PROVIDED AS SECURITY

Particulars	As at March 31, 2022	As at March 31, 2021
Current Assets		
Financial Assets		
Trade Receivables	1,003.85	2,258.17
Other Financial Assets	6,370.76	6,946.53
Total Current assets provided as security	7,374.61	9,204.70
Non Financial Assets		
Non Current assets		
Property, Plant and Equipment :		
i) Tangible Assets	3,501.63	3,239.89
ii) Intangible Assets	-	-
Inventories	3,439.17	2,641.67
Other Financial Assets	123,553.67	133,043.61
Total Non - Current assets provided as security	130,494.47	138,925.17
Total Assets provided as Security	137,869.08	148,129.87

NOTE - 64

The obligations on long term , non-cancellable finance leases payable as per the respective agreements are as follows :-

Particulars	As at March 31, 2022	As at March 31, 2021
Future minimum lease payable	-	-
Not Later than 1 year	-	-
Later than 1 year and not later than 5 years	-	-
Later than 5 year	-	-

NOTE - 65

Recognition of Corporate Guarantee as Financial Liability

Financial guarantee is a contractual right of the lender to receive cash from the guarantor, and a corresponding contractual obligation of the guarantor to pay the lender, if the borrower defaults. The contractual right and obligation exist because of a past transaction or event (assumption of the guarantee), even though the lender's ability to exercise its right and the requirement for the guarantor to perform under its obligation are both contingent on a future act of default by the borrower. A contingent right and obligation meet the definition of a financial asset and a financial liability, even though such assets and liabilities are not always recognized in the financial statements. Based on the measurement principles laid down under Ind AS 109 "Financial Instrument :Recognition and Measurement," the fair value of all those financial guarantee contracts reasonable below to the materiality threshold limit set by the company. Accordingly the entity has made appropriate disclosure in Note 54 without additionally recognizing any financial assets or liability.

NOTE - 66

Micro, Small and Medium Enterprises (MSME) Dues Disclosure

There are no Micro and Small enterprises to whom the Company owes dues which are outstanding for a period of more than 45 days as at the balance sheet date. The above information and that given under Current liabilities regarding Micro, Small and Medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

NOTE - 67

Estimated Useful Lives of Property Plant & Equipment (PPE)

Financial Classification	Nature	Useful Lives	
		As per Management Estimate	As per SCH-II of Companies Act 2013
Freehold Building	Building (Factory)	30 Years	30 Years
	Building (Non Factory)	60 Years	60 Years
Furniture, Fittings and Equipment	Furniture Fixtures	10 Years	10 Years
Office Equipment	Computer	3 Years	3 Years
Plant & Equipment	Plant & Machinery(Non-Earth Moving)	15 Years	12 Years
	Plant & Machinery(Earth Moving)	9 Years	12 Years
Vehicles	Motor car	8 years	8 years

The useful life has remained constant for transition, comparative and reporting period.

NOTE -68 Ratio Analysis

(All amount ₹ in lakhs, Unless otherwise stated)

SI No.	Name of the Ratio	Units	Methodology	2021-22	2020-21
1	Net Worth		(Paid up Equity Capital + Reserves and Surplus)	(12,435.52)	(1,356.73)
2	Debt Equity Ratio	Times	Total debt / (Paid up Equity Capital + Reserves and Surplus)	(13.09)	(120.03)
3	Debt Service Coverage Ratio	Times	EBIT / Interest Expense + Principal Repayments made during the period for long term loans	(74.82)	(21.24)
4	Current Ratio	Times	Current Assets/ Current Liabilities	0.16	0.17

SI No.	Name of the Ratio	Units	Methodology	2021-22	2020-21
5	Long Term Debt to Working Capital	Times	Long Term Debts/Net Working Capital	-	-
6	Current Liability Ratio	Times	Current Liabilities/Total Liabilities	1.08	1.01
7	Total Debts to Total Assets	Times	Total Outstanding Debts/Total Assets	1.02	0.96
8	Debtors Turnover	Times	Revenue from operation / Trade Receivables	28.77	11.00
9	Inventory Turnover	Times	Cost of Goods Sold/ Inventories	8.41	10.08
10	Operating Margin (%)	Percentage	Profit before Depreciation, Tax & Exceptional item /Revenue from Operation	(37.25)	(16.01)
11	Net Profit Margin (%)	Percentage	Net Profit/ Revenue from operation	(38.36)	(21.19)

NOTE -69

Figures for the previous year has been re-arranged and re-grouped wherever necessary

NOTE - 70**Nature and Purpose of Reserves Disclosed under Other Equity**

Particulars	Purpose
General Reserve	General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.
Retained Earnings	Retained Earnings contains the balance of retained earnings to carry forward. It is fully distributable and shown as part of shareholders' reserves on the balance sheet.
Securities Premium Reserve	Securities Premium Reserve has been created for issue of equity shares at a premium.

NOTE - 71**NCLT Matter**

Corporate Insolvency Resolution Process(CIRP) has been initiated against the Company vide the order no. CP(IB) No. 34/CB/2021 dated November 30, 2021 by the Hon'ble National Company Law Tribunal, Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016 whereby Mr. Uday Narayan Mitra has been appointed Interim Resolution Professional and his appointment as Resolution Professional was confirmed by the Committee of Creditors. Pursuant to initiation of CIRP, the class of creditors have placed their claims before the IRP/ RP. The summary of the claims received, Claims Admitted etc (as on 21-03-2022) have been tabulated below:

(All amount ₹ in lakhs, Unless otherwise stated)

SI. No.	Category of Creditor	Summary of Claims Received	Summary of Claims Admitted	% Share in Total Amount of Claims Admitted
1	Secured financial creditors belonging to any class of creditors	-	-	
2	Unsecured financial creditors belonging to any class of creditors	-	-	
3	Secured financial creditors (other than financial creditors belonging to any class of creditors)	389,727.25	385,027.40	99.84
4	Unsecured financial creditors (other than financial creditors belonging to any class of creditors)	-	-	-
5	Operational creditors (Workmen)	-	-	
6	Operational creditors (Employees)	-	-	

Sl. No.	Category of Creditor	Summary of Claims Received	Summary of Claims Admitted	% Share in Total Amount of Claims Admitted
7	Operational creditors (Government Dues)	603.44	603.44	0.16
8	Operational creditors (other than Workmen and Employees and Government Dues)	42.83	26.92	0.01
9	Other creditors, if any, (other than financial creditors and operational creditors)	-	-	
	Total	390,373.52	385,657.76	100.00

The particulars of aforementioned claims have been uploaded on IBBI Portal at the link below:-

<https://ibbi.gov.in/claims/claimProcess/L14103OR2000PLC006230>

The aforementioned claims as placed by different category of creditors as specified above is a compilation of the claims admitted / not admitted as per the extant guidelines of IBC 2016, the same may or may not be sitting under the relevant line item in the Financial Statements.

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
 Proprietor
 M.No.- 089677

Sd /-
(Prakash Chhajer)
 Company Secretary

Sd /-
(S.K. Pattanaik)
 Chief Financial Officer

For and on behalf of the Board
 (Suspended during CIRP)

Sd /-
(Uday Narayan Mitra)
 Resolution Professional
 IP Reg. No. : IBBI/IPA-001/
 IP-P00793/2017-18/11360

Date : 27th May, 2022
 Place : Bhubaneswar

Annexure I

Statement on Impact of Audit Qualifications (for audit report dated 27.05.2022 with modified opinion) submitted along-with Annual Audited Standalone Financial Results of ARSS Infrastructure Projects Limited for the Financial Year ended on 31st March, 2022.

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Amount in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Amount in Lakhs)
	1.	Turnover / Total income	30,563.16	30,563.16
	2.	Total Expenditure	41,396.88	41,396.88
	3.	Net Profit/(Loss)	(11,078.79)	(11,078.79)
	4.	Earnings Per Share	(48.72)	(48.72)
	5.	Total Assets	159,591.21	159,591.21
	6.	Total Liabilities	159,591.21	159,591.21
	7.	Net Worth	(12,435.52)	(12,435.52)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

- a) In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with Ind AS-115 'Revenue from contract with customers'.
- b) Bank statements of Various Accounts has not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.
- c) The company has overdue accumulated secured debts . Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted at NCLT Level.

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification:

Qualification No. a) since Financial Year 2013-14

Qualification No. b) since Financial Year 2018-19

Qualification No. c) since Financial Year 2016-17

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Nil

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification: Nil

(ii) If management is unable to estimate the impact, reasons for the same:

For Qualification No-(a): During the work execution period there is escalation claim, revision of contract value, extension of completion period, etc due to which unpredictable variation in reliable estimation of revenue and cost. Also the allocation of combine Operating overhead, Head office overhead and Financial Cost is not possible due to combine use or high swapping of resources, size of the Contracts. Hence financial implication of the qualification is not quantifiable.

For Qualification No- (b): Since the account became NPA bank statements are not provided by the banks. SBI has moved to NCLT and the case has been admitted.

For Qualification No -(c): The Company has not provided interest on NPA accounts, Since the outstanding amount is not quantifiable. SBI has moved to NCLT and the case has been admitted.

(iii) **Auditors' Comments on (i) or (ii) above:**

As per our qualifications.

III.	Signatories:	
	Uday Narayan Mitra (Resolution Professional) IP Reg. No.: IBBI/IPA-001/IP-P00793/2017-18/11360	Sd/- Uday Narayan Mitra
	Mr. S. K. Pattanaik Chief Financial Officer	Sd/- S. K. Pattanaik
	Statutory Auditor CA Manoj Kumar Gupta Proprietor ARMS & Associates Charter Accountant FRN-013019N M.No.-089677 UDIN:22089677AJTHRQ5155	Sd/- Manoj Kumar Gupta
Place : Bhubaneswar Date : 27th May, 2022		

Independent Auditor's Report

To

**The Members of
The Resolution Professional
In the matter of ARSS Infrastructure Projects Ltd.
(CIN :- L14103OR2000PLC006230)
Reg.No IBBI/PA-001/IP-P00793/2017-18/11360)**

Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying consolidated financial statements of **ARSS Infrastructure Projects Limited** ("the Company"), which comprise the Balance Sheet as at March 31st, 2022, 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 ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

The Hon'ble National Company Law Tribunal, Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016 has admitted the petition of the Financial Creditors vide the order no. CP(IB) No. 34/CB/2021 dated November 30, 2021. Pursuant to the order, the powers of the Board of Directors stand suspended and are vested with Mr.Uday Narayan Mitra (having Reg. No IBBI/PA-001/IP-P00793/2017-18/11360), has been appointed as Resolution Professional (RP). In view of the on-going CIRP and suspension of powers of Board of Directors and as explained to us, the powers of adoption of the statements vests with RP.

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at March 31st, 2022, the consolidated loss, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Qualified Opinion

- a) In absence of relevant records, Contract-wise surplus/loss has neither been ascertained nor recognized in compliance with Ind AS-115 'Revenue from contract with customers'.
- b) The company has overdue accumulated secured debts, Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted and RP has been appointed as set out in Para 2 above.
- c) Bank statements of Various Accounts has not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.
- d) In the absence of audited books of accounts of ARSS-SIPS JV, ARSS Technocom Priyashi Aashi JV and ARSS-BMS JV, financial data from these entity have not been included in consolidation of financial statement.
- e) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, status of rights and title on the Capital work-in-progress valued at 66.95 Crores has neither been ascertained nor the effect of the same has been accounted for in the financial statements.
- f) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, in absence of details of physical verification of Capital Work in Progress, discrepancies, if any, between book and physical balance could not be ascertained including effect of the same in the financial statements.

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the group, its associates and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical

requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Key Audit Matters

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

Key Audit Matter:	How our audit addressed the key audit matter:
<p>1. Claim receivable amounting to ₹ 123553.67 Lakhs is under dispute/ arbitration. Same are subject to the outcome of arbitration and/or reconciliation proceedings arising out of various contractual obligations. Recognition and measurement of the same is based on management evaluation. [Refer note to Note 9: Other Financial Assets]</p>	<ul style="list-style-type: none"> ➤ Evaluate the reasonableness of management's assessment and judgment considering the relevant sector and industry specific phenomenon. ➤ Assessed the individual project wise and case wise outstanding claim receivable. ➤ Discussed the status of significant arbitration claims with the Company's in house legal counsel and other senior management personnel and assessing their responses. ➤ Verified documentation of claim receivable under arbitration. ➤ Checked the arithmetical accuracy of the essential calculations of the management estimate and judgment. ➤ Reviewed the adequacy of disclosures made in the financial statements with this regards. ➤ Based on the above procedures performed by us, we considered the management's assessment of recoverability of claims receivable to be reasonable.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Report, but does not include the financial statements and our auditors' report thereon.

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

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

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

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

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

In preparing the Consolidated Financial Statements, the respective board of directors of the company included in the group are 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 group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors are also responsible for overseeing the Financial reporting process of the group.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- I) Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- II) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary which are incorporated in India has adequate internal financial controls with reference to financial statements 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 groupability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group 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 consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- VI) Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities of the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated 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 Consolidated Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure-A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained, except for the matter described in the sub para 'b' of the 'Basis for Qualified Opinion' paragraph above, all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) Except for the possible effect of the matter described in the 'Basis for Qualified Opinion' paragraph above, in our opinion, proper books of account as required by law relating to preparation of the consolidated statement have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the possible effect of the matter described in the 'Basis for Qualified Opinion' paragraph above, in our opinion, the aforesaid consolidated financial statements comply with the Indian 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, 2022 taken on record by the Board of Directors of the company and its subsidiaries incorporated in India and reports of the statutory auditors of the subsidiary company incorporated in India, none of the directors of group incorporated in India is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and its subsidiary company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure-A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.
 - (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 has disclosed the impact of pending litigations on its Consolidated Financial Position in its Financial Statements – Refer Note 9 and Note 57 to the Consolidated Financial Statements;
 - 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 and its subsidiaries incorporated in India.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act; in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For ARMS & Associates
Chartered Accountant
FRN:- 013019N

Sd/-
CA. Manoj Kumar Gupta
Proprietor
Membership No.-: 089677

Date:- May 27, 2022
Place : Bhubaneswar
UDIN : 22089677AKFBDZ8569

‘Annexure – A’ to the Independent Auditor’s Report

[Referred to in paragraph 2(f) under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the Consolidated Financial Statements of the Company for the year ended March 31, 2022.]

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

In conjunction with our audit of the Consolidated Financial Statements of the Company as of and for the year ended March 31, 2022, We have audited the internal financial controls over financial reporting of M/s. ARSS Infrastructure Projects Limited (‘the Company’), and its subsidiary company which are incorporated in India as of 31 March 2022.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the company and its subsidiary Companies, which are companies incorporated in India, are 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 internal financial controls over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India based on our audit. We conducted our audit in accordance with the Guidance Note 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 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 consolidated 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 Internal financial controls system over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India.

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 consolidated financial statements for external purposes in accordance with generally accepted accounting principles including Ind AS. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles including Ind AS, 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 consolidated 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 and to the best of our information and according to the explanations given to us, the Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For ARMS & Associates
Chartered Accountant
FRN:- 013019N

Sd/-
CA. Manoj Kumar Gupta
Proprietor
Membership No.-: 089677

Date:- May 27, 2022
Place : Bhubaneswar
UDIN : 22089677AKFBDZ8569

Consolidated Balance Sheet

Particulars	Note No.	(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
I. ASSETS			
1. Non-current Assets			
(a) Property, Plant and Equipment	5	3,501.63	3,239.88
(b) Capital Work-in-progress	5	6,694.71	6,815.65
(c) Intangible Assets	5	-	-
(d) Financial Assets			
(i) Investments	6	197.80	231.53
(ii) Trade Receivables	7	-	-
(iii) Loans	8	35.30	194.37
(iv) Other Financial Assets	9	123,553.67	133,043.61
(e) Deferred Tax Assets (net)	11	1,018.80	1,263.87
(f) Other Non-Current Assets	10	27.52	28.14
2. Current Assets			
a. Inventories	12	3,439.17	2,641.67
b. Financial Assets			
(i) Investments	6	-	-
(ii) Trade Receivables	7	1,003.85	2,258.17
(iii) Cash & Bank Balance	13	2,224.24	2,851.59
(iv) Bank Balances Other Than Three Above	13	2,996.34	1,629.19
(v) Loans	8	4,990.91	4,402.66
(vi) Other Financial Assets	9	1,952.56	2,528.33
c. Current Tax Assets (Net)	21	5,036.35	4,328.07
d. Other Current Assets	10	2,144.25	3,272.11
TOTAL ASSETS		158,817.11	168,728.86
II. EQUITY AND LIABILITIES			
1. Equity			
a. Equity Share Capital	14	2,273.80	2,273.80
b. Other Equity	15	(15,555.31)	(4,514.25)
Non-Controlling Interest		4.00	4.00
2. Liabilities			
(i) Non-current Liabilities			
a. Financial Liabilities			
(i) Borrowings	16	-	-
(ii) Trade Payables	17	-	-
Total Outstanding Dues of MSME			
Total Outstanding Dues other than MSME			
(iii) Other Financial Liabilities	18	-	-
b. Provisions	19	146.41	146.41
c. Deferred Tax Liabilities (net)	11	-	-
d. Other Non-current Liabilities	20	-	-
(ii) Current Liabilities			
a. Financial Liabilities			
(i) Borrowings	16	162,813.58	163,027.71
(ii) Trade Payables	17	-	-
Total Outstanding Dues of MSME			
Total Outstanding Dues other than MSME			
(iii) Other Financial Liabilities	18	2,712.99	3,187.16
b. Provisions	19	1,737.46	610.74
c. Other Current Liabilities	20	-	-
d. Current Tax Liability (Net)	21	4,684.18	3,993.30
TOTAL EQUITY AND LIABILITIES		158,817.11	168,728.86

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(S.K. Pattanaik)
Chief Financial Officer

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

Consolidated Statement of Profit and Loss

Particulars	Note No.	(₹ in Lakhs)	
		Year ended March 31, 2022	Year ended March 31, 2021
Income			
I. Revenue From Operations	22	28,881.93	24,845.68
II. Other Income	23	1,065.59	820.43
III. Other Gains/(Losses)	24	615.64	2,544.51
Total Income		30,563.16	28,210.62
IV. Expenses			
(a) Cost of Materials Consumed	25	13,978.25	11,535.40
(b) Cost Of Services Sold	27	15,515.30	10,411.82
(c) Change in Inventories (Increase) /Decrease	26	(568.64)	4,669.60
(d) Depreciation and Amortization expenses	30	74.23	1,081.95
(e) Employee Benefit Expenses	28	1,909.35	1,127.73
(f) Finance cost	29	142.89	227.56
(g) Other Expenses	31	10,347.36	4,217.07
Total Expenses		41,398.74	33,271.13
V. Profit Before Exceptional Items and Tax		(10,835.58)	(5,060.51)
Share of net profit or associates and joint ventures accounted using equity method		39.59	70.66
Exceptional Items		-	-
VI. Profit Before Taxes		(10,795.99)	(4,989.85)
VII. Tax Expenses			
(a) Current Tax		-	-
(b) Tax of Earlier Years		-	-
(c) Deferred Tax	11	245.07	205.44
VIII. Profit (Loss) for the Period		(11,041.06)	(5,195.29)
IX. Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss :			
(a) Changes in investments in equity shares carried at Fair Value through OCI			
(b) Re-measurement of defined employee benefit plans		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss :			
- on Revaluation Surplus on Property, Plant & Equipment		-	-
- on Re-measurement of defined employee benefit plans		-	-
B (i) Items that will be reclassified to profit or loss :			
(a) Changes in investments other than equity shares carried at Fair Value through OCI (FVOCI)		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss:		-	-
X. Total Other comprehensive Income after tax		-	-
XI. Total comprehensive income for the period		(11,041.06)	(5,195.29)
XII. Earnings per equity share:			
(1) Basic		(48.56)	(22.85)
(2) Diluted		(48.56)	(22.85)

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
Company Secretary

Sd/-
(S.K. Pattanaik)
Chief Financial Officer

For and on behalf of the Board
(Suspended during CIRP)

Sd/-
(Uday Narayan Mitra)
Resolution Professional
IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

Consolidated Statement of Changes in Equity

(₹ in Lakhs)

A. Equity Share Capital

Particulars	Amount
As at March 31, 2021	2,273.80
Changes in equity share capital	-
As at March 31, 2022	2,273.80

B. Other Equity

Particulars	Share Application Money	Reserves & Surplus			Total other equity
		General Reserves	Securities premium reserve	Retained earnings	
Balance at 31 March 2021	-	727.00	19,947.00	(25,188.25)	(4,514.25)
Profit for the year	-	-	-	(11,041.06)	(11,041.06)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(11,041.06)	(11,041.06)
Issue of equity shares	-	-	-	-	-
Balance at 31st March 2022	-	727.00	19,947.00	(36,229.31)	(15,555.31)

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

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Date : 27th May, 2022
Place : Bhubaneswar



Consolidated Statement of Cash Flows

Particulars	(₹ in Lakhs)	
	Year ended March 31, 2022	Year ended March 31, 2021
Operating Activities		
Profit before tax from continuing operations	(10,795.99)	(4,989.85)
Profit/(loss) before tax from discontinuing operations	-	-
Profit before tax	(10,795.99)	(4,989.85)
Adjustments for		
Adjustments for depreciation and amortisation expense	74.23	1,081.95
Adjustments for fair value losses (gains)	42.42	151.04
Re-measurement of Defined Benefits Plan	-	-
Interest received	122.50	73.11
Interest paid	142.89	227.56
Assets held for disposal	-	-
Dividend Income	-	-
Operating profit / (loss) before working capital changes	(10,413.94)	(3,456.19)
Working capital adjustments:		
Adjustments for increase (decrease) in trade payables, current	(474.17)	(222.99)
Adjustments for increase (decrease) in other current liabilities	690.88	(307.29)
Adjustments for increase (decrease) in other current liabilities	1,254.32	(870.24)
Adjustments for decrease (increase) in inventories	(797.51)	5,353.14
Adjustments for provisions, current	-	-
Adjustments for decrease (increase) in other current assets	1,127.87	(1,624.63)
Adjustments for other bank balances	(1,367.16)	570.85
Adjustments for decrease (increase) in other non-current assets	-	-
Adjustments for other financial assets, non-current	8,940.72	(0.82)
Adjustments for other financial assets, current	(12.48)	(759.13)
Adjustments for other financial liabilities, non-current	-	-
Adjustments for other financial liabilities, current	912.59	(1,824.82)
	(138.86)	(3,142.12)
Income taxes paid	-	741.83
NET CASH INFLOW FROM OPERATING ACTIVITIES (A)	(138.86)	(2,400.29)
Investing Activities		
Purchase of property, plant and equipment	(453.58)	(435.57)
Proceeds/(Purchase) of Capital Work In Progress	120.95	1,652.41
Proceeds from Sale of Property, Plant and equipment	75.81	83.06
Purchase/(Sale) of Investments	33.73	2,232.90
Interest received (finance income)	(122.50)	(73.11)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)	(345.60)	3,459.69
Financing Activities		
Proceeds from issue of equity shares	-	-
Proceeds from securities premium	-	-
Interest paid	(142.89)	(227.56)
Proceeds/(Repayment) from borrowings	-	-
Dividends paid including Dividend Distribution Tax	-	-
NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES	(142.89)	(227.56)
Net increase (decrease) in cash and cash equivalents (A+B+C)	(627.35)	831.83
Cash and cash equivalents at the beginning of the year	2,851.59	2,019.76
Cash and cash equivalents at year end	2,224.24	2,851.59

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
Proprietor
M.No.- 089677

Sd/-
(Prakash Chhajer)
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IP Reg. No. : IBBI/IPA-001/
IP-P00793/2017-18/11360

Date : 27th May, 2022
Place : Bhubaneswar

Notes to the Consolidated Financial Statements for the year ended 31st March, 2022**1) Company Overview**

ARSS infrastructure Projects Limited (the company) is a public limited company incorporated and domiciled in India. The company has its primary listings on the BSE Limited and National Stock Exchange of India Limited, in India. The company is engaged in execution of contracts of various infrastructure projects including road work, bridge work, railway tracking and irrigation projects.

2) SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of preparation****(i) Compliance with Ind AS :**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(ii) Historical cost convention :

The financial statements have been prepared under the historical cost convention, except for the following:

- a) Certain financial assets and liabilities that is measured at fair value;
- b) Net Defined Obligations
- c) Assets held for sale

(iii) Current And Non -Current Classification

All assets and liabilities have been classified as current and non-current as per the company's operating cycle and other criteria set out in the Division II of Schedule III to the Companies Act, 2013. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classifications.

2.2 Property, plant and equipment, Intangible Assets and Capital Work-in-progress**i) Recognition and Measurement**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized 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 as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

The cost of Property, plant and equipment not available for use as on each reporting date are disclosed under capital work-in-progress.

ii) Depreciation methods, estimated useful lives and residual value

- a) Depreciation is calculated using the Straight Line Method (SLM) to allocate their cost ,net of their residual values over their estimated useful life. The useful life has been determined based on the technical evaluation done by the independent experts.
- b) Any asset whose aggregate actual cost does not exceed five thousand rupees has been fully charged off in the year of addition.
- c) The residual values are not more than 3% (in case of vehicles) and 5% (in fixed assets other than vehicles) of the original cost of the assets. The asset's residual values and useful life are reviewed and adjusted at the end of each reporting period.
- d) Depreciation on assets purchased/acquired during the year is charged from the date of purchase of the assets. Assets that are acquired during the year are depreciated on pro rata basis from the date of such addition or, as the case may be, upto the date on which such assets has been derecognized.

- e) An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.
- f) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).
- g) Leasehold land has been amortized over corresponding lease period.

2.3 Revenue recognition :

The company account for revenue from a contract with a customer only when all of the following criteria are met:

- i) the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;
- ii) the company can identify each party's rights regarding the goods or services to be transferred;
- iii) the company can identify the payment terms for the goods or services to be transferred;
- iv) the contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and.
- v) it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

2.4 Other Incomes

- i) Insurance claims has been recognized as revenue on cash basis.
- ii) Dividends shall be recognised as revenue when the shareholder's right to receive payment is established.
- iii) Interest shall be recognised as revenue using the effective interest method as set out in Ind AS 109.
- iv) Revenue other than above is recognised only when it is probable that the economic benefits associated with the transaction will flow to the entity. However, when an uncertainty arises about the collectibility of an amount already included in revenue, the uncollectible amount or the amount in respect of which recovery has ceased to be probable is recognised as an expense, rather than as an adjustment of the amount of revenue originally recognised.

2.5 Inventories :

Raw materials, Stores and spares, Semi-finished goods, traded and finished goods

Inventories are valued as under –

- i) Raw materials, Stores spares, loose tools and Erection materials are valued at cost or net realisable value;
- ii) Finished goods are stated at lower of Cost or Net Realisable Value; and
- iii) Salable scraps, whose cost is not identifiable, are valued at estimated realisable value.
- iv) Cost of raw materials and stores comprises cost of purchase. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition.
- v) Net realizable value is the estimated selling price in the ordinary course of business after deduction of the estimated cost of completion and the estimated costs necessary to make the sale.

2.6 Financial Instruments

Financial assets and liabilities are recognized when the company becomes a party to the contractual provisions of the instrument.

Financial Assets

(i) Trade Receivables

Trade Receivables are recognized initially at fair value and subsequently measured at amortized costs less provisions for impairment.

(ii) Other Financial Assets**a) Classifications**

The company classifies its financial assets into the following categories:

- # Those to be measured subsequently at fair value (either through other comprehensive income or through profit and loss)
- # Those measured at amortized costs

The classification depends upon the business model for managing the financial assets and contractual characteristics of the cash flows.

b) Measurements**Initial Recognition:**

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognized in profit or loss.

Subsequent Measurement:

There are three subsequent measurement categories into which the company classifies its debt instrument financial assets:

- # measured at amortized cost

Financial assets are subsequently measured at amortized cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

- ## measured at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income, if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

- ### measured at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or fair value through other comprehensive income on initial recognition.

Equity instruments :

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments recognised at the proceeds received net off direct issue cost.

All equity instruments classified under financial assets are subsequently measured at fair value. The company has made an irrevocable election at the time of initial recognition to account for the equity instrument at fair value through other comprehensive income.

c) Impairment of Financial Assets :

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized costs. The impairment methodology applied depends on whether there has been a significant increase in credit risks.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109, "Financial Instruments," which requires expected life time losses to be recognized from initial recognition of the receivables.

d) Derecognition of Financial Assets :

A financial assets is derecognized only when :

The company has transferred the rights to receive cash flows from the financial assets or retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients.

2.7 Financial Liabilities

i) Borrowings :

- a) Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method.
- b) Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).
- c) Borrowings are classified as current liabilities unless the entity has an unconditional right to defer, settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

ii) Trade and other payables :

These amounts represent liabilities for goods and services provided to the entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 45 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortized cost using the effective interest method.

iii) Other Financial Liabilities

Financial liabilities are measured at amortized cost using effective interest method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

Interest bearing loans and borrowings are subsequently measured at amortized cost using effective interest rate method. Gain and losses are recognized in profit and loss when the liabilities are derecognized.

iv) Offsetting of Financial Instruments:

A financial asset and a financial liability shall be offset and the net amount shall be presented in the balance sheet when, and only when, an entity:

- (a) currently has a legally enforceable right to set off the recognised amounts; and
- (b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.8 Employee benefits :

(i) Short-term employee benefit obligations

Liabilities for wages and salaries, including non-monetary benefits, that are expected to be settled wholly within 12 months, after the end of the period, in which the employees render the related service, are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

All Short term employee benefits such as salaries, incentives, special award, medical benefits which fall due within 12 months of the period in which the employee renders related services, which entitles him to avail such benefits and non

accumulating compensated absences (like maternity leave and sick leave) are recognized on an undiscounted basis and charged to Profit and Loss Statement.

(ii) Post-employment obligations

The entity operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity, Super annuation and
- (b) defined contribution plans such as provident fund.

Provident fund obligations

Contribution to the provident fund, which is a defined contribution plan, made to the Regional Provident Fund Commissioner is charged to the Profit and loss Statement on accrual basis.

Gratuity obligations

The liability or assets recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligations denominated in INR is determined by discounting the estimated future cash flows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the term of related obligations.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expenses in statement of profit and loss.

Re-measurements gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

2.9 Foreign currency translation :

(i) Functional and presentation currency

Each items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions i.e. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

Non monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. Translation differences on assets and liabilities carried at fair value are reported as part of fair value gain or loss.

2.10 Income tax :

- i. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.
- ii. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

- iii. Current income tax expense comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternate Tax (MAT) is paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability. The company offsets on a year on basis, the current tax assets and liabilities, where it intends to settle such assets and liabilities on a net basis. The current tax expense recognized in the financial statements is net off MAT credit utilized during the period.
- iv. Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.
- v. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.
- vi. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.
- vii. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

2.11 Cash and cash equivalents :

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

2.12 Borrowing costs :

- i) General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.
- ii) Other borrowing costs are expensed in the period in which they are incurred.

2.13 Provisions & Contingent Liabilities:

- i) A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. Contingent assets are not recognized.
- ii) Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

2.14 Contributed equity :

i) Equity:

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

ii) Dividends :

Provisions is made for any amount of dividend declared , being appropriately authorized and no longer at the discretion of the entity, on or before the end of reporting period but not distributed at the end of the reporting period.

2.15 Earning Per Share**i) Basic Earning Per Share**

Basic Earning Per Share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year.

ii) Diluted Earning Per Share

Diluted Earning Per Share adjusts the figures used in the determination of the basic earning per share to take into account the after income tax effect of interests or other finance costs associated with the dilutive potential equity shares and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

2.16 Segment Reporting

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. The Company's operations predominantly relate to providing end-to-end business solutions to enable clients to enhance business performance. Based on the "management approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments. Accordingly, information has been presented both along business segments and geographic segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments, and are as set out in the significant accounting policies.

Revenue and identifiable operating expenses in relation to segments are categorized based on items that are individually identifiable to that segment. Revenue for "all other segments" represents revenue generated from customers located in India. Allocated expenses of segments include expenses incurred for rendering services. Certain expenses such as depreciation, which form a significant component of total expenses, are not specifically allocable to specific segments as the underlying assets are used interchangeably. Management believes that it is not practical to provide segment disclosures relating to those costs and expenses, and accordingly these expenses are separately disclosed as "unallocated" and adjusted against the total income of the Company.

Assets and liabilities used in the Company's business are not identified to any of the reportable segments, as these are used interchangeably between segments. Management believes that it is currently not practicable to provide segment disclosures relating to total assets and liabilities since a meaningful segregation of the available data is onerous.

Geographical information on revenue and business segment revenue information is collected based on individual customers invoiced or in relation to which the revenue is otherwise recognized.

2.17 Rounding of amounts :

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs as per the requirement of Division II of Schedule III to the Act, unless otherwise stated.

3) Recent Accounting Pronouncement :

Accounting Pronouncement Issued but not effective :

i) Ind AS 116 Leases :

Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17. The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. On completion

of evaluation of the effect of adoption of Ind AS 116, the Company is proposing to use the 'Modified Retrospective Approach' for transitioning to Ind AS 116, and take the cumulative adjustment to retained earnings, on the date of initial application (April 1, 2019). Accordingly, comparatives for the year ended March 31, 2019 will not be retrospectively adjusted. The Company has elected certain available practical expedients on transition.

ii) Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments:

Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates. The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives. The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company will adopt the standard on April 1, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 1, 2019 without adjusting comparatives. The effect on adoption of Ind AS 12 Appendix C would be insignificant in the standalone financial statements.

iii) Amendment to Ind AS 12 – Income taxes

Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company is currently evaluating the effect of this amendment on the standalone financial statements.

iv) Amendment to Ind AS 19 – plan amendment, curtailment or settlement-

Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company does not have any impact on account of this amendment.

4) Critical Estimates and Judgments:

i) Use of Estimates :

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

ii) Critical Accounting Estimates :**a) Property, plant and equipment**

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful life and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life is based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

b) Income Taxes :

The Company's major tax jurisdictions is India. Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

c) Defined benefit obligation

The cost of the defined benefit plans and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

d) Impairment of trade receivables

The company estimates the uncollectibility of accounts receivables by analysing historical payment patterns, customer concentrations, customer credit worthiness and current economic trends. If the financial condition of customer deteriorates, additional allowances may be required.

Note-5: Property, Plant and Equipment

Particulars	(₹ in Lakhs)									
	Freehold Land	Freehold Buildings	Furniture, Fittings and Equipment	Plant and Equipment	Office Equipment	Vehicles	Total	Capital Work-in-Progress	Intangible Assets	
Gross Carrying Amount										
At 1st April, 2020	737.00	347.00	173.00	25,084.04	328.61	1,036.72	27,706.37	10,820.02	-	-
Additions/Adjustments during the year	-	-	3.57	410.99	5.21	15.79	435.57	19.09	-	-
Disposals/Adjustment during the year	-	-	-	603.50	-	-	603.50	1,671.50	-	-
At 31st March, 2021	737.00	347.00	176.57	24,891.53	333.82	1,052.51	27,538.44	9,167.61	-	-
Additions/Adjustments during the year	-	-	3.62	410.31	13.80	25.85	453.58	-120.95	-	-
Disposals/Adjustment during the year	-	-	-	377.42	-	-	377.42	-	-	-
At 31st March, 2022	737.00	347.00	180.20	24,924.42	347.62	1,078.36	27,614.60	9,046.67	-	-
Accumulated Depreciation and Impairment										
At 1st April, 2020	-	60.55	144.43	22,070.42	308.00	1,003.23	23,586.63	2,351.96	-	-
Depreciation charge for the year	-	5.53	16.43	1,023.02	5.48	30.87	1,081.33	-	-	-
Disposals/Adjustment during the year	-	-	-	369.40	-	-	369.40	-	-	-
At 31st March, 2021	-	66.08	160.86	22,724.04	313.48	1,034.10	24,298.56	2,351.96	-	-
Depreciation charge for the year	-	5.53	16.95	45.84	2.73	2.56	73.61	-	-	-
Disposals/Adjustment during the year	-	-	-	259.19	-	-	259.19	-	-	-
At 31st March, 2022	-	71.61	177.81	22,510.69	316.21	1,036.66	24,112.98	2,351.96	-	-
Net Book Value At 31st March, 2022	737.00	275.39	2.39	2,413.73	31.41	41.70	3,501.63	6,694.71	-	-
Net Book Value At 31st March, 2021	737.00	280.92	15.71	2,167.49	20.34	18.41	3,239.88	6,815.65	-	-

Capital Work in Progress aging Schedule for the year ended March 31, 2022 and March 31, 2021 as follows

Particulars	(₹ in Lakhs)			
	Amount in CWIP for a period of			
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years
As at March 31, 2022	-	-	-	6,694.71
Capital work in Progress				
As at March 31, 2021	-	-	-	6,815.65
Capital work in Progress				

As on date of the Balance Sheet, there are no Capital Work in Progress whose completion is overdue or has exceeded the cost, based on approved plans

(₹ in Lakhs)

Note 6: Investments

Particulars	As at March 31, 2022	As at March 31, 2021
Investment in Equity Instruments		
Unquoted at Cost		
Investment in Subsidiary Entities		
2,20,83,730 (31, March 2021: 2,20,83,730) Equity Shares of ₹ 10/- each fully paid up in ARSS Damoh-Hirapur Tolls Private Limited	-	-
Investment in Associate Entities		
25,00,000 (31, March 2021: 25,00,000) Equity Shares of ₹ 10/- issued at ₹ 40/- each fully paid up in ARSS Developers Ltd	-	-
Investment in Joint Ventures	197.40	231.13
Other Investments :		
Investment in Mutual Funds	0.40	0.40
Total	197.80	231.53
(i) Non-current	197.80	231.53
(ii) Current	-	-
Category wise Investments:		
At Amortized Cost	197.40	231.13
At Fair value through Profit & Loss (FVPL)	0.40	0.40
At Fair value through Other Comprehensive Income (FVOCI)	-	-

Note 7: Trade receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured, considered good		
(i) Non-Current	-	-
Sub-Total	-	-
(ii) Current		
Gross Trade Receivables	1,003.85	2,258.17
Less: Trade Receivable Written off	-	-
Sub-Total	1,003.85	2,258.17
Total	1,003.85	2,258.17

Trade receivables are non-interest bearing and are generally on terms of 90 to 180 days. Refer Note No 61 for detailed disclosure of trade receivables from related parties.

Trade Receivable aging Schedule for the year ended as on March 31, 2022 and March 31, 2021

₹ in Lakhs

Particulars	Less than 6 months	6 months to 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
As at March 31, 2022						
Undisputed Trade receivables- considered good	515.93	-	432.25	-	55.67	1,003.85
Undisputed Trade receivables- considered doubtful	-	-	-	-	-	-
Total Trade Receivable	515.93	-	432.25	-	55.67	1,003.85
As at March 31, 2021						
Undisputed Trade receivables- considered good	1,275.63	926.87	-	-	55.67	2,258.17
Undisputed Trade receivables- considered doubtful	-	-	-	-	-	-
Total Trade Receivable	1,275.63	926.87	-	-	55.67	2,258.17

Note 8: Loans

Particulars	As at March 31, 2022	As at March 31, 2021
Secured, considered good		
(i) Non Current		
Security Deposit'-Government authorities (Non Current)	14.84	14.84
Security Deposit'-Others	20.46	179.53
Sub-Total	35.30	194.37
(ii) Current		
Security Deposit'-Government authorities.(Current)	59.88	59.88
Security Deposit'-Others(Current)*	4,397.89	3,435.61
Earnest Money Deposits	533.15	907.18
Less; Impact of finance component of deferred revenue	-	-
Less: Amounts written off	-	-
Sub-Total	4,990.91	4,402.66
Total	5,026.21	4,597.03

*Others Includes Security Deposit & Withheld money receivable.

Note 9: Other Financial Assets

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Non-Current		
Application Money Paid towards securities Pending Allotment (Refer Note For Details)	-	-
Claims Receivable *	123,553.67	133,043.61
Other advances	-	-
Sub-Total	123,553.67	133,043.61
(ii) Current		
Claims Receivable	-	-
Other advances (Includes related party)**	1,952.56	2,528.33
Sub-Total	1,952.56	2,528.33
Total	125,506.23	135,571.94

*The Management has re-assessed the stage of various claims & arbitration proceedings and is of the opinion that the value of the claims likely to be realized will not be more than ₹ 40-50 crores. This is expected to be realized over a period of 3-5 years.

Note 10: Other Assets

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Non-Current		
Capital Advance	-	-
Lease Prepayments (Refer Below Note)	27.52	28.14
Sub-Total	27.52	28.14
(ii) Current		
Prepaid Expenses	109.64	147.47
Employee Advances	3.76	2.67
Vendor Advances	2,030.23	3,121.35
Lease Prepayments (Refer Below Note)	0.62	0.62
Sub-Total	2,144.25	3,272.11
Total	2,171.77	3,300.25

(i) The leasehold land pertains to land under lease agreement with Orissa Industrial Infrastructure Development Corporation to be amortized over the lease tenure of Sixty-Four Years.

(ii) Operating Leasehold Land

As per Ind-AS 17 “a finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset and all other lease are treated as operating lease”. Since land normally has an indefinite economic life, leasehold land is classified as operating lease. Accordingly, the entity has classified all its lease hold lands as operating lease. Lease payments made under these operating lease arrangements are recognized as an expense on a straight-line basis over the lease term. The operating lease payment movement is presented as below:-

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Lease Prepayments	34.00	34.00
Addition during the period	-	-
Deletion during the period	-	-
Closing Lease Prepayments (A)	34.00	34.00
Opening value of Amortized lease Prepayments	5.86	5.24
Amortization during the period	0.62	0.62
Deletion during the period	-	-
Closing value of Amortized lease Prepayments (B)	6.48	5.86
Net amount of Lease Prepayments (A- B)	27.52	28.14

Note 11: Deferred tax assets/(liabilities)(net)

Particulars	As at March 31, 2022	As at March 31, 2021
Property, plant and equipment	861.53	1,106.60
Lease Prepayments	(7.80)	(7.80)
Employee Benefit Obligation	38.07	38.07
Impairment loss/(gain) on financial assets	-	-
Minimum Alternate Tax (MAT)	127.00	127.00
Remeasurement of Defined Benefit Obligation	-	-
Brought forward losses	-	-
Total	1,018.80	1,263.87

Note 12: Inventories

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. Materials at Site	1,014.25	630.25
b. Stores, Spares & Loose Tools	60.12	215.25
c. Work In Progress	2,272.98	1,485.70
d. Finished Goods	91.82	310.47
Total	3,439.18	2,641.67

Note 13: Cash and Bank Balance

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with banks		
Cash at bank	2,224.00	2,835.10
Cash on hand	0.24	16.49
Less: Bank overdraft	-	-
Total	2,224.24	2,851.59
Balances In Bank Other Than Above*	2,996.34	1,629.19

Details of Cash at Bank :

In Current Account	2,224.00	2,835.10
In Fixed Deposits	2,996.34	1,629.19

*Fixed deposit with carrying amount of INR 2,996.34 lakhs including interest accrued on the same (31st March, 2021: INR 1,629.19 Lakhs) are pledged against bank guarantees as security deposit, EMD and Margin account.

Note 14: Share Capital

(All amount ₹ in lakhs, Unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
(A) Authorised Shares Capital		
Equity Shares :		
4,00,00,000 (As on 31 st March 2021 4,00,00,000) Equity Shares of ₹ 10/- Each	4,000.00	4,000.00
Preference Shares :		
1,50,00,00 (As on 31 st March 2021 1,50,00,00) Preference Shares of ₹ 10/- Each	1,500.00	1,500.00
(B) Issued, Subscribed and Paid Up		
Equity Shares:		
2,27,37,966 (As on 31 st March 2021 2,27,37,966) equity shares of ₹ 10 each fully paid up	2,273.80	2,273.80
Total	2,273.80	2,273.80

Note 14: Share Capital (contd.)

(C) Reconciliation of Number of Shares	As at March 31, 2022	As at March 31, 2021
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Reconciliation of number of Equity shares are set out below:

a) Shares outstanding at the beginning of the financial year.	22,737,966	22,737,966
b) Issued during the year	-	-
c) Shares forfeited/brought back / cancelled during the year	-	-
d) Shares outstanding at the end of the financial year	<u>22,737,966</u>	<u>22,737,966</u>

(D) Details of shareholders holding more than 5% of shares	As at March 31, 2022		As at March 31, 2021	
Name of the Shareholders	% Held	No. of Shares	% Held	No. of Shares

Equity Shares:

Subash Agarwal	6.08%	1,381,608	6.08%	1,381,608
ARSS Developers Ltd	14.00%	3,183,480	14.00%	3,183,480
Sidhant Financial Services Limited	14.92%	3,393,031	14.92%	3,393,031

(i) The company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian Rupees.

(ii) In the event of liquidation of the company, the holders of equity shares will 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.

(E) There are no shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment.

(F) For the period of five years immediately preceding the date at which the balance sheet prepared the company has not :

- (i) Allotted any shares as fully paid up pursuant to contract without payment being received.
- (ii) Allotted any shares as fully paid up by way of bonus, and
- (iii) Bought back any shares

(G) Shares held by promoters / promoters Group at the end of the year

Name of the Shareholders	As at March 31, 2022		As at March 31, 2021		% Change during the year	
	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
Mohanlal Agarwal	761,750	3.35	761,750	3.35	-	-
Subash Agarwal	1,381,608	6.08	1,381,608	6.08	-	-
Anil Agarwal	339,821	1.49	339,821	1.49	-	-
Sunil Agarwal	278,647	1.23	278,647	1.23	-	-
Ramesh Prasad Agrawal	3,000	0.01	3,000	0.01	-	-
Seema Agarwal	20,020	0.09	20,020	0.09	-	-
Ramdulari Agarwal	184,483	0.81	184,483	0.81	-	-
Rajesh Agarwal	538,745	2.37	538,745	2.37	-	-
Sanju Agarwal	118,704	0.52	118,704	0.52	-	-
Sangita Agarwal	123,796	0.54	123,796	0.54	-	-
Sabita Agarwal	217,383	0.96	217,383	0.96	-	-
Shilpa Agarwal	75,000	0.33	75,000	0.33	-	-
ARSS Developers Ltd	3,183,480	14.00	3,183,480	14.00	-	-
Sidhant Financial Services Ltd	3,393,031	14.92	3,393,031	14.92	-	-

Note-15: Other Equity

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
a. Securities Premium		
Opening Balance	19,947.00	19,947.00
Add:-Additions during the year	-	-
Sub Total	19,947.00	19,947.00
b. General Reserves		
Opening Balance	727.00	727.00
Add:-Addition during the Year	-	-
Less: Transferred to Retained Earnings	-	-
Sub Total	727.00	727.00
c. Retained Earnings		
Opening Balance	(25,188.25)	(19,992.96)
Add: Profit/(Loss) during the year	(11,041.06)	(5,195.29)
Add :Re-measurement of defined employee benefit plans through OCI	-	-
Sub Total	(36,229.31)	(25,188.25)
Grand Total	(15,555.31)	(4,514.25)

Note 16: Borrowings

Particulars	As at	
	March 31, 2022	March 31, 2021
(i) Non-Current Borrowings		
Secured Loan		
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Unsecured Loan	-	-
Loans from Bank	-	-
Loan from Others	-	-
Less : - Current Maturity of Long term debt	-	-
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Total non-current borrowings	-	-
(ii) Current Borrowings		
Cash Credit	97,819.44	97,819.42
Term Loan From Banks	63,484.00	63,484.00
Financial Lease Obligations	-	-
From Related Parties	-	-
From Others	1,510.14	1,724.29
Total current borrowings	162,813.58	163,027.71

Notes :-

The Company's secured debt account with various Banks and others has become NPA since 2012-13. The State Bank of India(Financial Creditor) had moved to NCLT as a result a Corporate Insolvency Resolution Process(CIRP) has been initiated against the Company vide the order no. CP(IB) No. 34/CB/2021 dated November 30, 2021 by the Hon'ble National Company Law Tribunal , Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016. The Financial Creditors (Secured/ Unsecured) have placed their claims with the Resolution Professional as summarised in Note 71 of the Financial Statements which is subject to final outcome of the Resolution Process.

Note-17: Trade Payables

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Non Current Trade Payables	-	-
Sub-Total	-	-
Current Trade Payables	2,712.99	3,187.16
Sub-Total	2,712.99	3,187.16
Grand Total	2,712.99	3,187.16

As at March 31, 2022 and March 31,2021, there are no outstanding dues to Micro, Small and Medium Enterprises.

There is no interest due or outstanding on the same. Attention is drawn to Note No. 71 whereby the claims have been placed by various category of creditors including operational Creditors as part of CIRP. The management is of the opinion that the liabilities sitting under this line item including Pre CIRP Liability if any is subject to final outcome of Corporate Insolvency Resolution Process.

Note-18: Other financial liabilities

Particulars	As at	As at
	March 31, 2022	March 31, 2021
i. Non-Current		
Retention Money	-	-
Capital Creditors	-	-
Sub-Total	-	-
ii. Current		
Current Maturity of Long term Debt		
Term Loan From Banks	-	-
Financial Lease Obligations	-	-
Retention Money	1,502.73	463.29
Outstanding Employee Benefit Cost	171.40	115.59
Liability For Expenses	63.33	31.86
Excess Drawings From JV	-	-
Sub-Total	1,737.46	610.74
Total	1,737.46	610.74

Note-19: Provisions

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Provision for Employee Benefits	146.41	146.41
Provision for Tax	-	-
Total	146.41	146.41
Current	-	-
Non Current	146.41	146.41

(₹ in Lakhs)

Note-20: Other Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Non- Current Liabilities		
Mobilization advance Received	-	-
	-	-
Current Liabilities		
Payable to Statutory Authorities	463.02	401.71
Mobilization advance Received	4.09	145.36
Advance From Customers	4,217.06	3,446.23
Total	4,684.18	3,993.30

Note-21: Current Tax Liability/ (Assets) In Net

Particulars	As at March 31, 2022	As at March 31, 2021
Income tax payable	-	-
TDS receivable*	(5,036.35)	(4,328.07)
Total	(5,036.35)	(4,328.07)

* The entire amount of Current Tax Assets of ₹ 5036.35 Lakhs is under dispute at various Courts/ Tribunals/CIT Appeal.

Note-22: Revenue from operations

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Revenue from Operation :		
Sale of Services	28,881.93	24,845.68
Sale of Products	-	-
Less: Impact of finance component of deferred revenue	-	-
Total	28,881.93	24,845.68

Note-23: Other income

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest Income From Financial Assets measured at Amortized Cost	122.50	73.11
Interest On Arbitration Cases	-	-
Liability Written-off	-	-
Miscellaneous Income	943.09	747.31
Total	1,065.59	820.43

Note-24: Other Gains/(Losses)

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Net gain on disposal of Property, Plant, Equipment & Others	615.64	2,263.25
Interest On Income Tax refund	-	-
Unwinding of finance component of deferred consideration	-	281.26
Total	615.64	2,544.51

Note-25: Cost of material consumed

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Material and components consumed		
Opening Stock	845.50	1,529.04
Add: Material Purchased during the year	14,207.12	10,851.86
Less: Closing Stock	1,074.37	845.50
Total	13,978.25	11,535.40

Note-26: Change in Inventories

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Opening Stock		
Work In Progress	1,485.70	5,245.34
Finished Goods	310.47	1,220.43
Sub-Total	1,796.17	6,465.76
Less:- Closing Stock		
Work In Progress	2,272.98	1,485.70
Finished Goods	91.82	310.47
Sub-Total	2,364.80	1,796.17
INCREASE(-) / DECREASE(+)	(568.64)	4,669.60

Note-27: Cost Of Goods/Services Sold

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Sub-Contract Expenses	12,989.45	6,807.61
Transportation	505.26	420.29
Wages & Salary	862.63	2,571.83
Hire Charges	47.14	60.98
Rents, Rates and related Taxes	1,110.83	551.11
Total	15,515.30	10,411.82

Note-28: Employee Benefit Expenses

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Salary & Allowances	1,777.52	995.67
Managerial Remuneration	63.00	84.00
Contribution to PF & Other Funds	35.72	22.63
Staff Welfare	33.10	25.42
Total	1,909.35	1,127.73

Note-29: Finance Cost

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest On Borrowings	-	211.61
Interest on Deferred Payment Terms	71.93	9.70
Interest on Mobilisation Advance	70.96	6.25
Total	142.89	227.56

Note-30: Depreciation and Amortization expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation Expenses	73.61	1,081.33
Amortization Expenses	0.62	0.62
Total	74.23	1,081.95

Note-31: Other expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Repairs & maintenance:		
Plant & Machinery	1,167.58	1,445.04
Other repairs and maintenance	29.73	46.71
Bad Debt	7,793.39	1,271.26
De-Recognition of Investments in JV	-	-
Provision for Bank Guarantee Invoked	-	-
Legal & Professional Charges	288.41	309.35
Royalty	419.74	133.25
Travelling & Conveyance	109.32	114.90
Auditors Remuneration	12.10	12.00
Directors' Sitting fees	9.40	13.00
Bank Charges	67.68	19.21
Insurance Charges	156.51	135.00
Electricity Charges	25.12	21.21
Loss on Sale of Property, Plant & Equipment	42.42	151.04
Miscellaneous Expenses	225.95	545.09
Total	10,347.36	4,217.07

Note 32 : Details of Payment to Auditors

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
As Auditors		
Audit Fees	10.00	10.00
Tax Audit Fee	2.00	2.00
In other Capacity		
Taxation Matters	-	-
Company Law Matters	-	-
Certification Fees	-	-
Re-imburement of Expenses	-	-
Total	12.00	12.00

Note 33: Corporate Social Responsibility Expenses :

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Contribution to Charity Foundation	-	-
Outlay on Others CSR Projects	-	-
Total	-	-
Amount required to be spent as per Section 135 of the Act	-	-
Amount spent during the year On :		
(1) Construction or Acquisition of Assets	-	-
(2) On purposes other than (1) above	-	-
Total	-	-
Excess/(Short) Amount Spend	-	-

Note 34 : Income Tax Expenses

This note provides an analysis of the company's income tax expenses, show amounts that are recognised directly in equity and how the tax expenses is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the company's tax position.

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(a) Income Tax Expenses		
Current Tax :		
Current Tax on profits for the year	-	-
Adjustments for current tax of prior periods	-	-
Total Current Tax Expenses	-	
Deferred Tax :		
Decrease/(Increase) in deferred tax assets	245.07	205.44
(Decrease)/Increase in deferred tax liabilities	-	-
Adjustments for deferred tax of prior periods	-	-
Total Deferred tax expenses/(benefits)	245.07	205.44
Total Income Tax Expenses	245.07	205.44
Income Tax Expenses is attributable to :		
Current Tax	-	-
Deferred Tax	245.07	205.44
Total Tax Expenses Charged to SPL	245.07	205.44
Total Tax Expenses Charged against OCI	-	
Total Tax Expenses	245.07	205.44

(b) Reconciliation of tax expenses and the accounting profit multiplied by India's tax rate :

During current year and previous year the company has incurred tax loss after adjustment of carry forward losses, hence there is no current tax required to be payable under Income Tax Act, 1961. Accordingly, reconciliation of tax expenses is not required.

(c) Amount recognized directly in equity

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Aggregate current and deferred tax arising in the reporting period and not recognized in net profit or loss or other comprehensive income but directly debited/ (credited) to equity:		
Current tax: share issue transaction cost	-	-
Deferred tax: Convertible bonds	-	-

(d) Tax losses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Unused tax losses for which no deferred tax has been recognized	-	-
Potential tax benefits @26.00%	-	-

(e) Unrecognized temporary differences

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Temporary difference relating to investment in subsidiaries for which deferred tax liabilities have not been recognized:		
Undistributed earnings	-	-
Unrecognized deferred tax liabilities relating to the above temporary differences	-	-

Note No. 35 : Movement in Deferred Tax (Asset-Incomes) / (Liability-Expenses)

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Through PL	Through OCI	Through PL	Through OCI
Property, plant and equipment	861.53	-	1,106.60	-
Lease Prepayments	(7.80)	-	(7.80)	-
Employee Benefit Obligation	38.07	-	38.07	-
Impairment loss/(gain) on financial assets	-	-	-	-
Minimum Alternate Tax(MAT)	127.00	-	127.00	-
Other Financial Liability	-	-	-	-
Brought forward losses	-	-	-	-
Impact /As on Transition Date	1,018.80	-	1,263.87	-

NOTE 36 : Employee benefit obligations

(All amount ₹ in lakhs, Unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Change in Defined Benefit Obligation :		
Defined Benefit Obligation at the beginning	129.25	234.10
Current Service Cost	10.19	31.05
Past Service Cost	-	-
(Gain) / Loss on settlements	-	-
Interest Expense	10.34	18.56
Benefit Payments from Plan Assets	-	(4.22)
Remeasurements - Due to Demographic Assumptions	-	74.81
Remeasurements - Due to Financial Assumptions	-	49.22
Remeasurements - Due to Experience Adjustments	-	(132.36)
Defined Benefit Obligation at the end	149.78	271.16
Actuarial Loss/(gain) on Obligation	(33.74)	-
Change in Fair Value of Plan Assets :		
Fair Value of Plan Assets at the beginning	-	118.44
Interest Income	-	9.37
Benefit Payments from Plan Assets	-	(4.22)
Adjustment to Opening Balance Increase/ Decrease due to Plan Combination	-	1.66
Remeasurements - Return on Assets	-	(0.50)
Fair Value of Plan Assets at the end	116.04	124.75

Weighted Average Asset Allocations at the end of current period

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Equities	-	-
Bonds	-	-
Insurance Policies	100%	100%

Note 37 : Components of Defined Benefit Cost

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Current Service Cost	10.19	31.05
Past Service Cost	-	-
Total Service Cost	10.19	31.05
Total Net Interest Cost	10.34	9.19
Defined Benefit Cost included in P & L	(33.74)	40.24
Remeasurements - Due to Demographic Assumptions	-	74.81
Remeasurements - Due to Financial Assumptions	4.06	57.05
Remeasurements - Due to Experience Adjustments	(37.80)	(132.36)
(Return) on Plan Assets (Excluding Interest Income)	-	0.50
Total Remeasurements	(33.74)	(0.00)

NOTE 38 : Employee benefit obligations Funded /Unfunded balance

The net liability disclosed above relates to funded and unfunded plans are as follows :

Particulars	As at March 31, 2022	As at March 31, 2021
Defined Benefit Obligation	33.74	271.16
Fair value of plan assets	-	124.75
Deficit of funded plans	33.74	146.41
Unfunded plans	-	-
Deficit of Unfunded plans	-	-

NOTE 39: Expected Cash flows From Defined Benefits Obligations

Maturity Profile of Defined Benefit Obligations :

Years	Cash flow
1	3.45
2	2.88
3	3.82
4	6.11
5	7.85
6	5.74
7	10.68
8	9.40
9	13.49
10	14.40

NOTE 40 : Significant estimates: actuarial assumptions and sensitivity

(₹ in Lakhs)

(All amount ₹ in lakhs, Unless otherwise stated)

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2022	As at March 31, 2021
Discount rate	7.36%	8.00%
Withdrawal Rate	-	-
Salary growth rate	10.00%	10.00%
Disability Rate	-	-

Sensitivity Analysis :

The Financial results are sensitive to the actuarial assumptions. The change to the Defined Benefit Obligations for increase in decrease of 1% from assumed salary escalation, withdrawal and discount rates are given below:

Scenario	PV DBO	Percentage Change
Under Base Scenario	116.04	-
Salary Escalation - Up by 1%	123.36	6.30%
Salary Escalation - Down by 1%	109.35	(5.77%)
Withdrawal Rates - Up by 1%	115.24	(0.70%)
Withdrawal Rates - Down by 1%	116.93	0.77%
Discount Rates - Up by 1%	109.83	(5.36%)
Discount Rates - Down by 1%	122.99	5.99%

NOTE 41 : Risk exposure of Defined Benefits Obligations

Through its defined benefit plans, the company is exposed to a number of risks, the most significant of which are detailed below:

Asset volatility :

The plan liabilities are calculated using a discount rate set with reference to bond yields; if plan assets underperform this yield, this will create a deficit. Most of the plan asset investments is maintained with LIC India. These are subject to interest rate risk and the fund manages interest rate risk to minimize risk to an acceptable level.

Changes in Bond yields :

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plan funds maintained with the SBI Life.

Inflation risks :

In the gratuity plans, the payment are not linked to inflation, so there is less material risk.

NOTE 42 : Bifurcation of PV of Obligations as per Schedule III of Companies Act 2013

Particulars	As at March 31, 2022	As at March 31, 2021
Current Liabilities	16.67	3.45
Non-Current Liabilities	99.37	267.71

NOTE 43 : Amounts recognised in the Statement of Financial Position

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Defined Benefit Obligation	116.04	271.16
Fair value of plan assets	-	124.75
Funded Status	116.04	146.41
Effect of Asset Ceiling/Onerous Liability	-	-
Net Defined Benefit Liability/(Asset)	116.04	146.41
Of which, Short term Liability	-	3.45

NOTE 44 : Net Defined Benefit Liability/(Asset) reconcillation

Particulars	As at March 31, 2022	As at March 31, 2021
Net Defined Benefit Liability/(Asset) at the beginning	129.25	114.00
Defined Benefit Cost included in P & L	(13.21)	40.24
Total Remeasurements in OCI	-	-
Net Transfer In / (Out) (Including the effect of any business combination/ divesture)	-	-
Amount recognised due to Plan Combinations	-	-
Employer Contributions	-	-
Employer Direct Benefit Payments	-	-
Employer Direct Settlement Payments	-	-
Credit to Reimbursements	-	-
Net Defined Benefit Liability / (Asset) at the end	116.04	154.24

NOTE 45 : Experience Adjustments on Present Value of DBO and Plan Assets

(All amount ₹ in lakhs, Unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
(Gain) / Loss on Plan Liabilities	(37.80)	(132.36)
% of Opening Plan Liabilities	(29.24%)	(56.54%)
Gain / (Loss) on Plan Assets	-	(0.50)
% of Opening Plan Assets	-	(0.42%)

NOTE 46 : Best Estimate of Contribution during the next year

The Best Estimate Contribution for the Company during the next year will be as per Actuarial valuation.

NOTE 47 : Discontinuance Liability

Amount payable upon discontinuance of all employment is ₹ 106 Lakhs

All amount ₹ in lakhs, Unless otherwise stated

NOTE 48 : Summary of Membership Status

Particulars	As at March 31, 2022	As at March 31, 2021
Number of Employees	182	286
Total Monthly Salary (₹)	14,63,272	30,09,539
Average Monthly Salary (₹)	8,040	10,523
Average Past Service	11.06	8.85
Average Age	40.79	39.18
Average Future Service	19.23	20.83
Adjusted Average Future Service	5.80	18.02

*Adjusted future service takes into account the effect of mortality and attrition.

NOTE 49 : Age Analysis

Age	Count	Percentage
18 to 25	4	2.20%
25 to 30	16	8.79%
30 to 35	32	17.58%
35 to 40	34	18.68%
40 to 45	40	21.98%
45 to 50	27	14.84%
50 to 55	21	11.54%
> 55	8	4.40%
Total	182	100%

NOTE 50 : There were no Changes in Reimbursement Rights.**NOTE 51 :** (i) There were no Changes in Asset Ceiling / Onerous Liability.

Note No. 52 Fair value measurements
(i) Financial instruments by category:

Particulars	As at March 31, 2022			As at March 31, 2021		
	FVPL	FVOCI	Amortized cost	FVPL	FVOCI	Amortized cost
Financial assets						
Investments:						
Equity instruments	-	-	197.80	-	-	231.53
Trade receivables	-	-	1,003.85	-	-	2,258.17
Cash & Bank Balance	-	-	2,224.24	-	-	2,851.59
Bank Balance Other than above			2,996.34		-	1,629.19
Loans	-	-	5,026.21	-	-	4,597.03
Derivative financial assets	-	-	-	-	-	-
Others	-	-	125,506.23	-	-	135,571.94
Total financial assets	-	-	136,954.67	-	-	147,139.46
Financial liabilities						
Borrowings	-	-	162,813.58	-	-	163,027.71
Derivative financial liabilities	-	-	-	-	-	-
Trade payables	-	-	2,712.99	-	-	3,187.16
Other financial liabilities	-	-	1,737.46	-	-	610.74
Total financial liabilities	-	-	167,264.03	-	-	166,825.61

(ii) Fair value hierarchy:

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are

- recognized and measured at fair value, and
- measured at amortized cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the Ind AS 113 "Fair Value Measurements". An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2022	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments at FVPL				
Equity instruments	-	-	-	-
Mutual funds	-	-	-	-
Financial investments at FVOCI				
Quoted equity investments	-	-	-	-
Unquoted equity investments	-	-	-	-
Derivatives				
Foreign exchange forward contracts	-	-	-	-
Foreign currency options	-	-	-	-
Interest rate swaps	-	-	-	-
Total	-	-	-	-

(₹ in Lakhs)

Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2021	Level 1	Level 2	Level 3	Total
Financial assets :				
Financial investments at FVPL				
Equity instruments	-	-	-	-
Mutual funds	-	-	-	-
Financial investments at FVOCI	-	-	-	-
Quoted equity investments	-	-	-	-
Unquoted equity investments	-	-	-	-
Derivatives	-	-	-	-
Foreign exchange forward contracts	-	-	-	-
Foreign currency options	-	-	-	-
Interest rate swaps	-	-	-	-
Total	-	-	-	-

Level 1 : This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchange is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

Level 2 : Fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument as observable, the instrument is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification assets.

(iii) As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. Accordingly fair value disclosures have not been made for the following financial instruments:-

1. Trade receivables
2. Cash and cash Equivalent
3. Loans
4. Borrowings
5. Trade payables
6. Capital creditors
7. Other payables

Note No. 53 : Financial risk management

The company's few portion of activities are exposed to variety of financial risks i.e. market risk, credit risk and liquidity risk. The company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk :

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and other financial instruments, financial assets measured at amortized cost.	Ageing analysis Credit rating	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

(A) Credit risk

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily trade receivables from customers other than government entities . These Trade receivables are typically unsecured and are derived from revenue earned from domestic and foreign customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess impairment loss or gain. the company uses a matrix to compute the expected credit loss allowance for trade receivable.

Credit risk management

Credit risk is managed on instrument basis. For Banks and financial institutions, only high rated banks /institutions are accepted. For other financial instruments, the company assesses and maintains an internal credit rating system. The finance function consists of a separate team who assess and maintain internal credit rating system.

(B) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, the company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the company. These limits vary by locations to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Note No. 54: Capital management

(a) Risk management

The company's objectives when managing capital are to;

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders; and
- maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return on capital to shareholders or issue new shares. The company monitors capital using gearing ratio, which is net debt divided by total Equity. Net debt comprises of long term and short term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. The gearing at the end of reporting period was as follows:

(All amount ₹ in lakhs, Unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
Net Debt	160,589.34	160,176.11
Total Equity	(13,281.51)	(2,240.45)
Net debt to Equity Ratio	(12.09)	(71.49)

(b) Dividends

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Equity shares		
Final dividend for the year ended 31.03.2022 of ₹ NIL (31.03.2021 ₹ NIL) per fully paid share	-	-
Interim dividend for the year ended 31.03.2022 of ₹ NIL (31.03.2021 ₹ Nil) per fully paid share	-	-
(ii) Dividends not recognized at the end of the reporting period	-	-
In addition to the above dividends, since year end the directors have recommended the payment of final dividend of ₹ NIL per fully paid equity share (31.03.2021 ₹ NIL). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	-	-

NOTE - 55

(All amount ₹ in lakhs, Unless otherwise stated)

Sl. No.	Earnings Per Share (EPS)	As at March 31, 2022	As at March 31, 2021
i)	Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (₹ Lakhs)	(11,041.06)	(5,195.29)
ii)	Weighted Average number of equity shares used as denominator for calculating EPS	22,737,966	22,737,966
iii)	Face Value per Equity Share (₹)	10.00	10.00
iv)	Basic and Diluted Earnings per share (₹)	(48.56)	(22.85)

NOTE - 56

Earnings in Foreign Exchange	As at March 31, 2022	As at March 31, 2021
FOB Value of Exports	-	-
Billing Adjustment	-	-
Total	-	-
Expenditure in Foreign Currency		
Interest and finance charges	-	-
Commission on Sales	-	-
Legal and Professional fees	-	-
Others	-	-

NOTE - 57

(₹ in Lakhs)

Sl. No.	Contingent Liabilities	As at March 31, 2022	As at March 31, 2021
i)	Guarantees given by Company's Bankers on behalf of the Company.	6,259.55	6,432.65
ii)	Claims against the Company not acknowledged as debts:		
	a) Central Sales Tax	824.94	791.11
	b) VAT	89.07	89.07
	c) Orissa Entry tax	233.46	143.59
	d) Service tax	17,586.89	-
	e) GST	752.75	-
	f) Orissa Electricity Act	47.00	47.00
	g) Odisha High Court	4,397.17	4,397.17
	h) CIT (A)	7,376.56	387.99
	i) Recompense amount	18,973.62	18,973.62

However as per management perception, the above liabilities will not devolve upon the company in future.

iii Pending Litigation Initiated during CIRP

Sl. No.	Party Name	Claim Amount	Forum
1	SREI Infra. Vrs. Udaya Narayan Mitra (IRP)	86,625.11	Pending before NCLT, Cuttack Bench
2	Asst. Commissioner of GST & Central Excise, Bhubaneswar-II Vrs. Udaya Narayan Mitra (IRP)	35,960.05	Pending before NCLT, Cuttack Bench
3	ICICI Bank Ltd. Vrs. Udaya Narayan Mitra (IRP)	4,699.84	Pending before NCLT, Cuttack Bench
4	Commercial Tax & G.S.T. Officer, C.T. & G.S.T. Circle, Bhubaneswar -III, Bhubaneswar, Odisha Vrs. Mr. Udaya Narayan Mitra, Interim Resolution Professional for M/s. ARSS Infrastructure Projects Ltd.	591.59	Pending before NCLT, Cuttack Bench
5	SREI Equipments Finance Ltd. Vrs. Udaya Narayan Mitra, Interim Resolution of ARSS Infrastructure Projects Ltd.	91,978.94	Pending before NCLAT, New Delhi.

NOTE - 58

Capital Commitments	As at March 31, 2022	As at March 31, 2021
Estimated value of contracts in capital account remaining to be executed	-	-

NOTE - 59
Segment Reporting As per Ind AS 108 "Operating Segments"

Based on the policy set out under Significant Accounting Policy, the company follows "management Approach" for the purpose of deciding operating segments. The operating results of each major project locations are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to that location and assess its performance. Accordingly, the company has decided not to treat each project location as its operating segments considering huge number of project locations and its permanency.

NOTE 60**(All amount ₹ in lakhs, Unless otherwise stated)****Additional Disclosures As per Ind AS 108 “Operating Segments“****(i) Revenue From Customers Exceeding 10% of Total revenue**

As per Para 34 of Ind AS 108, if revenues from transactions with a single external customer amount to 10 per cent or more of an entity's revenues, the company is required to disclose that fact, the total amount of revenues from each such customer, and the identity of the segment or segments reporting the revenues. The details of such disclosure is as below :

Customer Name	% of Total Revenues			
	As at March 31, 2022		As at March 31, 2021	
	Amount	Percentage	Amount	Percentage
Executive Engineer NH Division-Sambalpur	6,662.83	22.93%	6,777.90	27.28%

(ii) Extent of Reliance on Major Customers

Extent of Reliance on Major Customers of the company can be depicted by assessing their sales chunk compared to total revenue of the operation. The percentage of group of major customer to its total revenue is as below :

Customer Name	% of Total Revenues			
	As at March 31, 2022		As at March 31, 2021	
	Amount	Percentage	Amount	Percentage
Top 10 Customers	28,296.90	97.97%	21,287.78	85.68%

NOTE - 61 RELATED PARTY DISCLOSURE AS PER Ind AS 24**(i) List of Related parties****a. Associate :**

ARSS Developers Limited

b. Subsidiary

ARSS Damoh-Hirapur Tolls Private Limited

c. Joint Venture (AOP)

Niraj-ARSS JV

ARSS-Atlanta JV

Atlanta-ARSS JV

ARSS-HCIL Consortium JV

ARSS-Triveni JV

Patel-ARSS JV

Backbone-ARSS JV

Somdatt Builders-ARSS JV

ARSS-ANPR JV

HCIL Adhikarya-ARSS JV

ARSS GVR JV

ARSS-LGPPL JV

ARSS-Technocom Priyashi Aashi JV

ARSS-SIPS JV

ARSS-SCPL JV

ARSS-BMS JV

ARSS-BDPL JV

ARSS-THAKUR JV

ARSS-ROYAL JV

ARSS-SNKI JV

SCPL-ARSS JV

d. Key Managerial Personnel

Name	Designation
Subash Agarwal	Chairman cum Director
Rajesh Agarwal	Managing Director
Sunil Agarwal	Chief Executive Officer
Anil Agarwal	Chief Operating Officer
S.K. Pattanaik	Chief Financial Officer

The Company Secretary has not been considered as related party as he is not having the authority and responsibility for planning, directing and controlling the executive decision making activities of the entity, directly or indirectly. This is in line with Ind AS 24, "Related party transactions".

e. Enterprises in which Key Management personnel has significant influence

Shivam Condev Private Limited
 ARSS Engineering & Technology Private Limited
 ARSS Cements Limited
 ARSS Steel & Power Limited
 ARSS Holdings Limited
 Anil Contractors Private Limited
 ARSS ETOE Rail Private Limited
 Sidhant Financials Services Limited
 Faster Infracon Private Limited
 Holy Vanijya Private Limited
 Balabhadra Developers Limited
 Balabhadra Crusher Private Limited
 Gypsum Commerce India Private Limited

f. Close Family members of Key Managerial Personnel

None of the close members of all Key managerial Personnel's are considered as Related Party In accordance with Ind AS 24 considering the fact that they are neither participating nor influencing executive decision making of the company.

(II) Balances and Transactions with Related parties

(₹ in Lakhs)

a. Statement Of Profit And Loss Items

Net Transaction During the Period

Name	Particulars	2021-22	2020-21
ARSS BMS JV	Sale of Services	7.70	20.25
Atlanta ARSS JV	Sale of Services	1,180.99	1,140.90
ARSS LGPPL JV	Sale of Services	0.61	15.02
ARSS Technocom Priyashi Aashi JV	Sale of Services	4.14	3.74
ARSS BDPL JV	Sale of Material	15.35	126.00
ARSS Royal JV	Sale of Services	1,621.20	846.95
ARSS SNKI JV	Sale of Services	7.43	7.77
Balbhadrha Developers Pvt Ltd	Sale of Services	34.45	-
Balbhadrha Developers Pvt Ltd	Sub Contract Given	988.31	-
Shivam Condev Pvt Ltd (Consultancy)	Sale of Services	485.09	215.85
Shivam Condev Pvt Ltd (Crusher Rent)	Sale of Services	120.00	135.00
Shivam Condev Pvt Ltd(Material Sold)	Sale of Services	90.87	-
Shivam Condev Pvt Ltd	Sub Contract Given	7,764.91	4,052.23

b. Balance Sheet Items*

(₹ in Lakhs)

Name	Particulars	2021-22	2020-21
Som Dutt Builders ARSS JV	Advance From Customer	1,697.85	1,697.85
Backbone-Arss Jv.	Advance From Customer	139.81	139.81
Patel-Arss Jv.	Advance From Customer	1,490.25	1,490.25
ARSS Royal JV	Receivables	182.39	211.29
ARSS SNKI JV	Receivables	2.32	0.33
Atlanta ARSS JV	Receivables	477.64	669.51
ARSS SCPL JV	Trade Advance	1,662.83	2,202.83
Shivam Condev Private Limited	Trade Advance	-	1,476.05
Shivam Condev Private Limited	Receivables	175.07	29.28
Balbhadra Developers Pvt Ltd	Receivables	8.19	-
ARSS Damoh Hirapur Tolls Pvt Ltd	Finance provided	4,418.20	4,418.20
Anil Agarwal	Remuneration Payable	5.55	8.04
Sunil Agarwal	Remuneration Payable	5.21	7.90

* Balance sheet items do not include Investments in Subsidiary, Associate and Joint Ventures. The same is separately shown in Note No 6. Further, these do not include the amounts receivable from Joint ventures on behalf of claims as the same is under dispute. Note No 71 to may be referred.

(III) Remuneration to key managerial personnel

Name	2021-22	2020-21
Anil Agarwal	31.50	42.00
Sunil Agarwal	31.50	42.00
Rajesh Agarwal	-	-
Subash Agarwal	-	-
Director Sitting Fees	9.40	13.00

NOTE 62

Financial Hedging Instruments	As at March 31, 2022	As at March 31, 2021
(I) For hedging Currency Related Risks :		
Forward Contracts - Outstanding Nominal Value	Nil	Nil

NOTE - 63
ASSETS PROVIDED AS SECURITY

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Current Assets		
Financial Assets		
Trade Receivables	1,003.85	2,258.17
Other Financial Assets	1,952.56	2,528.33
Total Current assets provided as security	2,956.41	4,786.50
Non Financial Assets		
Non Current assets		
Property, Plant and Equipment :		
(I) Tangible Assets	3,501.63	3,239.88
(II) Intangible Assets	-	-
Inventories	3,439.17	2,641.67
Other Financial Assets	123,553.67	133,043.61
Total Non - Current assets provided as security	130,494.48	138,925.15
Total Assets provided as Security	133,450.88	143,711.66

NOTE - 64

The obligations on long term, non-cancellable finance leases payable as per the respective agreements are as follows :-

Particulars	As at March 31, 2022	As at March 31, 2021
Future minimum lease payable	-	-
Not Later than 1 year	-	-
Later than 1 year and not later than 5 years	-	-
Later than 5 year	-	-
	-	-

NOTE - 65
Recognition of Corporate Guarantee as Financial Liability

Financial guarantee is a contractual right of the lender to receive cash from the guarantor, and a corresponding contractual obligation of the guarantor to pay the lender, if the borrower defaults. The contractual right and obligation exist because of a past transaction or event (assumption of the guarantee), even though the lender's ability to exercise its right and the requirement for the guarantor to perform under its obligation are both contingent on a future act of default by the borrower. A contingent right and obligation meet the definition of a financial asset and a financial liability, even though such assets and liabilities are not always recognized in the financial statements. Based on the measurement principles laid down under Ind AS 109 "Financial Instrument :Recognition and Measurement", the fair value of all those financial guarantee contracts reasonable below to the materiality threshold limit set by the company. Accordingly the entity has made appropriate disclosure in Note 54 without additionally recognizing any financial assets or liability.

NOTE - 66**Micro, Small and Medium Enterprises (MSME) Dues Disclosure**

There are no Micro and Small enterprises to whom the Company owes dues which are outstanding for a period of more than 45 days as at the balance sheet date. The above information and that given under Current liabilities regarding Micro, Small and Medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

NOTE - 67**Estimated Useful Lives of Property Plant & Equipment (PPE)**

Financial Classification	Nature	Useful Lives	
		As per Management Estimate	As per SCH-II of Companies Act 2013
Freehold Building	Building (Factory)	30 Years	30 Years
	Building (Non Factory)	60 Years	60 Years
Furniture, Fittings and Equipment	Furniture Fixtures	10 Years	10 Years
Office Equipment	Computer	3 Years	3 Years
Plant & Equipment	Plant & Machinery(Non-Earth Moving)	15 Years	12 Years
	Plant & Machinery(Earth Moving)	9 Years	12 Years
Vehicles	Motor car	8 years	8 years

The useful life has remained constant for transition, comparative and reporting period.

NOTE -68 Ratio Analysis

(All amount ₹ in lakhs, Unless otherwise stated)

SI No.	Name of the Ratio	Units	Methodology	2021-22	2020-21
1	Net Worth		(Paid up Equity Capital + Reserves and Surplus)	(13277.51)	(2236.45)
2	Debt Equity Ratio	Times	Total debt / (Paid up Equity Capital + Reserves and Surplus)	(12.26)	(72.90)
3	Debt Service Coverage Ratio	Times	EBIT / Interest Expense + Principal Repayments made during the period for long term loans	(74.83)	(21.24)
4	Current Ratio	Times	Current Assets/ Current Liabilities	0.14	0.14
5	Long Term Debt to Working Capital	Times	Long Term Debts/Net Working Capital	-	-
6	Current Liability Ratio	Times	Current Liabilities/Total Liabilities	1.08	1.01
7	Total Debts to Total Assets	Times	Total Outstanding Debts/Total Assets	1.03	0.97
8	Debtors Turnover	Times	Revenue from operations/ Trade Receivables	28.77	11.00
9	Inventory Turnover	Times	Cost of Goods Sold/ Inventories	8.41	10.08

SI No.	Name of the Ratio	Units	Methodology	2021-22	2020-21
10	Operating Margin (%)	Percentage	Profit before Depreciation, Tax & Exceptional item /Revenue from Operation	(37.52)	(20.37)
11	Net Profit Margin (%)	Percentage	Net Profit/ Revenue from operation	(38.23)	(20.91)

NOTE -69

Figures for the previous year has been re-arranged and re-grouped wherever necessary

NOTE - 70

Nature and Purpose of Reserves Disclosed under Other Equity

Particulars	Purpose
General Reserve	General Reserve has been created to comply with requirements of erstwhile Company's Act 1956 with regard to Payment of dividend.
Retained Earnings	Retained Earnings contains the balance of retained earnings to carry forward. It is fully distributable and shown as part of shareholders' reserves on the balance sheet.
Securities Premium Reserve	Securities Premium Reserve has been created for issue of equity shares at a premium.

NOTE - 71

NCLT Matter

Corporate Insolvency Resolution Process(CIRP) has been initiated against the Company vide the order no. CP(IB) No. 34/ CB/2021 dated November 30, 2021 by the Hon'ble National Company Law Tribunal, Cuttack Bench (NCLT) under the provisions of the Insolvency and Bankruptcy Code, 2016 whereby Mr. Uday Narayan Mitra has been appointed Interim Resolution Professional and his appointment as Resolution Professional was confirmed by the Committee of Creditors. Pursuant to initiation of CIRP, the class of creditors have placed their claims before the IRP/ RP. The summary of the claims received, Claims Admitted etc (as on 21-03-2022) have been tabulated below:

(All amount ₹ in lakhs, Unless otherwise stated)

SI. No.	Category of Creditor	Summary of Claims Received	Summary of Claims Admitted	% Share in Total Amount of Claims Admitted
1	Secured financial creditors belonging to any class of creditors	-	-	-
2	Unsecured financial creditors belonging to any class of creditors	-	-	-
3	Secured financial creditors (other than financial creditors belonging to any class of creditors)	389,727.25	385,027.40	99.84
4	Unsecured financial creditors (other than financial creditors belonging to any class of creditors)	-	-	-
5	Operational creditors (Workmen)	-	-	-

(All amount ₹ in lakhs, Unless otherwise stated)

Sl. No.	Category of Creditor	Summary of Claims Received	Summary of Claims Admitted	% Share in Total Amount of Claims Admitted
6	Operational creditors (Employees)	-	-	-
7	Operational creditors (Government Dues)	603.44	603.44	0.16
8	Operational creditors (other than Workmen and Employees and Government Dues)	42.83	26.92	0.01
9	Other creditors, if any, (other than financial creditors and operational creditors)	-	-	-
	Total	390,373.52	385,657.76	100.00

The particulars of aforementioned claims have been uploaded on IBBI Portal at the link below:-

<https://ibbi.gov.in/claims/claimProcess/L14103OR2000PLC006230>

The aforementioned claims as placed by different category of creditors as specified above is a compilation of the claims admitted / not admitted as per the extant guidelines of IBC 2016, the same may or may not be sitting under the relevant line item in the Financial Statements.

As per our report of even date attached.

For ARMS & Associates
Chartered Accountants
FRN : 013019N

Sd/-
(CA. Manoj Kumar Gupta)
 Proprietor
 M.No.- 089677

Sd/-
(Prakash Chhajer)
 Company Secretary

For and on behalf of the Board
 (Suspended during CIRP)

Sd/-
(S.K. Pattanaik)
 Chief Financial Officer

Sd/-
(Uday Narayan Mitra)
 Resolution Professional
 IP Reg. No. : IBBI/IPA-001/
 IP-P00793/2017-18/11360

Date : 27th May, 2022
 Place : Bhubaneswar

Annexure I

Statement on Impact of Audit Qualifications (for audit report dated 27.05.2022 with modified opinion) submitted along with Annual Audited Consolidated Financial Results of ARSS Infrastructure Projects Limited for the Financial Year ended on 31st March, 2022.

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Amount in Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Amount in Lakhs)
	1.	Turnover / Total income	30,563.16	30,563.16
	2.	Total Expenditure	41,398.74	41,398.74
	3.	Net Profit/(Loss)	(11,041.06)	(11,041.06)
	4.	Earnings Per Share	(48.56)	(48.56)
	5.	Total Assets	158,817.11	158,817.11
	6.	Total Liabilities	158,817.11	158,817.11
	7.	Net Worth	(13,277.51)	(13,277.51)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:			
	a) In absence of relevant records, Contract-wise surplus/loss of holding company has neither been ascertained nor recognized in compliance with Ind AS-115 'Revenue from contract with customers.			
	b) Bank statements of Various Accounts has not been provided to us due to same has been classified as Non-Performing Assets by Respective Banks. So we are unable to ascertain balances and transaction with these banks.			
	c) The company has overdue accumulated secured debts. Banks have classified the accounts as NPA. No interest has been charged on these secured debts to the Profit & Loss account resulting in understatement of loss to that extent and understatement of liability. Secured lenders have served notices on various dates under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for recovery of their dues, Various Secured Lenders have moved to National Company Law Tribunal towards their recovery of dues under Insolvency & Bankruptcy Code, and their application has been accepted at NCLT Level			
	d) In the absence of audited books of accounts of ARSS-SIPS JV, ARSS Technocom Priyashi Aashi JV and ARSS-BMS JV, financial data from these entity have not been included in consolidation of financial statement.			
	e) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, status of rights and title on the Capital work-in-progress valued at ₹ 66.95 Crores has neither been ascertained nor the effect of the same has been accounted for in the financial statements.			
	f) In case of M/s. ARSS Damoh-Hirapur Tolls Pvt. Ltd; wherein, in absence of details of physical verification of Capital Work in Progress, discrepancies, if any, between book and physical balance could not be ascertained including effect of the same in the financial statements.			

b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Qualification No. a) since Financial Year 2016-17 Qualification No. b) since Financial Year 2018-19 Qualification No. c) since Financial Year 2016-17 Qualification No. d) since Financial Year 2016-17 Qualification No. e) since Financial Year 2016-17 Qualification No. f) since Financial Year 2016-17
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Nil
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: Nil
(ii) If management is unable to estimate the impact, reasons for the same: For Qualification No-(a): During the work execution period there is escalation claim, revision of contract value, extension of completion period, etc due to which unpredictable variation in reliable estimation of revenue and cost. Also the allocation of combine Operating overhead, Head office overhead and Financial Cost is not possible due to combine use or high swapping of resources, size of the Contracts. Hence financial implication of the qualification is not quantifiable. For Qualification No- (b): Since the account became NPA bank statements are not provided by the banks. SBI has moved to NCLT and the case has been admitted. For Qualification No -(c): The Company has not provided interest on NPA accounts, Since the outstanding amount is not quantifiable. SBI has moved to NCLT and the case has been admitted. For Qualification No- (d): The accounts of the JVs are under the control of respective JV Partners i.e. Shyam Indus Power Solutions Pvt Ltd, BMS Projects and M/s. Technocom. The accounts of these JVs are yet to be finalized from their end. Hence financial implication for the JV is not quantifiable. However the accounting effect of the discrepancies, if any after the finalization of its accounts will be given at current date. For Qualification No- (e): We have filed Arbitration claim before MPRDCL for rights on the title, the matter is subjudice. For Qualification No- (f): The work has been terminated since long and matter is subjudice and therefore it is difficult to do physical verification.
(iii) Auditors' Comments on (i) or (ii) above: As per our qualifications.

III.	Signatories:	
	Uday Narayan Mitra (Resolution Professional) IP Reg. No.: IBBI/IPA-001/IP-P00793/2017-18/11360	Sd/- Uday Narayan Mitra
	Mr. S. K. Pattanaik Chief Financial Officer	Sd/- S. K. Pattanaik
	Statutory Auditor CA Manoj Kumar Gupta Proprietor ARMS & Associates Charter Accountant FRN-013019N M.No.-089677 UDIN:22089677AJTING9457	Sd/- Manoj Kumar Gupta
Place : Bhubaneswar Date : 27th May 2022		

FORM AOC-1

Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures**Part "A": Subsidiaries**

All amount ₹ in lakhs, Unless otherwise stated

Sl. No.	Particulars	Details
1.	Name of the subsidiary	ARSSDamoh-Hirapur Tolls Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	2,212.37
5.	Reserves & surplus	-
6.	Total assets	6,695.22
7.	Total Liabilities	6,695.22
8.	Investments	-
9.	Turnover	-
10.	Profit before taxation	-
11.	Provision for taxation	-
12.	Profit after taxation	-
13.	Proposed Dividend	-
14.	% of shareholding	99.82%

Part "B": Associates**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies**

All amount ₹ in lakhs, Unless otherwise stated

Name of Associates Company	ARSS Developers Limited
1. Latest audited Balance Sheet Date	31.03.2022
2. Shares of Associate held by the company on the year ended	
No. of shares	25,00,000 Equity Shares
Amount of Investment in Associates/Joint Venture	1,000.00
Extend of Holding%	38.41%
3. Description of how there is significant influence	By virtue of shareholding
4. Reason why the associate is not consolidated	NA
5. Net worth attributable to shareholding as per latest audited Balance Sheet	Nil
6. Profit/Loss for the year	
i. Considered in Consolidation	Nil
ii. Not Considered in Consolidation	Nil

For ARMS & Associates**Chartered Accountants****FRN : 013019N****Sd/-****(Manoj Kumar Gupta)**

Proprietor

M. No. 089677

Place : Bhubaneswar

Date : 13th August, 2022**For and on behalf of the Board of Directors****Sd/-****(Uday Narayan Mitra)**

Resolution Professional

(on behalf of suspended Board)

Sd/-**(S.K. Pattanaik)**

Chief Financial Officer

Sd/-**(Prakash Chhajer)**

Company Secretary



ARSS INFRASTRUCTURE PROJECTS LIMITED

Registered Office- Plot No-38, Sector-A, Zone-D Mancheswar Industrial Estate

Bhubaneswar-751010, Odisha, India

CIN: L14103OR2000PLC006230

Tel No.: +91-0674- 2602763,

E-mail: cs@arssgroup.in, Website: www.arssgroup.in

NOTICE

NOTICE is hereby given that the 22nd Annual General Meeting of the Members of the company will be held on Tuesday, 27th September, 2022 at 11.00 a.m. IST through video conferencing ('VC')/ other audio visual means ('OAVM') to transact the following business:

BACKGROUND:

The members are hereby informed that pursuant to an application made by State Bank of India, the Hon'ble National Company Law Tribunal, Cuttack Bench ("Adjudicating Authority"), vide its order dated 30th November, 2021, had ordered the commencement of the corporate insolvency resolution ("CIR") process in respect of your company under the provisions of the Insolvency and Bankruptcy Code, 2016 (the "Code"). As a result, pursuant to Section 17 of the Code, the powers of the Board of Directors of the Company ("Board of Directors") stand suspended as on the CIR Commencement Date and are vested with Mr. Uday Narayan Mitra, who was appointed as the Interim Resolution Professional of the Company in terms of the Order. Mr. Uday Narayan Mitra (having IBBI registration number IBBI/IP A-001/IP-P00793/2017-18/11360) has been confirmed to continue as the resolution professional ("Resolution Professional") by the Committee of Creditors ("CoC") (constituted as per the Code). Consequently, all actions that are deemed to be taken by the Board of Directors shall be given effect to by the Resolution Professional during the continuance of the CIR Process as per the Code. The members are further notified that the Resolution Professional shall inform the CoC of the items taken up under this agenda at a CoC meeting, which is convened by the Resolution Professional in accordance with the provisions of the Code."

ORDINARY BUSINESS:

1. Adoption of financial statements

To receive, consider and adopt the audited financial statements (including the consolidated financial statements) of the Company for the financial year ended March 31, 2022 and the reports of the Board of Directors ("the Board") and auditors thereon.

2. Appointment of Mr. Rajesh Agarwal as a director liable to retire by rotation

To consider re-appointment of Mr. Rajesh Agarwal (DIN: 00217823), as the director, since he retires by rotation and, being eligible, has sought for his re-appointment, provided that pursuant to Section 17 of the Code, his powers as a Director shall stand suspended during the continuance of the CIR Process.

SPECIAL BUSINESS:

ORDINARY RESOLUTIONS

3. Ratification of Remuneration to Cost Auditor the Financial Year 2022-23

To consider and if thought fit, to pass, the following as an **Ordinary Resolution**:-

"RESOLVED THAT pursuant to provisions of Sections 148(3) and other applicable provisions if any, of Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactments(s) thereof for time being in force) the remuneration be paid to Messrs MAK & Co, Cost Accountants, Bhubaneswar, (Firm Registration No. 004499), appointed by the Resolution Professional of the Company as Cost Auditors to conduct the audit of the cost records of the Company for the financial year 2022-2023, amounting to ₹ 50,000/- (₹ Fifty Thousands only) as also the payment of tax as applicable and reimbursement of out of pocket expenses incurred by them in connection with the aforesaid audit be and is hereby ratified and confirmed."

"RESOLVED FURTHER THAT the Resolution Professional has all powers under the Code to take such actions, and execute all such documents, as may be necessary and applicable to give effect to the above resolution."

4. Approval of Material Related Party Transactions of the Company

To consider and if thought fit, to pass, the following resolution as an **Ordinary Resolution**:-

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with relevant rules made there under and Regulation 23(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), and other applicable laws including any amendments, modifications, variations or re-enactments thereof, the Company’s Policy on Related Party Transactions and as per the recommendation/ approval of the Audit Committee and the Board of Directors of the Company (whose powers, pursuant to Section 17 of the Code, are being exercised by the Resolution Professional during the continuance of the CIR Process), approval of the Members of the Company be and is hereby accorded for entering into and/or ratify the transactions already entered into and/or continuing to enter into contract(s)/transaction(s) with Shivam Condev Private Limited, a Related Party within the meaning of Section 2(76) of the Companies Act, 2013 and Regulation 2(1)(zb) of the Listing Regulations in the nature of a) sale, purchase, lease or supply of goods or business assets or equipment; b) availing or rendering of services; c) transfer of any resources, services or obligations to meet its business objectives/ requirements; d) Contract / Sub contract work (“Related Party Transactions”) from time to time with the related party up to the maximum amount /value and other terms and conditions as detailed in the explanatory statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company (whose powers, pursuant to Section 17 of the Code, are being exercised by the Resolution Professional during the continuance of the CIR Process), (hereinafter referred to as ‘Board’ which term shall be deemed to include the Audit Committee of the Board and any duly constituted committee empowered to exercise its powers including powers conferred under this resolution) be and is hereby authorised to do all such acts, deeds, matters and things as it may deem fit in its absolute discretion and to take all such steps as may be required in this connection including finalizing and executing necessary contract(s), arrangement(s), agreement(s) and such other documents as may be required, seeking all necessary approvals to give effect to this resolution, for and on behalf of the Company, to delegate all or any of its powers conferred under this resolution to any Director or Key Managerial Personnel or any officer / executive of the Company and to resolve all such issues, questions, difficulties or doubts whatsoever that may arise in this regard and all action(s) taken by the Company in connection with any matter referred to or contemplated in this resolution, be and are hereby approved, ratified and confirmed in all respects.”

RESOLVED FURTHER THAT all actions taken by the Resolution Professional in connection with any matter referred to or contemplated in this resolution, be and are hereby approved and confirmed in all respects.”

5. Approval of Material Related Party Transactions of the Company

To consider and if thought fit, to pass, the following resolution as an **Ordinary Resolution**:-

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with relevant rules made there under and Regulation 23(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), and other applicable laws including any amendments, modifications, variations or re-enactments thereof, the Company’s Policy on Related Party Transactions and as per the recommendation/ approval of the Audit Committee and the Board of Directors of the Company (whose powers, pursuant to Section 17 of the Code, are being exercised by the Resolution Professional during the continuance of the CIR Process), approval of the Members of the Company be and is hereby accorded for entering into and/or ratify the transactions already entered into and/or continuing to enter into contract(s)/transaction(s) with Balbhadra Developers Private Limited, (BDPL) a Related Party within the meaning of Section 2(76) of the Companies Act, 2013 and Regulation 2(1)(zb) of the Listing Regulations in the nature of a) sale, purchase, lease or supply of goods or business assets or equipment; b) availing or rendering of services; c) transfer of any resources, services or obligations to meet its business objectives/ requirements; d) Contract / Sub contract work (“Related Party Transactions”) from time to time with the related party up to the maximum amount /value and other terms and conditions as detailed in the explanatory statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company (whose powers, pursuant to Section 17 of the Code, are being exercised by the Resolution Professional during the continuance of the CIR Process), (hereinafter referred to as ‘Board’ which term shall be deemed to include the Audit Committee of the Board and any duly constituted committee empowered to exercise its powers including powers conferred under this resolution) be and is hereby authorised to do all such acts, deeds, matters and things as it may deem fit in its absolute discretion and to take all such steps as may be required in this connection including finalizing and executing necessary contract(s), arrangement(s), agreement(s) and such other documents as may be required, seeking all necessary approvals to give effect to this resolution, for and on behalf of the Company, to delegate all or any of its powers conferred under this resolution to any Director or Key Managerial Personnel or any officer / executive of the Company and to resolve all such issues, questions, difficulties or doubts whatsoever that may arise in this regard and all action(s) taken by the Company in connection with any matter referred to or contemplated in this resolution, be and are hereby approved, ratified and confirmed in all respects.”



RESOLVED FURTHER THAT all actions taken by the Resolution Professional in connection with any matter referred to or contemplated in this resolution, be and are hereby approved and confirmed in all respects.”

By Order of the Board
For ARSS Infrastructure Projects Limited

Place : Bhubaneswar
Date : 13th August, 2022

ARSS Infrastructure Projects Limited
CIN: L14103OR2000PLC006230
Regd. Office-Plot No.38, Sector-A, Zone –D,
Mancheswar Industrial Estate, Bhubaneswar, 751010, Odisha
Website: www.arssgroup.in

Sd/-
(Prakash Chhajjer)
Company Secretary & Compliance Officer

NOTES:

1. In view of the COVID-19 pandemic and the need for ensuring social distancing, the Government of India, Ministry of Corporate Affairs (“MCA”) allowed conducting Annual General Meeting through video conferencing (VC) or other audio-visual means (OAVM) without the physical presence of Members at a common venue. Accordingly, MCA issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 20/2021 dated December 8, 2021 and Circular No. 2/2022 dated May 5, 2022 (“MCA Circulars”), prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. MCA Circular No. 2/2022 dated May 5, 2022 extended the time line for holding of Annual General Meetings through VC/OAVM till December 31, 2022. In compliance with the applicable provisions of the Companies Act, 2013 and MCA Circulars, the 22nd Annual General Meeting (AGM) of the Members will be held on Tuesday, September 27, 2022 at 11.00 a.m. through VC/OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only.
2. As per the provisions of clause 3.A.II. of the General Circular No. 20/ 2020 dated May 5, 2020, issued by the MCA, All matters included in this Notice are unavoidable and hence are proposed for seeking approval at this AGM. All shareholders will be able to inspect all documents referred to in this Notice electronically without any fee from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to cs@arssgroup.in.
3. In view of the massive outbreak of the COVID-19 pandemic, social distancing has to be a pre-requisite. Pursuant to the above mentioned MCA Circulars, physical attendance of the Members is not required at the AGM, and attendance of the Members through VC/ OAVM will be counted for the purpose of reckoning the quorum under section 103 of the Companies Act, 2013 (“the Act”).
4. Members will be provided with a facility of electronic voting (e-voting) and for attending the AGM through VC/OAVM by the National Securities Depository Limited (NSDL) e-voting system i.e. www.evoting.nsdl.com.
5. The relative Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, setting out the material facts relating to Special Businesses to be transacted at the AGM, as set out in this Notice, is annexed hereto.

Further, additional information pursuant to Regulations 26(4) and 36(3) of SEBI Listing Regulations and Secretarial Standard on General Meetings (“SS-2”) issued by the Institute of Company Secretaries of India (ICSI), in respect of Directors seeking appointment / re- appointment at this AGM as mentioned in Item No. 2 of this AGM Notice is also annexed hereto.

6. The Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, 20th September, 2022 to Tuesday, 27th September, 2022 (both days inclusive) for the purpose of the Annual General Meeting of the Company.
7. **PURSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD PURSUANT TO THE MCA CIRCULARS THROUGH VC/OAVM, THE REQUIREMENT OF PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, IN TERMS OF THE MCA CIRCULARS AND THE SEBI CIRCULAR, THE FACILITY FOR APPOINTMENT OF PROXIES BY**

THE MEMBERS WILL NOT BE AVAILABLE FOR THIS AGM AND HENCE THE PROXY FORM, ATTENDANCE SLIP AND ROUTE MAP OF AGM ARE NOT ANNEXED TO THIS NOTICE.

8. In case of joint holders, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
9. In line with the MCA Circulars and SEBI Circular No SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, this Notice along with the Annual Report for FY 2021-22 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories/Depository Participants/ Bigshare Services Private Limited, unless any Member has requested for a physical copy of the same. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company's website at www.arssgroup.in, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and on the website of NSDL at <https://www.evoting.nsdl.com>. The Company will also be publishing an advertisement in the newspaper containing the details about the AGM i.e., the conduct of AGM through VC/OAVM, date and time of AGM, availability of Notice of AGM on the Company's website, manner of registering the email IDs of those shareholders who have not registered their email addresses with the Company/Bigshare Services Private Limited and other matters as may be required.
10. Those Members who have not yet registered their email address are requested to get their email addresses registered by following the procedure given below:
- Those Members who have not registered their email address and mobile nos. including address and bank details may please contact and validate/update their details with the Depository Participant(s) in case of shares held in electronic form and with Registrar and Transfer Agents, Bigshare Services Pvt. Ltd. in case the shares are held in physical form.
 - Members who have already registered their email addresses are requested to get their email addresses validated with their Depository Participants/ Bigshare Services Pvt. Ltd. to enable servicing of notices/documents/Annual Reports electronically to their email address.
 - Members who have not registered their email address can get their email address and mobile number registered with Bigshare Services Pvt. Ltd., by clicking the link: <https://bigshareonline.com/InvestorRegistration.aspx>
Members are requested to follow the process as guided to capture the email address and mobile number for sending the soft copy of the Notice. In case of any queries, shareholders may write to investor@bigshareonline.com
 - Members may also visit the website of the Company at www.arssgroup.in or the website of NSDL at www.evoting.nsdl.com for downloading the Annual Report and Notice of the AGM.
 - Members may send an e-mail request to investor@bigshareonline.com along with scanned copy of the signed request letter providing the email address, mobile number, self-attested PAN copy and Client Master copy in case of electronic folio and copy of share certificate in case of physical folio.
 - It is mandatory vide SEBI Circular No. SEBI/HO/ MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 3, 2021 to update PAN, Address, Email ID, Bank account details (KYC details) and Nomination details of shareholders, who have not updated the same with RTA in case of physical shareholding in prescribed form ISR-1 and other forms pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/p/CIR/2021/655 dated November 3, 2021 and with Depository Participants (DPs) in case of Demat shareholding. The Company has sent letters alongwith Business Reply Envelopes (BRE) for furnishing the required details. Henceforth, RTA will attend to all service requests of the shareholders with respect to transmission, dividend, etc., only after updating the above details in the records. **Non-updation of KYC details in Folios**, wherein any one of the cited details/documents (i.e. PAN, Bank Details, Nomination) are not available on or after April 01, 2023, shall be frozen by the RTA as per above SEBI Circular.

The shareholders whose folios are frozen shall be:

- eligible to lodge grievance or avail service request from Bigshare Services Pvt. Ltd. only after furnishing the complete documents/details as aforesaid.
- eligible for any payment including dividend, only through electronic mode, subject to verification and confirmation by Bigshare Services Pvt. Ltd..
- referred by Bigshare Services Pvt. Ltd./the Company to the administering authority under the Benami Transactions (Prohibitions) Act, 1988 and/or Prevention of Money Laundering Act, 2002, if they continue to remain frozen as on December 31, 2025.

Bigshare Services Pvt. Ltd. shall reverse the frozen folios to normal status upon:

- a) receipt of all the aforesaid documents/details
- b) dematerialization of all the securities in such folios.

(vii) Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/split of securities certificate; consolidation of securities certificates/ folios; transmission and transposition. Accordingly, members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, the format of which is available on the Company's website at http://arssgroup.in/shi_others.html and on the website of Bigshare Services Pvt. Ltd. at <https://www.bigshareonline.com/Resources.aspx>. It may be noted that any service request can be processed only after the folio is KYC Compliant.

(viii) SEBI vide its Notification dated January 24, 2022 has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Members can contact the Company or Bigshare Services Pvt. Ltd., for assistance in this regard.

11. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to in the notice will also be available for electronic inspection without any fee by the members from the date of circulation of this notice up to the date of AGM, i.e. 27th September, 2022 during business hours. Members seeking to inspect such document may send a request on the email id cs@arssgroup.in atleast 2 working day before the date on which they intend to inspect the document.
12. As per the provisions of Section 72 of the Act and SEBI Circular, the facility for making nomination is available for the members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form ISR-3 or SH-14 as the case may be. The said forms can be downloaded from the other tab under Shareholder information section available on the Company's website under Investor relation. Members are requested to submit the said details to their Depository Participants in case the shares are held by them in electronic form and to the Company's Registrar and Transfer Agent ('RTA') in case the shares are held by them in physical form, quoting your folio number.
13. Members may please note that Securities and Exchange Board of India (SEBI) has made Permanent Account Number (PAN) as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions.

Members may please note that SEBI has also made it mandatory for submission of PAN in the following cases, viz (i) Deletion of name of the deceased shareholder(s) (ii) Transmission of shares to the legal heir(s) and (iii) Transposition of shares.

Members holding shares in electronic form are, therefore, requested to submit their PAN details to their depository participants. Members holding shares in physical form are requested to submit their pan details to the company's RTA.

14. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company's RTA, the details of such folios together with the share certificates along with the requisite KYC documents for consolidating their holdings in one folio. Request for consolidation of share certificates shall be processed in dematerialized form.
15. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified from time to time.
16. Non-Resident Indian members are requested to inform the Company's RTA immediately of:
 - a) Change in their residential status on return to India for permanent settlement.

- b) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
17. Members holding shares in dematerialised mode are requested to intimate all changes pertaining to their bank details/ NECS/ mandates, nominations, power of attorney, change of address/ name, Permanent Account Number ('PAN') details, etc. to their Depository Participant only and not to the Company's RTA. Changes intimated to the Depository Participant will then be automatically reflected in the Company's records which will help the Company and its RTA provide efficient and better service to the members.

In case of members holding shares in physical form, such information is required to be provided to the Company's RTA in physical mode, after restoring normalcy or in electronic mode at investor@bigshareonline.com, as per instructions mentioned in the form. The said form can be accessed at link <https://bigshareonline.com//InvestorRegistration.aspx>

18. As per Regulation 40 of the SEBI Listing Regulations, as amended, transfer of securities would be carried out in dematerialised form only with effect from April 1, 2019, except in case of transmission or transposition of securities. However, members can continue to hold shares in physical form. In view of the same and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company's RTA for assistance in this regard.
19. Members are requested to support "Green Initiative" by registering / updating their e-mail address(es) with the Depository Participant(s) (in case of Shares held in dematerialized form) or with Bigshare (in case of Shares held in physical form). Pursuant to Sections 101 and 136 of the Companies Act, 2013 read with the relevant Rules framed thereunder, companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository Participant(s). Members holding shares in dematerialized form are requested to register (or update, in case of any change) their e-mail address with their Depository Participant(s), if not already registered / updated and Members holding shares in physical form are requested to register (or update, in case of any change) their e-mail address with Bigshare on its website (on <https://bigshareonline.com//InvestorRegistration.aspx> In case of any queries / difficulties in registering the e-mail address, such Members may write to investor@bigshareonline.com. www.bigshareonline.com), to enable the Company to send electronic communications.
20. We are pleased to provide the facility of live webcast of proceedings of AGM. Members who are entitled to participate in the AGM can view the proceeding of AGM by logging on the website at <https://evoting.nsdl.com> using their secure login credentials.
21. Members are requested to visit the website of the Company www.arssgroup.in for viewing the quarterly, half-yearly and Annual financial results and for more information about the Company. Useful information on various services being provided to the investors is also available on the website of the Company.
22. All the investor related communication may be addressed to:

Mr. Prakash Chhajer, Company Secretary cum Compliance Officer
Sector-A, Zone-D, Plot No-38,
Mancheswar Industrial Estate,
Bhubaneswar- 751010, Odisha
E-Mail;- cs@arssgroup.in
Tel: 0674-2602763

Or

Registrar and Transfer Agents:

Bigshare Services Private Limited
Office No. S6-2, 6th Floor, Pinnacle Business Park,
Next to Ahura Centre, Mahakali Caves Road,
Andheri (East) Mumbai 400093, Maharashtra, India
Tel 022 62638200; Fax No. 022 62638299,
Email Ids- investor@bigshareonline.com ; marketing@bigshareonline.com
Website- www.bigshareonline.com
Tel 022 62638200; Fax No. 022 62638299

23. The Company has made special arrangement with the RTA and NSDL for registration of e-mail addresses in terms of the MCA Circulars for members who wish to receive the Annual Report along with the AGM Notice electronically and to cast the vote electronically. Eligible members whose e-mail addresses are not registered with the Company/ DPs are required to

provide the same to RTA on or before 5:00 p.m. IST on Monday, September 19, 2022 pursuant to which, any member may receive on the e-mail address provided by the member the Notice of this AGM along with the Annual Report 2021-2022 and the procedure for remote e-voting along with the login ID and password for remote e-voting.

(i) Process for registration of email addresses with RTA is as under:

i. For members who hold shares in demat mode:

- a) Visit the link <https://bigshareonline.com//InvestorRegistration.aspx>
- b) Enter the DP ID & Client ID, PAN details and captcha code.
- c) System will verify the Client ID and PAN details.
- d) On successful verification, system will allow you to enter your e-mail address and mobile number.
- e) Enter your e-mail address and mobile number.
- f) The system will then confirm the e-mail address for the limited purpose of servicing the Notice of this AGM along with the Annual Report 2021-2022.

*Members holding shares in dematerialized mode are however requested to register/ update their e-mail address with the relevant Depository Participants (s) for permanent registration.

ii. For members who hold shares in physical mode:

- a) Visit the link <https://bigshareonline.com//InvestorRegistration.aspx>
- b) Enter the physical Folio Number, PAN details and captcha code.
- c) In the event the PAN details are not available on record, member to enter one of the share certificate's number.
- d) System will verify the Folio Number and PAN details or the share certificate number.
- e) On successful verification, system will allow you to enter your e-mail address and mobile number.
- f) Enter your e-mail address and mobile number.
- g) If PAN details are not available, the system will prompt the member to upload a self-attested copy of the PAN card.
- h) The system will then confirm the e-mail address for the purpose of servicing the Notice of this AGM along with the Annual Report 2021-22.

Bigshare Services Private Limited, RTA of the company will e-mail the Notice of this AGM along with the Annual Report 2021-22 as also the remote e-voting user ID and password, within 48 hours of successful registration of the e-mail address by the member. In case of any queries, members may write to investor@bigshareonline.com

(ii) Registration of e-mail address permanently with RTA/DP:

Members are requested to register the email address with their concerned DPs, in respect of shares held in demat mode and with RTA, in respect of shares held in physical mode, by writing to them. Further, those members who have already registered their e-mail addresses are requested to keep their e-mail addresses validated/updated with their DPs / RTA to enable servicing of notices / documents /Annual Reports and other communications electronically to their e-mail address in future.

(iii) Alternatively, those members who have not registered their email addresses are required to send an email request to evoting@nsdl.co.in along with the following documents for procuring user id and password for e-voting for the resolutions set out in this Notice:

- In case shares are held in **physical mode**, please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), self-attested scanned copy of PAN card, self-attested scanned copy of Aadhar Card.
- In case shares are held in **demat mode**, please provide DPID-Client ID (8 digit DPID + 8 digit Client ID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, self-attested scanned copy of PAN card, self-attested scanned copy of Aadhar Card.

24. VOTING BY MEMBERS

A. In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Regulation 44 of the SEBI Listing Regulations (as amended), MCA Circulars

and the SEBI Circular, the Company is providing its members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means (by using the electronic voting system provided by NSDL) either by (a) remote e-voting prior to the AGM or (b) remote e-voting during the AGM. The Instructions for members for attending the AGM through VC/OAVM and for e-voting are explained below.

- B.** A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on **Tuesday, September 20, 2022 ('the cut-off date')**, shall be entitled to vote in respect of the shares held, by availing the facility of remote e-voting prior to the AGM or remote e-voting during the AGM.
- C.** The members can opt for only one mode of remote e-voting i.e. either prior to the AGM or during the AGM. The members present at the Meeting through VC/OAVM who have not already cast their vote by remote e-voting prior to the Meeting shall be able to exercise their right to cast their vote by remote e-voting during the Meeting. The members who have cast their vote by remote e-voting prior to the AGM are eligible to attend the Meeting but shall not be entitled to cast their vote again.
- D.** The Board of Directors has appointed Mr. Jyotirmoy Mishra (Membership No. FCS 6556 and CP No. 6022) of M/s Sunita Jyotirmoy & Associates, Practicing Company Secretaries, as the Scrutinizer to scrutinize the remote e-voting process, in a fair and transparent manner.

E. INSTRUCTIONS FOR REMOTE E-VOTING THROUGH ELECTRONIC MEANS

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The members can join the AGM in the VC/OAVM mode 30 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. Members will be able to view the proceedings on e-voting website of National Securities Depository Limited ('NSDL') at www.evoting.nsdl.com. The facility of participation at the AGM through VC/OAVM will be made available to at least 1,000 members on a first come first served basis as per the MCA Circulars. This will not include large shareholders (holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, auditors, etc. who are allowed to attend the AGM without restriction on account of first come first served basis and can connect with Company at cs@arssgroup.in for participating at the AGM without such restriction.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020, May 05, 2020 and may 05, 2022. the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
6. AGM shall be convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020, MCA Circular No. 2/2021 dated January 13, 2021 and Circular No. 2/2022 dated May 5, 2022 ("MCA Circulars").

F. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on **Saturday, September 24, 2022 (9.00 a.m. IST) and ends on Monday, September 26, 2022 (5.00 p.m. IST)**. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. **Tuesday, September 20, 2022**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being **September 20, 2022**.

The detailed steps on the process and manner for remote e-voting/e-voting at the AGM and to access the VC/OAVM facility at the AGM are as follows:

The way to vote electronically on NSDL e-voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-voting system





Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

Details on Step 1 are mentioned below:

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

Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on “e-Voting facility provided by Listed Companies;” e-Voting process has been enabled to all the individual demat account holders, by way of single login credential, through their demat accounts/ websites of Depositories/Depository Participants (DPs) in order to increase the efficiency of the voting process. Individual demat account holders would be able to cast their vote without having to register again with the e-Voting service provider (ESP) thereby not only facilitating seamless authentication but also ease and convenience of participating in e-Voting process.

Shareholders are advised to update their mobile number and e-mail ID with their DPs in order to access e-Voting facility.

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsd.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/ Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <p>NSDL Mobile App is available on</p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">  <p>App Store</p> </div> <div style="text-align: center;">  <p>Google Play</p> </div> </div> <div style="display: flex; justify-content: space-around; margin-top: 10px;">   </div>

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type

Helpdesk details

Individual Shareholders holding securities in demat mode with NSDL

Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

Individual Shareholders holding securities in demat mode with CDSL

Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

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

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

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
- If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - How to retrieve your 'initial password'?
 - If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - Physical User Reset Password? (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

- After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
- Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your

vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.

3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to secretarial@sunitamohantyandassociates.com with a copy marked to evoting@nsdl.co.in.
2. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as of the cut-off date i.e. 20th September, 2022, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” or “Physical User Reset Password” option available on www.evoting.nsdl.com or call on toll free no. 1800 1020 990 and 1800 22 44 30. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. 20th September 2022 may follow steps mentioned in the Notice of the AGM under Step 1 :“Access to NSDL e-Voting system”(Above).
3. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
4. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to at evoting@nsdl.co.in
5. Members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing demat account number/Folio number, client master or copy of Consolidated Account statement, PAN (self attested scanned copy), AADHAR (self-attested scanned copy). If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained above.

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to cs@arssgroup.in
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@arssgroup.in If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e.Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with

Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@arssgroup.in latest by 5 p.m. (IST) on 19th September, 2022. The same will be replied by the company suitably.

25. DECLARATION OF RESULTS ON THE RESOLUTIONS:

- The Scrutinizer shall, immediately after the completion of the scrutiny of the e-voting (votes cast during the AGM and votes cast through remote e-voting), not later than 48 hours from the conclusion of the AGM, submit a consolidated Scrutinizer's report of the total votes cast in favour and against the resolution(s), invalid votes, if any, and whether the resolution(s) has/have been carried or not, to the Chairman or a person authorized by him in writing.
- The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.arssgroup.in and on the website of NSDL www.evoting.nsdl.com immediately after the result is declared. The Company shall simultaneously forward the results to BSE Limited and National Stock Exchange of India Ltd., where the securities of the Company are listed.
- Subject to the receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting i.e. September 27, 2022.

By Order of the Board
For **ARSS Infrastructure Projects Limited**

Place : Bhubaneswar
Date : 13th August, 2022

ARSS Infrastructure Projects Limited
CIN: L14103OR2000PLC006230
Regd. Office-Plot No.38,Sector-A, Zone -D,
Mancheswar Industrial Estate, Bhubaneswar, 751010,Odisha
Website: www.arssgroup.in

Sd/-
(Prakash Chhajer)
Company Secretary & Compliance Officer

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

As required by Section 102 of the Companies Act, 2013, (hereinafter referred to as “the Act”) the following Explanatory Statements set out all material facts relating to the business mentioned under Item Nos. 3 to 5 of the accompanying Notice dated 13th August, 2022.

ITEM NO. 3

The Resolution Professional approved the appointment and remuneration of Messrs MAK & Co, Cost Accountants, (Firm Registration No. 004499) Bhubaneswar at a remuneration of INR 50,000/- (INR Fifty Thousand only) plus applicable taxes and out of pocket expenses to conduct the audit of the cost records of the Company for the financial year ended 31st March, 2023.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a) (ii) of The Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is to be ratified by the Members of the Company. Accordingly, the Members are requested to ratify the remuneration payable to the Cost Auditors for the financial year 2022-23 as set out in the Resolution for the aforesaid services to be rendered by them.

The Resolution Professional recommends the approval of the remuneration payable to Messrs MAK & Co, Cost Accountants, (Firm Registration No. 004499), Cost Accountants for conducting the cost audit and passing of the resolution set out at item no. 3 of the Notice.

None of the Directors, Key Managerial Personnel or their relatives, are interested or concerned in any way in the Resolution at Item No. 3 of the Notice.

ITEM NO. 4

As per the provisions of Section 188 of the Companies Act, 2013 (“Act”), transactions with related parties which are at arm’s length and in the ordinary course of business, are exempted from the obligation of obtaining prior approval of shareholders. However, as per the provisions of Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), such transactions, if material, require the approval of shareholders through a resolution, notwithstanding the fact that the same are on an arm’s length basis and in the ordinary course of business.

With effect from April 1, 2022, Regulation 23 of SEBI Listing Regulations, mandates prior approval of the Shareholders through ordinary resolution for all ‘material’ Related Party Transactions. For this purpose, a Related Party Transaction will be considered ‘material’ if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year exceeds INR 1,000 Crore or 10% of the annual consolidated turnover of the Company as per the last audited financial statements of the Company, whichever is lower.

The Company, in order to further its business interests, enters into various transactions with its related parties. Amongst these transactions, the estimated value of transactions with Shivam Condev Private Limited (SCPL), a related party under Regulation 2(1)(zb) of the Listing Regulations, during the financial year 2022-23 is expected to exceed the materiality threshold as stated above.

The Power of the Board of Directors of the Company are suspended during CIRP and pursuant to Section 17 of the Code, the power of the Board are being exercised by the Resolution Professional during the continuance of the CIR Process), recommended for the approval of the Members, entering into material related party transactions with SCPL during the financial year 2022-23, as set out in the Resolution. These transactions will be entered in the ordinary course of business and on arm’s length basis.

Other details of the transactions, pursuant to the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/662 dated 2nd November, 2021, are given hereunder

Details w.r.t Material Related Party Transactions:

Sl. No.	Particulars	Details of transactions
1	Name of the Related Parties	Shivam Condev Private Limited (SCPL)
2	Nature of Relationship	Related party as per definition
3	Nature, duration, tenure, material terms, monetary value and particulars of the contract or arrangement	<ul style="list-style-type: none"> a) Sale, purchase, lease or supply of goods, business assets or equipment; b) Availing or rendering of services; c) Transfer or exchange of any resources, services or obligations to meet its business objectives/requirements

Sl. No.	Particulars	Details of transactions
		<p>d) Contract / Sub-contract of work.</p> <p>Pricing will be benchmarked to similar transactions with unrelated parties with adjustments for commercial terms, as necessary.</p> <p>The above arrangements are continuing business transactions. Approval of the shareholders is being sought for transactions during the 5 financial years i.e. from FY2022-23 to FY2026-27 and for ratification of the transaction entered into since FY 2019-20 onwards.</p> <p>Value of Transaction - The Company estimates that the monetary value of overall related party transaction and allied transactions with SCPL (i) for FY2022-23 shall be up to ₹ 200.00 crore; and (ii) in each of the 4 subsequent financial years from FY2023-24 to FY2026-27 shall be upto ₹ 200.00 crore in each financial year.</p>
4	Nature of concern or Interest	Financial
5	Transaction related to providing loan(s)/ advance(s) or securities for loan taken by a related party	Not Applicable
6	Details of the source of funds in connection with the proposed transaction	Not Applicable
7	If any financial indebtedness is incurred to make or give such loans/ advances/securities for loan and Nature of Indebtness/Cost of Funds/Tenure	Not Applicable
8	Applicable terms, including covenants, tenure, interest rate, repayment schedule, whether secured (nature of security) or unsecured	Not Applicable
9	Purpose for which funds will be utilised	Not Applicable
10	Any advance paid or received for the transaction	Nil
11	Percentage of the Company's annual consolidated turnover for the immediately preceding financial year (i.e FY 22) that is represented by the value of the proposed transaction	69.44 %
12	Details about valuation, arm's length and ordinary course of business.	Pricing will be benchmarked to similar transactions with unrelated parties with adjustments for commercial terms, as necessary.
13	Details of valuation or other external party report, if such report has been relied upon	Not Applicable
14	Rationale/Benefit of the transaction and why this transaction is in the interest of the Company	Shivam Condev Private Limited is a group company in which the promoters and directors are interested. Both the companies are engaged in the construction business over the last several years. Base on the market scenario, both the companies purchase/ sell raw materials among themselves, from time to time. They Contract / subcontract their work and availing / rendering services including consultancy from time to time. To bring greater efficiency, synergy, cost reduction and simplification, both the companies do the transactions which will aid the growth of the company's business. It will be help in timely completion of project and smooth conduct of business.
15	Any other information relevant or important for the shareholders to take an informed decision	All important information forms part of the statement setting out material facts, pursuant to section 102(1) of the Companies Act, 2013 forming part of this Notice.

Any subsequent material modification in the proposed transactions, as defined by the Audit Committee as a part of Company's Policy on Related Party Transactions, shall be placed before the shareholders for approval, in terms of Regulation 23(4) of the SEBI Listing Regulations.

The Company will seek separate approval on an Annual Basis from the shareholders, in future, in case any omnibus approvals are needed for Material Related Party Transactions.

The Resolution Professional recommends the Resolution set out at Item Nos. 4 for approval of the Shareholders.

The Directors / key managerial personnel of the Company or their respective relatives are deemed to be concerned or interested in the Resolutions mentioned at Item No. 4 of the Notice only to the extent of shares held by them, if any, in the Company.

The members may note that as per the provisions of the SEBI Listing Regulations, all related parties (whether such related party is a party to the above-mentioned transaction or not), shall not vote to approve the Resolutions set out at Item Nos. 4.

ITEM NO. 5

As per the provisions of Section 188 of the Companies Act, 2013 ("Act"), transactions with related parties which are at arm's length and in the ordinary course of business, are exempted from the obligation of obtaining prior approval of shareholders. However, as per the provisions of Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), such transactions, if material, require the approval of shareholders through a resolution, notwithstanding the fact that the same are on an arm's length basis and in the ordinary course of business.

With effect from April 1, 2022, Regulation 23 of SEBI Listing Regulations, mandates prior approval of the Shareholders through ordinary resolution for all 'material' Related Party Transactions. For this purpose, a Related Party Transaction will be considered 'material' if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year exceeds INR 1,000 Crore or 10% of the annual consolidated turnover of the Company as per the last audited financial statements of the Company, whichever is lower.

The Company, in order to further its business interests, enters into various transactions with its related parties. Amongst these transactions, the estimated value of transactions with Balbhadra Developers Private Limited (BDPL), a related party under Regulation 2(1)(zb) of the Listing Regulations, during the financial year 2022-23 is expected to exceed the materiality threshold as stated above.

The Power of the Board of Directors of the Company are suspended during CIRP and pursuant to Section 17 of the Code, the power of the Board are being exercised by the Resolution Professional during the continuance of the CIR Process), recommended for the approval of the Members, entering into material related party transactions with BDPL during the financial year 2022-23, as set out in the Resolution. These transactions will be entered in the ordinary course of business and on arm's length basis.

Other details of the transactions, pursuant to the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/662 dated 2nd November, 2021, are given hereunder:

Details w.r.t Material Related Party Transactions:

Sl. No.	Particulars	Details of transactions
1	Name of the Related Parties	Balbhadra Developers Private Limited (BDPL)
2	Nature of Relationship	Related party as per definition
3	Nature, duration, tenure, material terms, monetary value and particulars of the contract or arrangement	<p>a) Sale, purchase, lease or supply of goods, business assets or equipment;</p> <p>b) Availing or rendering of services;</p> <p>c) Transfer or exchange of any resources, services or obligations to meet its business objectives/requirements</p> <p>d) Contract / Sub-contract of work.</p> <p>Pricing will be benchmarked to similar transactions with unrelated parties with adjustments for commercial terms, as necessary.</p> <p>The above arrangements are continuing business transactions. Approval of the shareholders is being sought for transactions during the 5 financial years i.e. from FY2022-23 to FY2026-27 and for ratification of the transaction entered into since FY 2019-20 onwards.</p>

Sl. No.	Particulars	Details of transactions
		Value of Transaction - The Company estimates that the monetary value of overall related party transaction and allied transactions with BDPL (i) for FY2022-23 shall be up to ₹ 100.00 crore; and (ii) in each of the 4 subsequent financial years from FY2023-24 to FY2026-27 shall be upto ₹ 100.00 crore in each financial year.
4	Nature of concern or Interest	Financial
5	Transaction related to providing loan(s)/ advance(s) or securities for loan taken by a related party	Not Applicable
6	Details of the source of funds in connection with the proposed transaction	Not Applicable
7	If any financial indebtedness is incurred to make or give such loans/ advances/securities for loan and Nature of Indebtness/Cost of Funds/Tenure	Not Applicable
8	Applicable terms, including covenants, tenure, interest rate, repayment schedule, whether secured (nature of security) or unsecured	Not Applicable
9	Purpose for which funds will be utilised	Not Applicable
10	Any advance paid or received for the transaction	Nil
11	Percentage of the Company's annual consolidated turnover for the immediately preceding financial year (i.e FY 22) that is represented by the value of the proposed transaction	34.72 %
12	Details about valuation, arm's length and ordinary course of business.	Pricing will be benchmarked to similar transactions with unrelated parties with adjustments for commercial terms, as necessary.
13	Details of valuation or other external party report, if such report has been relied upon	Not Applicable
14	Rationale/Benefit of the transaction and why this transaction is in the interest of the Company	Balbhadra Developers Private Limited (BDPL) is a group company in which the promoters and directors are interested. Both the companies are engaged in the construction business over the last several years. Base on the market scenario, both the companies purchase/ sell raw materials among themselves, from time to time. Contract / subcontract their work and availing / rendering services including consultancy from time to time. To bring greater efficiency, synergie, cost reduction and simplification, both the companies do the transactions which will aid the growth of the company's business. It will be help in timely completion of project and smooth conduct of business.
15	Any other information relevant or important for the shareholders to take an informed decision	All important information forms part of the statement setting out material facts, pursuant to section 102(1) of the Companies Act, 2013 forming part of this Notice.



Any subsequent material modification in the proposed transactions, as defined by the Audit Committee as a part of Company's Policy on Related Party Transactions, shall be placed before the shareholders for approval, in terms of Regulation 23(4) of the SEBI Listing Regulations.

The Company will seek separate approval on an Annual Basis from the shareholders, in future, in case any omnibus approvals are needed for Material Related Party Transactions.

The Resolution Professional recommends the Resolution set out at Item Nos. 5 for approval of the Shareholders.

The Directors / key managerial personnel of the Company or their respective relatives are deemed to be concerned or interested in the Resolutions mentioned at Item No. 5 of the Notice only to the extent of shares held by them, if any, in the Company.

The members may note that as per the provisions of the SEBI Listing Regulations, all related parties (whether such related party is a party to the above-mentioned transaction or not), shall not vote to approve the Resolutions set out at Item Nos. 5.

By Order of the Board
For ARSS Infrastructure Projects Limited

Place : Bhubaneswar
Date : 13th August, 2022

ARSS Infrastructure Projects Limited
CIN: L14103OR2000PLC006230
Regd. Office-Plot No.38, Sector-A, Zone -D,
Mancheswar Industrial Estate, Bhubaneswar, 751010, Odisha
Website: www.arssgroup.in

Sd/-
(Prakash Chhajer)
Company Secretary & Compliance Officer

**DETAILS OF DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING**

(Pursuant to Regulation 36(3) of the
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Name of Director	Mr. Rajesh Agarwal
DIN	00217823
Date of Birth	12 th January, 1973
Date of Appointment	17 th May, 2000
Qualifications	B.E (Civil)
Expertise in specific functional areas	Civil Construction
Position in the company	Managing Director (suspended during CIRP)
Listed company (other than ARSS Infrastructure Projects Limited) in which director hold directorship and committee membership	Nil
Directors inter-se relation	He is the brother of Chairman
Number of equity shares held in the Company (as on 31.03.2022)	5,38,745 (2.37%)



ARSS INFRASTRUCTURE PROJECTS LIMITED

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