

**INDEPENDENT AUDITOR'S REPORT****TO THE MEMBERS OF****ARSS DAMOH - HIRAPUR TOLLS PRIVATE LIMITED****CIN: U452010R2011PTC013524****Report on the Audit of the Standalone Financial Statements****Opinion**

We have audited the accompanying standalone financial statements of **ARSS DAMOH - HIRAPUR TOLLS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2025, 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 notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as the "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Emphasis of Matter**

We draw attention to the following matter in the Notes to the Standalone Financial Statements:-

- i. We draw attention to the Note No. 6 to the standalone financial statement, earlier the capital work in progress valued at Rs. 6,694.70 Lakhs (P/Y 6,694.70 Lakhs) has been classified into 'Other Non-Current Financial Assets' as the Company's claim was pending with MPRDC authority. So therefore, there is no need of verification of Capital Work in Progress.
- ii. We draw attention to the Note No. 24 of the standalone financial statement in respect of initiation of Corporate Insolvency Resolution Process (CIRP) in the case of ARSS Infrastructure Projects Limited, the holding company w.e.f. 30-11-2021.

Our opinion is not modified in respect of the above matter.

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed





in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have no key audit matter to communicate in our report.

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

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

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

#### **Management's and Board of Directors' Responsibilities for the Standalone Financial Statements**

The Company's Management and Board of Directors are 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 financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including 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 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Company's Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibility for the Audit of the Standalone Financial Statements**

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





As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone 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 Standalone 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 financial controls that we identify during our audit.

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

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





### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "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, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 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 with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has no pending litigations on its financial position in its Standalone Financial Statements other than as mentioned at Note No. 25 wherein the impact of pending matter is not ascertained.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
    - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest

in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.
- vi. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2025 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act: In our opinion and according to the information and explanations given to us, No remuneration has been paid by the Company to its directors during the current year. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For M A R S & Associates  
Chartered Accountants  
Firm Registration No. 010484N  
  
CA. Vipul Kumar Gupta  
Partner  
Membership No. 522310  
UDIN: 25522310BMOTAA6289

Date: May 26, 2025  
Camp: Bhubaneswar



**ANNEXURE - A**

**Annexure - A to the Independent Auditors' Report**

(Referred to in Paragraph 1 under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. The Company does not have Property Plant and Equipment under its title hence this clause is not applicable to the Company.
- ii. The Company does not have inventory; hence this clause is not applicable to the Company.
- iii. Based on our audit procedures and as per the information and explanations given by the management, the Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. 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.
- vi. According to information and explanation given to us, maintenance of cost records have not been specified by the Central Government under sub section (1) of Section 148 of the Companies Act, 2013.
- vii. **In respect of statutory dues:**
  - a. According to information and explanation given to us and on the basis of our examination of the books of account, and records the company has been generally regular in depositing undisputed statutory dues with the appropriate authority including provident fund, Employees state insurance, income-tax, sales tax, services tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there are no delays by the company with appropriate authorities.
  - b. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of excise, duty of customs, value added tax, goods and service tax, cess and other material statutory dues were in arrears as at 31 March 2025 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.
- viii. 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)
- ix. (a) Based on our Audit procedures and according to information and explanation given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender except in earlier years the Company has defaulted in payment of Central Bank Of India dues over the year which was classified as NPA and same have been settled under one time settlement agreed with the Bank. The Company does not have any overdue outstanding dues to financial institutions, banks as at 31st March 2025.  
  
(b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender during the year. Earlier, the Company has been declared wilful defaulter by Central Bank of India on 07/12/2015.  
  
(c) On an overall examination of the financial statements of the Company, the term loans were applied for the purpose for which the loans were obtained.





- (d) The company has not raised any short term fund during the year; hence this clause is not applicable.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The Company has not raised any loans during the year by pledging securities held in their subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (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.
- xi. (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 up to the date of this report.
- (c) According to the information and explanations given to us by the management, no whistle-blower complaints have been received by the company
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination the records, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Hence, reporting under clause (xiv) of the Order is not applicable.
- xv. 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.
- xvi. a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- b) According to the information and explanations given by the management, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has incurred cash losses amounting to Rs. 2.10 Lakhs during the financial year and Rs. 0.10 Lakhs in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance

sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. a. There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.  
b. There are no remaining unspent amounts under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing 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.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For M A R S & Associates  
Chartered Accountants  
Firm Registration No. 010484N  
  
CA. Vipul Kumar Gupta  
Partner  
Membership No. 522310  
UDIN: 25522310BMOTAA6289

Date: May 26, 2025  
Camp: Bhubaneswar



**ANNEXURE - B****Annexure - B to the Independent Auditors' Report**

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**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 Damoh - Hirapur Tolls Private Limited** ('the Company'), as of 31 March 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's and Board of Directors' Responsibilities for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to standalone financial statements 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 (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to standalone financial statements.

**Meaning of Internal Financial Controls with Reference to Financial Statements**

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the



Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

Because of the inherent limitations of internal financial controls 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2025, based on the criteria for internal financial control with reference to standalone financial statements 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 ICAI.

For M A R S & Associates  
Chartered Accountants  
Firm Registration No. 010484N  
  
CA. Vipul Kumar Gupta  
Partner  
Membership No. 522310  
UDIN: 25522310BMOTAA6289

Date: May 26, 2025  
Camp: Bhubaneswar



# ARSS Damoh Hirapur Tolls Private Limited

CIN - U45201OR2011PTC013524

## BALANCE SHEET

(Rupees in Lakhs)

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
<b>I. ASSETS</b>			
<b>1. Non-current Assets</b>			
(a) Capital Work-in-progress	5	-	-
(b) Financial Assets			
(i) Trade Receivables		-	-
(ii) Loans		-	-
(iii) Other Financial Assets	6	6,694.70	6,694.70
(c) Deferred Tax Assets (net)	8	-	-
(d) Other Non-Current Assets	7	-	-
<b>2. Current Assets</b>			
a. Financial Assets			
(i) Trade Receivables		-	-
(ii) Cash & Cash Equivalents	9	0.46	0.29
(iii) Other Bank Balances		-	-
(iv) Loans		-	-
(v) Other Financial Assets		-	-
c. Other Current Assets	10	1.65	-
d. Current Tax Assets (Net)	16	-	-
<b>TOTAL ASSETS</b>		<b>6,696.81</b>	<b>6,694.99</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1. Equity</b>			
a. Equity Share Capital	11	2,212.37	2,212.37
b. Other Equity	12	(5.71)	(3.61)
<b>2. Liabilities</b>			
<b>(i) Non-current Liabilities</b>			
a. Financial Liabilities			
(i) Borrowings	13	-	-
(ii) Trade Payables		-	-
(iii) Other Financial Liabilities		3.68	-
b. Deferred Tax Liabilities (net)		-	-
c. Other Non-current Liabilities		-	-
<b>(ii) Current Liabilities</b>			
a. Financial Liabilities			
(i) Borrowings	13	4,486.35	4,482.45
(ii) Trade Payables		-	-
(iii) Other Financial Liabilities	14	0.12	3.78
b. Other Current Liabilities	15	-	-
c. Current Tax Liability (Net)	16	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>6,696.81</b>	<b>6,694.99</b>

Significant Accounting Policies and Notes to Accounts

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached.

For M A R S & Associates

Chartered Accountants

FRN : 010484N

(CA. Vipul Kumar Gupta)  
(Partner)  
M.No.- 522310

For and on behalf of the Board of Director

S. Agarwal  
Sunil Kumar Agarwal  
Director  
DIN: 00218323

S. N. Pattanaik  
S.K. Pattanaik  
Director  
DIN: 00009924

Prateek Gupta  
Prateek Gupta  
Company Secretary  
ACS-58777

Date : 26th May, 2025  
Bhubaneswar

**ARSS Damoh Hirapur Tolls Private Limited**  
CIN - U45201OR2011PTC013524

**STATEMENT OF PROFIT AND LOSS**

(Rupees in Lakhs)

Particulars	Note No.	Year Ended March 31, 2025	Year Ended March 31, 2024
<b>Income</b>			
I. Revenue From Operations		-	-
II. Other Income		-	-
III. Other Gains/(Losses)		-	-
<b>Total Income</b>		<b>-</b>	<b>-</b>
<b>IV. Expenses</b>			
(a) Cost of Materials Consumed		-	-
(b) Cost Of Goods/Services Sold		-	-
(c) Change in Inventories (Increase) /Decrease		-	-
(d) Employee Benefit Expenses	17	1.20	-
(e) Other Expenses	18	0.90	0.10
<b>Total Expenses</b>		<b>2.10</b>	<b>0.10</b>
<b>V. Profit Before Exceptional Items and Tax</b>		<b>(2.10)</b>	<b>(0.10)</b>
Exceptional Items		-	-
<b>VI. Profit Before Taxes</b>		<b>(2.10)</b>	<b>(0.10)</b>
<b>VII. Tax Expenses</b>			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
<b>VIII. Profit (Loss) for the Period</b>		<b>(2.10)</b>	<b>(0.10)</b>
<b>IX. Other Comprehensive Income</b>			
<b>A (i) Items that will not be reclassified to profit or loss :</b>			
(a) Changes in investments in equity shares carried at Fair Value through OCI		-	-
<b>(ii) Income tax relating to items that will not be reclassified to profit or loss :</b>			
- on Revaluation Surplus on Property, Plant & Equipment		-	-
<b>B (i) Items that will be reclassified to profit or loss :</b>			
(a) Changes in investments other than equity shares carried at Fair Value through OCI (FVOCI)		-	-
<b>(ii) Income tax relating to items that will be reclassified to profit or loss :</b>			
<b>X. Total Other comprehensive Income after tax</b>		<b>-</b>	<b>-</b>
<b>XI. Total comprehensive income for the period</b>		<b>(2.10)</b>	<b>(0.10)</b>
<b>XII. Earnings per equity share:</b>			
(1) Basic		(0.01)	(0.00)
(2) Diluted		(0.01)	(0.00)

Significant Accounting Policies and Notes to Accounts

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached.

For M A R S & Associates  
Chartered Accountants  
FRN : 010484N

(CA. Vipul Kumar Gupta)  
(Partner)  
M.No.- 522310



For and on behalf of the Board of Director

*S. Agarwal*

Sunil Kumar Agarwal  
Director  
DIN: 00218323

*S. N. Pattanaik*

S.K. Pattanaik  
Director  
DIN: 00009924

*Prateek Gupta*  
Prateek Gupta  
Company Secretary  
ACS-58777

Date : 26th May, 2025  
Bhubaneswar



ARSS Damoh Hirapur Tolls Private Limited  
CIN - U45201OR2011PTC013524

STATEMENT OF CHANGES IN EQUITY

(Rupees in Lakhs)

A. Equity Share Capital

Particulars	Amount
As at March 31, 2024	2,212.37
Changes in equity share capital	-
As at March 31, 2025	2,212.37

B. Other Equity

Particulars	Attributable to owners of ARSS Damoh Hirapur Tolls Pvt. Ltd.				
	Share Application Money	Reserves & Surplus			Total other equity
		General Reserves	Securities Premium Reserve	Retained earnings	
Balance at April 1, 2024	-	-	-	-	-
Profit for the year	-	-	-	(5.71)	(5.71)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(5.71)	(5.71)
Issue of equity shares	-	-	-	-	-
Balance at March 31, 2025	-	-	-	(5.71)	(5.71)

As per our report of even date attached.

For M A R S & Associates  
Chartered Accountants  
FRN : 010484N

For and on behalf of the Board of Director

  
(CA. Vipul Kumar Gupta)  
(Partner)  
M.No.- 522310

  
Sunil Kumar Agarwal  
Director  
DIN: 00218323

  
S.K. Pattanaik  
Director  
DIN: 00009924

  
Prateek Gupta  
Company Secretary  
ACS-58777

Date : 26th May, 2025  
Bhubaneswar

**ARSS Damoh Hirapur Tolls Private Limited**  
CIN - U45201OR2011PTC013524

**STATEMENT OF CASH FLOWS**

(Rupees in Lakhs)

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
<b>Operating Activities</b>		
Profit before tax from continuing operations	(2.10)	(0.10)
Profit/(loss) before tax from discontinuing operations	-	-
<b>Profit before tax</b>	<b>(2.10)</b>	<b>(0.10)</b>
Adjustments for		
Interest Income	-	-
Dividend Income	-	-
Operating profit / (loss) before working capital changes	<b>(2.10)</b>	<b>(0.10)</b>
<b>Working capital adjustments:</b>		
Increase/(decrease) in Trade payables	-	-
Increase/(decrease) in other current liabilities	-	-
Increase/(decrease) in other long-term liabilities	-	-
Decrease/(increase) in provisions	-	-
Decrease/(increase) in Trade Receivables	-	-
Decrease/(increase) in other non-current assets	-	-
Decrease/(increase) in other non-current financial assets	-	-
Decrease/(increase) in other current financial assets	(1.65)	-
Decrease/(increase) in other non-current financial liabilities	3.68	-
Decrease/(increase) in other current financial liabilities	0.24	0.10
Decrease/(increase) in short-term loans and advances	-	-
Decrease/(increase) in Long-term loans and advances	-	-
	<b>0.17</b>	-
Income taxes paid	-	-
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES (A)</b>	<b>0.17</b>	-
<b>Investing Activities</b>		
(Purchase)/Sale of Investments	-	-
Proceeds/(Purchase) of Capital Work In Progress	-	-
Dividend received (finance income)	-	-
<b>NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)</b>	<b>-</b>	<b>-</b>
<b>Financing Activities</b>		
Proceeds from Capital Introduced	-	-
Drawings	-	-
Proceeds from securities premium	-	-
Interest paid	-	-
Repayment of borrowings	-	-
Dividends paid including Dividend Distribution Tax	-	-
<b>NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents (A+B+C)</b>	<b>0.17</b>	-
Cash and cash equivalents at the beginning of the year	0.29	0.29
<b>Cash and cash equivalents at year end</b>	<b>0.46</b>	<b>0.29</b>

As per our report of even date attached.

For MARS & Associates  
Chartered Accountants  
FRN : 010484N

(CA. Vipul Kumar Gupta)  
(Partner)  
M.No.- 522310



Date : 26th May, 2025  
Bhubaneswar

For and on behalf of the Board of Director

*S. Agarwal*  
Sunil Kumar Agarwal  
Director  
DIN: 00218323

*S. K. Pattanaik*  
S.K. Pattanaik  
Director  
DIN: 00009924

*Prateek Gupta*  
Prateek Gupta  
Company Secretary  
ACS-58777



**1) Company Overview**

ARSS Damoh Hirapur Tolls Private Limited is a private limited company incorporated and domiciled in India. The company is a subsidiary entity. 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.

- (iv) The Capital work in progress has been classified in other current assets in the current year as well as previous year as the Company's claim with the MPRDC authority is pending for Finalization.

**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 assets'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 maintainance 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) Transition to Ind AS**

On transition to Ind AS, the entity has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

**iii) 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 assets'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 (ie 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 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) Saleable 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.

### 2.5 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 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.

**2.6 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.

**2.7 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.

## **2.8 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.

## **2.9 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.

## **2.10 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.

## **2.11 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.

## **2.12 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 :

**a) 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, 2020.

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, 2020 will not be retrospectively adjusted. The Company has elected certain available practical expedients on transition.

**b) 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, 2020.

The Company will adopt the standard on April 1, 2020 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.

**c) 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, 2020. The Company is currently evaluating the effect of this amendment on the standalone financial statements.

**d) 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, 2020. The Company does not have any impact on account of this amendment.



**4) Critical Estimates and Judgements:**

**a) Use of Estimates :**

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgements 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.

**b) Critical Accounting Estimates :**

**i) 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.

**ii) Income Taxes :**

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

**iii) 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.

**iv) 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.





# Notes to the Financial Statements for the year ended 31st March,2025

## Note 5: Capital Work-in-progress

Particulars	As at March 31, 2025	As at March 31, 2024
Capital WIP	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Capital Work in Progress aging Schedule for the year ended March 31, 2025 and March 31, 2024 as follows

Particulars	Amount in CWIP for a period of				Rs. in Lacs
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
<b>As at March 31, 2025</b>	-	-	-	-	-
Project Suspended					
<b>As at March 31, 2024</b>	-	-	-	-	-
Project Suspended					

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.



**Notes to the Financial Statements for the year ended 31st March, 2025**
**Note 6: Other Financial Assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>(i) Non-Current</b>		
Application Money Paid towards securities Pending Allotment (Refer Note For Details )	-	-
Capital Work in Progress *	6,694.70	6,694.70
Other advances	-	-
<b>Sub-Total</b>	<b>6,694.70</b>	<b>6,694.70</b>
<b>(ii) Current</b>		
Claims Receivable	-	-
Other advances (Includes related party)	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>6,694.70</b>	<b>6,694.70</b>

\*The Capital work in progress has been classified in other current assets in the current year as well as previous year as the Company's claim with the MPRDC authority is pending for Finalization.

**Note 7: Other Non-Current Assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>(i) Non Current</b>		
Preliminary Expenses	-	-
Deposit Others*	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>(ii) Current</b>		
Preliminary Expenses	-	-
Deposit Others*	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 8: Deferred tax assets/(liabilities)(net)**

Particulars	As at March 31, 2025	As at March 31, 2024
Employee Benefit Obligation	-	-
Impairment loss/(gain) on financial assets	-	-
Minimum Alternate Tax(MAT)	-	-
Brought forward losses	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 9: Cash and Bank Balance**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Balances with banks</b>		
Cash at bank	0.28	0.28
Cash on hand	0.18	0.01
<b>Less: Bank overdraft</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>0.46</b>	<b>0.29</b>

**Note 10: Other Assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>(i) Non-Current</b>		
Capital Advance	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>(ii) Current</b>		
Security Deposit(NSDL)	1.50	-
Vendor Advances	0.15	-
<b>Sub-Total</b>	<b>1.65</b>	<b>-</b>
<b>Total</b>	<b>1.65</b>	<b>-</b>





# Notes to the Financial Statements for the year ended 31st March, 2025

## Note 11: Share Capital

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Authorized shares :</b>		
2,25,00,000 (P.Y. 2,25,00,000) equity shares of Rs.10/- each	2,250.00	2,250.00
	<u>2,250.00</u>	<u>2,250.00</u>
<b>Issued , Subscribed &amp; Fully Paid up Shares</b>		
2,21,23,730 (P.Y. 2,21,23,730)		
equity shares of Rs.10/- each fully paid up	2,212.37	2,212.37
Total Issued, Subscribed and fully paid up Share Capital	<u>2,212.37</u>	<u>2,212.37</u>

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

#### Equity Shares

	No. of Shares	No. of Shares
At the beginning of the Period	2,21,23,730.00	2,21,23,730.00
Issued during the peirod	-	-
<b>Outstanding at the end of the period</b>	<u>2,21,23,730.00</u>	<u>2,21,23,730.00</u>

### b. Terms/right attached to equity shares

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

During the year ended 31 March 2025, no amount of dividend was recognized as distributions to equity shareholders.

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.

### c. Details of shareholders holding more than 5% shares in the company

Particulars		As at March 31, 2025		As at March 31, 2024
Name of the Shareholder	%	No. of Shares	%	No. of Shares
ARSS Infrastructure Projects Ltd	99.82	220.84	99.82	220.84
Shiv Kumar Singla	0.09	0.20	0.09	0.20
Sunil Agarwal	0.09	0.20	0.09	0.20
<b>Total</b>	<b>100.00</b>	<b>221.24</b>	<b>100.00</b>	<b>221.24</b>

### d. Shares held by promoters/promoters Group at the end of the year



# Notes to the Financial Statements for the year ended 31st March,2025

## Note 11: Share Capital

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Authorized shares :</b>		
2,25,00,000 (P.Y. 2,25,00,000) equity shares of Rs.10/- each	2,250.00	2,250.00
	<u>2,250.00</u>	<u>2,250.00</u>
<b>Issued , Subscribed &amp; Fully Paid up Shares</b>		
2,21,23,730 (P.Y. 2,21,23,730)		
equity shares of Rs.10/- each fully paid up	2,212.37	2,212.37
Total Issued, Subscribed and fully paid up Share Capital	<u>2,212.37</u>	<u>2,212.37</u>

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

#### Equity Shares

	No. of Shares	No. of Shares
At the beginning of the Period	2,21,23,730.00	2,21,23,730.00
Issued during the peirod	-	-
<b>Outstanding at the end of the period</b>	<u>2,21,23,730.00</u>	<u>2,21,23,730.00</u>

### b. Terms/right attached to equity shares

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

During the year ended 31 March 2025, no amount of dividend was recognized as distributions to equity shareholders.

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.

### c. Details of shareholders holding more than 5% shares in the company

Particulars		As at March 31, 2025		As at March 31, 2024
Name of the Shareholder	%	No. of Shares	%	No. of Shares
ARSS Infrastructure Projects Ltd	99.82	220.84	99.82	220.84
Shiv Kumar Singla	0.09	0.20	0.09	0.20
Sunil Agarwal	0.09	0.20	0.09	0.20
<b>Total</b>	<b>100.00</b>	<b>221.24</b>	<b>100.00</b>	<b>221.24</b>





**d. Shares held by promoters/promoters Group at the end of the year**

Name of the Shareholders	As at March 31, 2025		As at March 31, 2024		% Change during the year	
	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
Sunil Agarwal	20,000	0.09	20,000	0.09	-	-
Shiv Kumar Singla	20,000	0.09	20,000	0.09	-	-
ARSS Infrastructure Projects Ltd	2,20,83,730	99.82	2,20,83,730	99.82	-	-



**Notes to the Financial Statements for the year ended 31st March, 2025**
**Note 12: Other Equity**

(Rupees in lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Surplus in the statement of profit and loss</b>		
Balance as per last financial statements	(3.61)	(3.51)
Profit for the year	(2.10)	(0.10)
<b>Net surplus in the statement of profit and loss</b>	<b>(5.71)</b>	<b>(3.61)</b>
<b>Total reserves and surplus</b>	<b>(5.71)</b>	<b>(3.61)</b>

**Note-13: Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Non-Current Borrowings</b>		
Unsecured loan*	-	-
Term Loan From Bank	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Current Borrowings</b>		
Unsecured loan*	4,486.35	4,482.45
Term Loan From Bank	-	-
<b>Sub-Total</b>	<b>4,486.35</b>	<b>4,482.45</b>
<b>Grand Total</b>	<b>4,486.35</b>	<b>4,482.45</b>

(i) Current Borrowings includes amounts borrowed from related party. Refer note - 21 for detailed disclosure of the same.

**Note-14: Other financial liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>i. Non-Current</b>		
Liability for Expenses	3.68	-
Retention Money	-	-
Capital Creditors	-	-
<b>Sub-Total</b>	<b>3.68</b>	<b>-</b>
<b>ii. Current</b>		
Retention Money	-	-
Guarantee Receivable	-	-
Liability for Expenses	0.12	3.78
<b>Sub-Total</b>	<b>0.12</b>	<b>3.78</b>
<b>Total</b>	<b>3.80</b>	<b>3.78</b>

**Note-15: Other Liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Non- Current Liabilities</b>		
Mobilization advance Received	-	-
<b>Current Liabilities</b>		
Payable to Statutory Authorities	-	-
Mobilization advance Received	-	-
Advance From Customers	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note-16: Current Tax Liability/ (Assets) In Net**

Particulars	As at March 31, 2025	As at March 31, 2024
Income tax payable	-	-
TDS receivable	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note-17: Employee Benefit Expenses**

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Salary & Allowances	1.20	-
Contribution to PF & Other Funds	-	-
Staff Welfare	-	-
Share based payments to employees	-	-
<b>Total</b>	<b>1.20</b>	<b>-</b>

**Note-18: Other expenses**

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Auditors Remuneration	0.14	0.10
Custodian Charges	0.62	-
Bank Charges	-	-
ROC Expenses	0.14	-
<b>Total</b>	<b>0.90</b>	<b>0.10</b>





**Notes to the Financial Statements as at and for the year ended March 31, 2025**  
(All amounts in Lakhs, unless otherwise stated)

**NOTE 19**

(Rupees in Lakhs)

<b>EARNINGS PER SHARE (EPS)</b>	<b>March 31, 2025</b>	<b>March 31, 2024</b>
i) Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (Rs Lakhs)	(2.10)	(0.10)
ii) Weighted Average number of equity shares used as denominator for calculating EPS	2,21,23,730	2,21,23,730
iii) Face Value per Equity Share (Rs)	10.00	10.00
iv) Basic and Diluted Earnings per share	(0.01)	(0.00)

**NOTE 20**

<b>CONTINGENT LIABILITIES</b>	<b>March 31, 2025</b>	<b>March 31, 2024</b>
i. Guarantees given by Company's Bankers on behalf of the Company.	-	
ii. Claims against the Company not acknowledged as debts:	-	
iii. Corporate Guarantees given by Company	-	

**NOTE 21 RELATED PARTY DISCLOSURE AS PER Ind AS 24**

**(I) List of Related parties**

**a.Key Managerial Personnel**

**Name**

**Designation**

Sunil Agarwal

Director cum Chief Executive Officer

S.K. Pattanaik

Director cum C. F. O.

**b.Enterprises in which Key Management personnel has significant influence**

Shivam Condev Private Limited  
ARSS Cements Limited  
ARSS Steel & Power Limited  
ARSS Holdings Limited  
Anil Contractors Private Limited  
ARSS ETOE Rail Private  
Sidhant Financials Services Limited  
Faster Infracon Private Limited  
Holy Vanijya Private Limited  
Balabhadra Developers Private  
Balabhadra Crusher Private Limited  
North West Sales and Marketing Limited  
Gypsum Commerce India Private Limited

**c.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



Notes to the Financial Statements as at and for the year ended March 31, 2025

(II) Balances and Transactions with Related part

a. Transactions during the year Net Transaction During the Period

Name	Particulars	2024-25	2023-24

b. Outstanding balances as at Balance sheet date

		2024-25		2023-24	
Name	Particulars	Transaction	Outstanding	Transaction	Outstanding
Anil Contractors Pvt Ltd	Loan Received	-	64.25	-	64.25
Arss Infrastructure Projects Ltd	Loan Received	-	4,418.20	-	4,418.20
Sunil Agarwal	Loan Received	3.89	3.89	-	-

NOTE 22 Micro, Small and Medium Enterprises (MSME) Dues Disclosure

The Company has not received any intimation regarding their status under micro, small and medium enterprises Development Act 2006 and hence disclosure if any relating to amount unpaid as at the year end together with interest paid/payable as required under the said Act have not been given. As per the information available to us, there are no micro, small and medium enterprises to whom the Company owes dues which are outstanding for a period of more than 45 days as at the balance sheet date..

NOTE 23

The Contract for " Strengthening, Widening, Maintaining and operating of Damoh-Bhatiagarh-Baxwaha- Hirapur Road on BOT Basis" with Madhya Pradesh Road Development Corporation Limited (MPRDCL) has been terminated by the contractee on 20.05.2013. The Company has disputed the above termination and a claim has been raised on MPRDCL for Rs. 2,80487 Lakhs .

NOTE 24

The Holding Company M/s ARSS Infrastructure Projects Ltd is under CIRP 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. The Financial Results of the holding company is prepared on going concern basis.

NOTE 25

The Central Bureau of Investigation(CBI) has filed a case against the company on the basis of complained filed by Central Bank of India dated 09.04.2018, The CBI case matter is subjudice. However, the outstanding loan of Central Bank of India has been settled under OTS scheme in the financial year 2019-2020. Accordingly, The charge of Central Bank of India has been satisfied by bank on 11/06/2020. The Company is unable to ascertain the impact of this pending litigation on its financial statement.





Notes to the Financial Statements as at and for the year ended March 31, 2025

NOTE 26 Ratio Analysis

Sl No	Name of the Ratio	Units	Methodology	2024-25	2023-24	Variance
1	Net Worth		(Paid up Equity Capital + Reserves and Surplus)	2,206.66	2,208.76	-0.10
2	Debt Equity Ratio	Times	Total debt / (Paid up Equity Capital + Reserves and Surplus)	2.03	2.03	-
3	Debt Service Coverage Ratio	Times	EBIT / Interest Expense + Principal Repayments made during the period for long term loans	-	-	-
4	Current Ratio	Times	Current Assets/ Current Liabilities	0.00	0.00	-
5	Long Term Debt to Working Capital	Times	Long Term Debts/Net Working Capital	-	-	-
6	Current Liability Ratio	Times	Current Liabilities/ Total Liabilities	1.00	0.67	49.13
7	Total Debts to Total Assets	Times	Total Outstanding Debts/Total Assets	0.67	0.67	-
8	Debtors Turnover	Times	Revenue from operations/ Trade Receivables	-	-	-
9	Return on Equity Ratio	Percentage	Net Profit/ Average Shareholders equity	-	-	-
10	Inventory Turnover	Times	Cost of Goods Sold/ Inventories	-	-	-
11	Trade Payable Turnover Ratio	Times	Net Credit Purchases/Average Accounts Payable	-	-	-
12	Net Capital Turnover Ratio		Total Sales/Shareholders Equity	-	-	-
13	Return on Capital Employed	Percentage	Earning before Interest and Tax/Capital Employed	-	-	-
14	Return of Investment	Percentage	Net Profit/Cost of Investment	-	-	-
15	Operating Margin (%)	Percentage	Profit before Depreciation, Tax & Exceptional item /Revenue from Operation	-	-	-
16	Net Profit Margin (%)	Percentage	Net Profit/ Revenue from operation	-	-	-

**Reasons for Variation more than 25%**

- a. Current Liability Ratio increased due to increased in unsecured loan from Director.

NOTE 27

Figures for the previous year have been re-arranged and re-grouped wherever necessary.

As per our report of even date attached.

For MARS & Associates  
Chartered Accountants  
FRN : 010484N

(CA. Vipul Kumar Gupta)  
(Partner)  
M.No.- 522310



For and on behalf of the Board

Sunil Kumar Agarwal  
Director  
DIN: 00218323

Prateek Gupta  
Prateek Gupta  
Company Secretary  
ACS-58777

S.K. Pattanaik  
Director  
DIN: 00009924

Date : 26th May, 2025  
Bhubaneswar