

SA & CO.

CHARTERED ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT

To
the Members of
Dewas Waterprojects works Private Limited
(Formerly known as Anjar Water Solutions Private Limited)

Opinion

We have audited the accompanying standalone financial statements of **Dewas Waterprojects works Private Limited (Formerly known as Anjar Water Solutions Private Limited)** ("the Company"), which comprise the balance sheet as at March 31, 2024, 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 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, 2024 and its profit, 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.



Information other than the standalone financial statements and auditors' 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, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (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 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 is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



Report on Other Legal and Regulatory Requirements

1. 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 subject to the matters specified in key audit matters and other matters.
 - e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of internal financial controls with reference to Standalone Financial Statements of the company and the operative effectiveness of such controls, refer to our separate report in "Annexure A". Our report express an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to the standalone Financial Statements.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act, as amended, in our opinion and to the best of our 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.
 - h) 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 does not have any pending litigations which would effect its financial position.
 - ii. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts as on 31st March 2024, which were 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 it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other



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

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that 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.

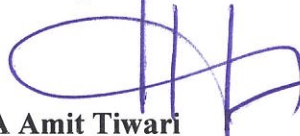
v. The company has not declared or paid any dividend during the year and has not proposed final dividend for the year.

vi. Based on our examination, which include test checks, the company has used accounting software for maintain its books of accounts for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. The audit trail has been preserved by the company as per the statutory requirements for record retention.

2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we have given "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For SA & CO.

Chartered Accountants
Firm Regn No. 014183C



CA Amit Tiwari
Partner

Membership No. 408604

UDIN: 24408603BKCATU5258

Date: 16/05/2024

Place: Mumbai



Annexure 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of the company 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 with reference to standalone Financial Statements of the Company as of March 31, 2024 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 with reference to the 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 the 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 the 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 the 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 system with reference to the standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the standalone Financial Statements included obtaining an understanding of internal financial controls with reference to the 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 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 with reference to the standalone



Financial Statements.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

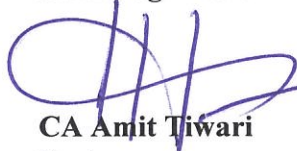
Opinion

In our opinion, to the best of our information and to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to the standalone Financial Statements and such internal financial controls with reference to the standalone Financial Statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to the 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 SA & CO.

Chartered Accountants

Firm Regn No. 014183C



CA Amit Tiwari
Partner

Membership No. 408604

UDIN: 24408603 BKCATU5258

Date : 16/05/2024

Place: Mumbai



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of the company 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: We report that:

- (i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company is maintaining proper records showing full particulars, including quantitative details and situation of intangible assets.
- (b) As explained to us, the Company has a regular programme of physical verification of its property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In accordance with the programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in the favour of company) and hence the reporting under clause (i)(c) of the companies (Auditor's Report) order, 2020 ("the order") is not applicable
- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.
- (b) The company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or 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 respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

(v) The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013. hence reporting under clause (v) (of the Order is not applicable.

(vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.

(vii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.

According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute except following: (if applicable) :

(viii) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year, there is no default has been noticed in the payment of this facility.

(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;

(c) The company has not taken any loan during the year and there was no utilized the money obtained by way of term loans at the beginning of the year during the year hence reporting under clause (ix)(c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilized for long term purposes.

(e) In our opinion and according to the information and explanations given by the management, 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) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) The company has not issued any securities (including debt instrument) during to the year hence reporting under clause (x)(a) of the Order is not applicable.



(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xi) (a) According to the information and explanations given by the management, no fraud by the company or any fraud on the company 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 by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

(c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company.

(xii) The company is not a Nidhi Company. Hence, clause (xii) is not applicable on the company.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.

(xiv) In our opinion and according to the information and explanation given to us, the requirement of having an internal audit system is not applicable to the company as paid up capital, turnover, outstanding loan/borrowing from bank and financial institution or outstanding deposits does not exceed the defined threshold limit as per the clause of the act in the immediately preceding year. Accordingly reporting under paragraph 3(iv) (a) and (b) of the Order is not applicable to the company.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) According to the information and explanations provided to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi)(a) of the Order is not applicable.

(b) According to the information and explanations provided to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi)(b) of the Order is not applicable.

(c) According to the information and explanations provided to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting under clause 3(xvi)(c) of the Order is not applicable.

(d) As represented by Management, the Company has three Core Investment Companies (CIC) within the group of the Company (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) which are exempt from registration with Reserve Bank of India. We have not, however, separately evaluated whether the information provided by the management is accurate and complete.

(xvii) The company has not incurred cash losses during the financial year covered by our audit and



immediately preceding financial year.

(xviii) Previous auditor has been resigned during the year. The previous auditors of the company i.e. MGB Co. & LLP had resigned w.e.f. September 18, 2023. Since the previous auditor completed its tenure of 5 years.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the 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) Based on our examination, the provision of section 135 of the Companies Act, 2013 is not applicable on the company. Hence reporting under clause 3(xx) is not applicable to the company.

(xxi) The company is not required to prepare consolidated financial statement hence reporting under clause 3(xxi) is not applicable to the company.

For SA & CO.

Chartered Accountants

Firm Regn No. 014183C



CA Amit Tiwari

Partner

Membership No. 408604

UDIN: 24408603BKCATU5258

Date : 16/05/2024

Place: Mumbai



Balance Sheet as at 31 March 2024

	Notes	As at 31 March 2024	As at 31 March 2023
(₹ in lakhs)			
ASSETS			
1. Non-current assets			
(a) Property, plant and equipment	4	0.40	0.34
(b) Intangible assets	5	9,706.34	10,442.87
(c) Financial assets			
Other financial assets	6	114.84	113.58
(d) Non-current tax assets	7	0.65	0.70
Total non-current assets		9,822.23	10,557.49
2. Current assets			
(a) Inventories	8	-	12.18
(b) Financial assets			
(i) Trade receivables	9	103.87	108.98
(ii) Cash and cash equivalents	10	13.68	28.33
(c) Other current assets	11	2.03	5.58
Total current assets		119.58	155.07
Total assets		9,941.81	10,712.56
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	12 a	1.00	1.00
(b) Instruments entirely equity in nature	12 b	3,872.00	3,872.00
(c) Other equity	12 c	(3,345.67)	(2,855.16)
Total equity		527.33	1,017.84
LIABILITIES			
1. Non-current liabilities			
(a) Financial liabilities			
Borrowings	13	3,652.50	4,007.51
(b) Provisions	14	37.33	31.14
(c) Deferred tax liabilities (net)	15	0.90	4.47
Total non-current liabilities		3,690.73	4,043.12
2. Current liabilities			
(a) Financial liabilities			
(i) Borrowings	16	5,635.14	5,570.51
(ii) Trade payables	17	-	-
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		38.43	40.33
(iii) Other financial liabilities	18	42.75	33.11
(b) Provisions	19	4.87	5.14
(c) Other current liabilities	20	2.56	2.51
Total current liabilities		5,723.75	5,651.60
Total equity and liabilities		9,941.81	10,712.56

Notes forming part of the financial statements

1 to 45

As per our report of even date

For S A & CO.

Chartered Accountants

Firm Registration Number: 014183C

Amit Tiwari

Partner

Membership Number: 408604

Place: Mumbai

Date : 16 May 2024

For and on behalf of the Board of Directors

Dewas Waterprojects Works Private Limited

Yogen Babulal Lal

Director

DIN : 01828376

Place: Mumbai

Date : 16 May 2024

Jayanti Venkataraman

Director

DIN : 01930389

Place: Mumbai

Date : 16 May 2024

Statement of Profit and Loss for the year ended 31 March 2024

(₹ in lakhs)

	Notes	Year ended 31 March 2024	Year ended 31 March 2023
Income			
Revenue from operations	21	1,237.38	1,248.08
Other income	22	1.05	0.65
Total income		1,238.43	1,248.73
Expenses			
Employee benefit expenses	23	150.68	131.82
Finance costs	24	383.38	244.74
Depreciation and amortisation expense	25	736.79	734.57
Other expenses	26	461.13	449.44
Total expenses		1,731.98	1,560.57
(Loss) before tax		(493.55)	(311.84)
Tax expense	27		
- Current tax		-	-
- Deferred tax charge /(benefit)		(3.54)	(1.10)
Total tax expense		(3.54)	(1.10)
(Loss) for the year		(490.01)	(310.74)
Other comprehensive income for the year			
Items that will not be reclassified to statement of profit or loss			
- Remeasurement gains/(losses) on defined benefit plan		(0.67)	3.01
- Income tax effect on above		0.17	(0.76)
Other comprehensive income for the year		(0.50)	2.25
Total comprehensive income/ (loss) for the year		(490.51)	(308.49)
Earnings per equity share of Rs. 10 each fully paid-up	32		
Basic EPS (in Rs)		(4,900)	(3,107)
Diluted EPS (in Rs)		(4,900)	(3,107)

Notes forming part of the financial statements

1 to 45

As per our report of even date

For S A & CO.

Chartered Accountants

Firm Registration Number: 014183C

Amit Tiwari

Partner

Membership Number: 408604

Place: Mumbai

Date : 16 May 2024

For and on behalf of the Board of Directors

Dewas Waterprojects Works Private Limited

Yogen Babulal Lal

Director

DIN : 01828376

Place: Mumbai

Date : 16 May 2024

Jayanti Venkataraman

Director

DIN : 01930389

Place: Mumbai

Date : 16 May 2024



Notes forming part of the financial statements

Statement of changes in equity for the period ended 31 March 2024

A Equity share capital		(₹ in lakhs)
Balance as at 31 March 2022		1.00
Changes in equity share capital during the year		-
Balance as at 31 March 2023		1.00
Changes in equity share capital during the year		-
Balance as at 31 March 2024		1.00

B. Instruments entirely equity in nature		(₹ in lakhs)
Balance as at 31 March 2022		3,872.00
Changes during the year		-
Balance as at 31 March 2023		3,872.00
Changes during the year		-
Balance as at 31 March 2024		3,872.00

C. Other equity			(₹ in lakhs)
	Retained earnings	Total Other Equity	
Balance as at 1 April 2022	(2,546.67)	(2,546.67)	
Loss for the year	(310.74)	(310.74)	
Other comprehensive income / (loss)	2.25	2.25	
Total comprehensive income/ (loss) for the year	(308.49)	(308.49)	
Balance as at 31 March 2023	(2,855.16)	(2,855.16)	
Loss for the year	(490.01)	(490.01)	
Other comprehensive income / (loss)	(0.50)	(0.50)	
Total comprehensive income/ (loss) for the year	(490.51)	(490.51)	
Balance as at 31 March 2024	(3,345.67)	(3,345.67)	

Nature and purpose of reserves :-

Retained earnings

Retained earnings represent the accumulated earnings net of losses, if any, made by the Company.

Notes forming part of the financial statements

1 to 45

As per our report of even date

For S A & CO.

Chartered Accountants

Firm Registration Number: 014183C

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Membership Number: 408604

Place: Mumbai

Date : 16 May 2024

For and on behalf of the Board of Directors

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Statement of Cash Flows for the year ended 31 March 2024

(₹ in lakhs)

	Year ended 31 March 2024	Year ended 31 March 2023
Cash flow from operating activities		
Net loss before tax	(493.55)	(311.84)
Adjustments for		
Provision for employee benefit expenses	5.25	3.98
Depreciation on property, plant and equipment	0.26	0.05
Amortisation of Intangible assets	736.53	734.52
Interest income on Income tax refunds	-	0.02
Finance costs	383.38	244.73
Interest income	(1.05)	(0.63)
Operating loss before working capital changes	630.82	670.83
Adjustments for		
(Increase) / decrease in trade and other receivables	7.40	(17.81)
(Increase) / decrease in inventories	12.18	(4.87)
Increase / (decrease) in trade and other payables	7.79	(3.65)
Cash generated/ (used) from/ in operations	658.19	644.49
Direct tax paid (net)	0.05	0.08
Net cash flow from/ (used in) operating activities (A)	658.24	644.57
Cash flows from investing activities		
Purchase of property, plant and equipment	(0.32)	(0.34)
Interest income received	1.05	0.90
Net cash flow from/ (used in) investing activities (B)	0.73	0.56
Cash flows from financing activities		
Repayment of long term borrowings	(332.51)	(270.00)
Proceeds from short term borrowings to related parties	235.99	316.25
Repayment of short term borrowings to related parties	(193.72)	(426.19)
Finance costs paid	(383.38)	(244.78)
Net cash flow from/ (used in) in financing activities (C)	(673.62)	(624.71)
Net increase/(decrease) in cash and cash equivalents (A+B +C)	(14.65)	20.42
Cash and cash equivalents at the beginning of the year	28.33	7.91
Cash and cash equivalents at the end of the year	13.68	28.33

Notes :

1. Break up of cash and cash equivalents are as follows :-

Cash on hand	0.29	0.04
Balances with banks in :-		
Current accounts	13.39	28.29
Total cash and cash equivalents	13.68	28.33

2 As required by Ind AS 7 "Statement of Cash Flows", a reconciliation between opening and closing balances in the balance sheet for liabilities arising from financing activities is given in note 40.



Dewas Waterprojects Works Private Limited
(Formerly known as Anjar Water Solutions Private Limited)
CIN: U74110DL2010PTC336664

Statement of Cash Flows for the year ended 31 March 2024

3. Previous period figures are regrouped/ reclassified wherever considered necessary.

Notes forming part of the financial statements

1 to 45

As per our report of even date attached.

For S A & CO.

Chartered Accountants

Firm Registration Number: 014183C

Amit Tiwari

Partner

Membership Number: 408604



Place: Mumbai

Date : 16 May 2024

For and on behalf of the Board of Directors

Dewas Waterprojects Works Private Limited

Yogen Babulal Lal

Director

DIN : 01828376

Place: Mumbai

Date : 16 May 2024

Jayanti V.

Jayanti Venkataraman

Director

DIN : 01930389

Place: Mumbai

Date : 16 May 2024



Notes forming part of the financial statements

1. Corporate information

Dewas Waterprojects Works Private Limited ('DWWPL' or 'the Company') is a subsidiary company of Welspun Enterprises Limited. The company is engaged into Project envisaging planning, design, engineering, financing, procurement, construction, restructuring, establishment of systems, operation and maintenance of water supply scheme of Dewas Industrial Area in Madhya Pradesh under Public Private Partnership (PPP) mode under Swiss Challenge Guidelines.

The financial statements of the Company are prepared for the year ended 1 April 2023 to 31 March 2024 and authorised for issue by the Board of Directors at their meeting held on 16 May 2024.

2 Basis of preparation of financial statements

The financial statements have been prepared to comply in all material respects with the Indian Accounting Standards (Ind AS) notified under Section 133 of Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act and rules framed thereunder.

The financial statements have been prepared under the historical cost convention and on accrual basis, except for certain financial assets and liabilities which have been measured at fair value.

The financial statements are presented in Indian Rupees ('INR') with values rounded off to the nearest lakhs, except otherwise stated.

3 (A) Material accounting policies

i) Current versus non-current classification

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

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

All other assets are classified as non-current.

A liability is classified as current when:

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

The Company classifies all other liabilities as non-current.

The company has identified 12 months as its operating cycle.

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

ii) Property, plant and equipment

Property, plant and equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria is met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. The carrying amount of the replaced part accounted for as a separate asset previously is derecognized. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the statement of profit and loss when incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision is met.

Depreciation on property, plant and equipment is provided on written down value basis as per the rate derived on the basis of useful life and method prescribed under Schedule – II of the Companies Act, 2013.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each reporting date and adjusted prospectively, if appropriate.



Notes forming part of the financial statements

iii) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

The amortisation expense on intangible assets ('Water Supply Rights') is recognised in the statement of profit and loss on straight line method ('SLM') basis starting from the date when the right to operate starts to be used till the end of duration of the concession.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

iv) Valuation of Inventories

Consumables (chemicals) are valued at lower of cost and net realizable value. Cost is determined on FIFO basis.

v) Impairment of non-financial assets

The carrying amounts of other non-financial assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying amount exceeds its recoverable value. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value using a pre-tax discount rate that reflects current market assessment of the time value of money and risks specific to the assets. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The impairment loss recognized in prior accounting periods is reversed by crediting to the statement of profit and loss if there has been a change in the estimate of recoverable amount.

vi) Revenue recognition

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

The disclosures of significant accounting judgments, estimates and assumptions relating to revenue from contracts with customers are provided in Note 3(B).

a) Services revenue

Revenue from supply of water are accounted as and when the right to receive the same arises and it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably.

b) Variable consideration

It is common for contracts to include performance bonuses or penalties assessed against the timeliness or cost effectiveness of work completed or other performance related KPIs. Where consideration in respect of a contract is variable, the expected value of revenue is only recognised when the uncertainty associated with the variable consideration is subsequently resolved, known as "constraint" requirements. The Company assesses the constraint requirements on a periodic basis when estimating the variable consideration to be included in the transaction price. The estimate is based on all available information including historic performance. Where modifications in design or contract requirements are entered into, the transaction price is updated to reflect these. Where the price of the modification has not been confirmed, an estimate is made of the amount of revenue to recognise whilst also considering the constraint requirement.

c) Interest income

Interest income for all debt instruments, measured at amortised cost or fair value through other comprehensive income, is recognised using the effective interest rate ('EIR') method and shown under interest income in the statement of profit and loss. Interest income on interest bearing financial assets classified as fair value through profit and loss is shown as interest income under other income.



Notes forming part of the financial statements

d) Trade receivables

A trade receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Revenue earned from construction activities, but yet to be billed to customers, is initially recognised as contract assets and reclassified to trade receivables when the right to consideration becomes unconditional. We refer to the accounting policies on financial assets in this note for more information.

e) Cost to obtain a contract

The Company incurs costs to obtain the contracts such as bidding costs, feasibility study. The Company has charged these costs to statement of profit and loss as the Company does not expect to recover these costs.

f) Financing components

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer represents a financing component. As a consequence, the Company does not adjust any of the transaction prices for the time value of money. However incase financing element is present then the Company would split the transaction price between the consideration for services rendered and time value of money ('financing component').

g) Loss making contracts

A provision is made for the difference between the expected cost of fulfilling a contract and the expected unearned portion of the transaction price where the forecast costs are greater than the forecast revenue.

vii) Taxes on income

a) Current tax

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 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

b) Deferred tax

Deferred 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 recognised if they arise from the initial recognition of goodwill. Deferred 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 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 tax asset is realised or the deferred tax liability is settled.

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.

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.

Current and deferred tax is recognised in the statement of profit and 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.

viii) Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency. Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate. Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Company's monetary items at the closing rate are recognised as income or expenses in the period in which they arise. Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction.



Notes forming part of the financial statements

ix) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and other short term highly liquid investments with an original maturity of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

x) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares except when the results would be anti-dilutive.

xi) Provisions, contingent liabilities and contingent assets

a) Provisions

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risk specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed.

b) Contingent liabilities and contingent assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events beyond the control of the Company or a present obligation which is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. Information on contingent liabilities is disclosed in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits is remote.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognized, but are disclosed in the financial statements.

xii) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial assets

Initial recognition and measurement

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial assets at initial recognition. All financial assets are recognized initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset except for financial assets classified as fair value through profit or loss.

Subsequent measurement

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

- a) Debt instruments measured at amortised cost
- b) Debt instruments measured at fair value through other comprehensive income (FVTOCI)
- c) Debt instruments measured at fair value through profit or loss (FVTPL)
- d) Equity instruments measured at FVTOCI or FVTPL



Notes forming part of the financial statements

Debt instruments

The subsequent measurement of debt instruments depends on their classification. The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

a) Debt instruments measured at amortised cost

Debt instruments that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of profit and loss when the asset is derecognised or impaired. Income from these financial assets is included in interest income using the effective interest rate method.

b) Debt instruments measured at FVTOCI

Debt instruments that are held for collection of contractual cash flows and for selling the financial assets, where the assets cash flows represent solely payment of principal and interest, are measured at FVTOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses and interest income which are recognised in statement of profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in the OCI is reclassified from equity to statement of profit and loss. Income from these financial assets is included in interest income using the effective interest rate method.

c) Debt instruments measured at FVTPL

Debt instruments that do not meet the criteria for amortised cost or FVTOCI are measured at fair value through profit or loss. Debt instruments which are held for trading are classified as FVTPL. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised and presented net in the statement of profit and loss in the period in which it arises. Interest income from these financial assets is included in other income.

d) Equity instruments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as FVTPL. The Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

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

B. Derecognition of financial assets

A financial asset is derecognised only when

- i) The Company has transferred the rights to receive cash flows from the financial asset or
- ii) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

C. Reclassification of financial instruments

The entity determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets, such as equity instruments designated as FVTPL or FVOCI. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets.



Notes forming part of the financial statements

D. Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model to the following:

- i) Financial assets measured at amortised cost
- ii) Financial assets measured at fair value through other comprehensive income (FVTOCI)

Expected credit losses are measured through a loss allowance at an amount equal to

- i) the twelve months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within twelve after the reporting date) or
- ii) full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

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

E. Financial liabilities

a) Initial recognition and measurement

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial liability at initial recognition. All financial liabilities are recognised initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial liability except for financial liabilities classified as fair value through profit or loss.

b) Subsequent measurement

For the purposes of subsequent measurement, financial liabilities are classified in two categories:

- i) Financial liabilities measured at amortised cost
- ii) Financial liabilities measured at FVTPL (fair value through profit or loss)

i) Financial liabilities measured at amortised cost

After initial recognition, financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in the statement of profit and loss.

ii) Financial liabilities measured at fair value through profit or loss (FVTPL)

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Financial liabilities at fair value through profit or loss are carried in the statement of profit and loss at fair value with changes in fair value recognized in the statement of profit and loss.

c) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

xiii) Fair value measurement

The Company measures financial instruments, such as, investment in debt and equity instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the Company.



Notes forming part of the financial statements

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

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

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

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

xiv) Government grants

Government grants (except those existing on transition date) are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

When the Company receives grants of non-monetary assets, the asset and the grant are recorded at fair value amounts and released to the statement of profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset by equal annual installments.

xv) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a Substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

xvi) Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the notes to accounts.

3 (B) Material estimates, judgments and assumptions

The preparation of financial statements requires management to exercise judgment in applying the Company's accounting policies. It also requires the use of estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and the accompanying disclosures including disclosure of contingent liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis, with revisions recognised in the period in which the estimates are revised and in any future periods affected.

a) Revenue from contracts with customers

The Company applied the following judgments that significantly affect the determination of the amount and timing of revenue from contracts with customers:

- i. determination of stage of completion;
- ii. estimation of total contract costs;
- iii. estimation of total contract revenue, including recognising revenue on contract variations and claims only to the extent it is highly probable that a significant reversal in the amount recognised will not occur in the future;
- iv. estimation of project completion date; and
- v. assumed levels of project execution productivity.



Notes forming part of the financial statements

b) Contingencies and commitments

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that have a low probability of crystallizing or are very difficult to quantify reliably, are treated as contingent liabilities. Such liabilities are disclosed in the notes, if any, but are not provided for in the financial statements. There can be no assurance regarding the final outcome of these legal proceedings.

c) Impairment testing

i. Judgment is also required in evaluating the likelihood of collection of customer debt after revenue has been recognised. This evaluation requires estimates to be made, including the level of provision to be made for amounts with uncertain recovery profiles. Provisions are based on historical trends in the percentage of debts which are not recovered, or on more detailed reviews of individually significant balances.

ii. Determining whether the carrying amount of these assets has any indication of impairment also requires judgment. If an indication of impairment is identified, further judgment is required to assess whether the carrying amount can be supported by the net present value of future cash flows forecast to be derived from the asset. This forecast involves cash flow projections and selecting the appropriate discount rate.

d) Taxes

The Company periodically assesses its liabilities and contingencies related to income taxes for all years open to scrutiny based on latest information available. The Company records its best estimates of the tax liability in the current tax provision. The management believes that they have adequately provided for the probable outcome of these matters.

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

e) Fair Value Measurement

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make.

These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date. For details of the key assumptions used and the impact of changes to these assumptions (Refer note 28).

3 (C) Recent pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



Notes forming part of the financial statements

	(₹ in lakhs)
4 Property, plant and equipment	Office equipments
Gross carrying value	
As at 31 March 2022	0.14
Additions	0.33
Disposals	-
Balance as at 31 March 2023	0.47
Additions	0.32
Disposals	-
Balance as at 31 March 2024	0.79
Accumulated depreciation	
As at 31 March 2022	0.08
Charge during the year	0.05
Disposals	-
Balance as at 31 March 2023	0.13
Charge during the year	0.26
Disposals	-
Balance as at 31 March 2024	0.39
Net carrying amount as at 31 March 2024	0.40
Net carrying amount as at 31 March 2023	0.34
5 Intangible asset (Water Supply Rights)	
Gross carrying amount (cost)	(₹ in lakhs)
As at 31 March 2022	13,291.76
Additions	-
Disposals/ written off	-
As at 31 March 2023	13,291.76
Additions	-
Disposals/ written off	-
As at 31 March 2024	13,291.76
Accumulated Amortisation	
As at 31 March 2022	2,114.37
Charge during the year	734.52
As at 31 March 2023	2,848.89
Charge during the year	736.53
Upto 31 March 2024	3,585.42
Net carrying amount as at 31 March 2024	9,706.34
Net carrying amount as at 31 March 2023	10,442.87
Amortisation to be charged in future years are as below	
For year ended Mar 25	734.52
For year ended Mar 26	734.52
For year ended Mar 27	734.52
For year ended Mar 28	736.53
For year ended Mar 29	734.52
Total	3,674.61



Notes forming part of the financial statements

		(₹ in lakhs)	
		As at 31 March 2024	As at 31 March 2023
6 Other financial assets			
(Unsecured considered good unless otherwise stated)			
Security deposits		114.84	113.58
Total		114.84	113.58
7 Non-current tax assets			
Balances with government authorities			
- Direct tax		0.65	0.70
Total		0.65	0.70
8 Inventories			
Raw materials including consumables (chemicals)		-	12.18
Total		-	12.18
9 Trade receivables			
(Unsecured considered good unless otherwise stated)			
Trade receivables		103.87	108.98
Total		103.87	108.98

Ageing schedule for the year ended as on 31 March 2024 and 31 March 2023 are as follows:
As at 31 March 2024

	Outstanding for following periods from due date of payment					Total
	< 6 months	6 months - 1 year	1-2 years	2-3 years	> 3 years	
(i) Undisputed Trade Receivables - considered good	103.87	-	-	-	-	103.87
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Total	103.87	-	-	-	-	103.87



Notes forming part of the financial statements

As at 31 March 2023

	Outstanding for following periods from due date of payment					Total
	< 6 months	6 months - 1 year	1-2 years	2-3 years	> 3 years	
(i) Undisputed Trade Receivables - considered good	107.62	0.01	0.26	1.09	-	108.98
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Total	107.62	0.01	0.26	1.09	-	108.98

10 Cash and cash equivalents

Cash on hand
Balances with banks in current accounts
Total

(₹ in lakhs)	
As at 31 March 2024	As at 31 March 2023
0.29	0.04
13.39	28.29
13.68	28.33

11 Other current assets

Advance against goods and services
Prepaid expenses
Balances with government authorities - Indirect tax
Total

1.15	3.85
0.88	1.37
-	0.36
2.03	5.58



Notes forming part of the financial statements

12 Equity

12 (a) - Equity share capital

Authorised share capital

50,000 (31 March 2023 : 50,000) Equity Shares of Rs.10 each fully paid up

Issued, subscribed and paid up equity share capital

10,000 (31 March 2023 : 10,000) Equity Shares of Rs.10 each fully paid up

Total issued, subscribed and paid up equity share capital

(₹ in lakh)	
As at 31 March 2024	As at 31 March 2023
5.00	5.0
1.00	1.0
1.00	1.0

i) Reconciliation of number of equity shares outstanding at the beginning and end of the reporting Year.

	As at 31 March 2024		As at 31 March 2023	
	Number of equity shares	(₹ in lakhs)	Number of equity shares	(₹ in lakhs)
At the beginning of the Year	10,000	1.00	10,000	1.0
Add : changes during the Year	-	-	-	-
Outstanding at the end of the Year	10,000	1.00	10,000	1.0

ii) Rights, preference and restriction on shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity share is entitled to one vote per share. The dividend, in case proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. The company has not declared any dividend in current year and previous year.

In the event of liquidation of the Company the holder of the equity shares will be entitled to receive remaining assets of the Company after distribution of preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

(iii) Shares held by holding/ ultimate holding companies and / or their subsidiaries/ associates

	As at 31 March 2024		As at 31 March 2023	
	Number of shares	% Holding	Number of shares	% Holding
Welspun Enterprises Limited and its nominees	7,600	76%	7,600	76
Welspun Project (Kim Mandvi Corridor) Private Limited	2,400	24%	2,400	24

(iv) Details of shareholders holding more than 5% shares in the Company

	As at 31 March 2024		As at 31 March 2023	
	Number of shares	% Holding	Number of shares	% Holding
Welspun Enterprises Limited and its nominees	7,600	76%	7,600	76
Welspun Project (Kim Mandvi Corridor) Private Limited	2,400	24%	2,400	24

v) The Company has not issued any bonus shares, shares issued for consideration other than cash and shares bought back during the last five years immediately preceding the reporting date 31 March 2024.

(vi) Details of promoters shareholding

Name of promoters	As at 31 March 2024			As at 31 March 2023		
	Number of shares	% of total shares	% Change during the year	Number of shares	% of total shares	% Change during the year
Welspun Enterprises Limited	7,594	76%	0%	7,594	76%	0%
Welspun Projects (Kim Mandvi Corridor) Private Limited	2,400	24%	0%	2,400	24%	0%
Devendra Patil *	1	0%	0%	1	0%	0%
Pradeep Joshi *	1	0%	0%	1	0%	0%
Shashikant Thorat *	1	0%	0%	1	0%	0%
Saji Padmanabhan *	1	0%	0%	1	0%	0%
ARSS Bus Terminal Private Limited *	1	0%	0%	1	0%	100%
Jayanti Venkataraman *	1	0%	0%	1	0%	100%
Total	10,000	100%		10,000	100%	

* Nominee of Welspun Enterprises Limited



Notes forming part of the financial statements

12(b) - Instruments entirely equity in nature

Equity component of Compulsorily Convertible Debentures of Rs 100 each fully paid

i) Reconciliation of number of debentures outstanding at the beginning and end of the reporting Year.

(₹ in lakh)

	As at 31 March 2024		As at 31 March 2023	
	Number of units	Amount	Number of units	Amount
At the beginning of the Year	3,872,000	3,872	3,872,000	3,872
Add : changes during the Year	-	-	-	-
Outstanding at the end of the Year	3,872,000	3,872	3,872,000	3,872

Terms and conditions

i) Conversion:

- a) Each debentures having face value of Rs 100 each shall be compulsorily convertible into 10 equity shares of Rs 10 each fully paid up at par at any time after 5 years.
- b) Unless converted earlier, the CCDs shall be compulsorily converted into equity shares in the ratio as mention in above clause, at the end of the Concessic Period under the Concession Agreement dated 9 January 2018 or any amendment thereto.

ii) Payment of interest:

The debentures shall not carry any interest.

(ii) Debentures held by holding/ ultimate holding companies and / or their subsidiaries/ associates

	As at 31 March 2024		As at 31 March 2023	
	Number of units	% Holding	Number of units	% Holding
Welspun Enterprises Limited	3,872,000	100%	3,872,000	100

(iii) Details of debentureholder holding more than 5% shares in the Company

	As at 31 March 2024		As at 31 March 2023	
	Number of units	% Holding	Number of units	% Holding
Welspun Enterprises Limited	3,872,000	100%	3,872,000	100

(iv) Details of promoters shareholding

Name of promoters	As at 31 March 2024			As at 31 March 2023		
	Number of units	% of total units	% Change during the year	Number of units	% of total units	% Change durin the year
Welspun Enterprises Limited	3,872,000	100%	0%	3,872,000	100%	0%
Total	3,872,000	100%		3,872,000	100%	

12(c) - Other Equity

Retained earnings

As per last balance sheet

Total comprehensive income / (loss) for the Year

Total

(₹ in lakh)	
As at 31 March 2024	As at 31 March 2023
(2,855.16)	(2,546.6)
(490.51)	(308.4)
(3,345.67)	(2,855.1)



Notes forming part of the financial statements

	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
13 Non- current financial liability - borrowings		
Secured		
Term loans from banks	4,007.50	4,340.01
Less: Current maturities of long term borrowings as disclosed in 'other current	(355.00)	(332.50)
Total	3,652.50	4,007.51
Term loans from banks	3,652.50	4,007.51
Total	3,652.50	4,007.51

Nature of security and terms of repayments for long term borrowings

i) Axis Bank

- a) 100% Fixed Deposit on auto renewal basis with the Axis Bank in the name of parent company, Welspun Enterprises Limited, lien duly noted and to be released in line with repayment of Loan in a way to ensure 100% coverage for Loan outstandings.
b) charge on the project assets as permitted under concession agreement
c) charge on the Escrow A/c
d) Irrevocable and unconditional corporate guarantee of Welspun Enterprises Limited.

Repayment terms : Term loan is repayable in quarterly installments starting from December 2020 and ending in September 2031.

Rate of Interest : FD rate + 100 bps p.a.

	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
14 Long term provisions		
Provision for employee benefits		
- Gratuity	28.76	23.75
- Leave benefits	8.57	7.39
Total	37.33	31.14

15 Deferred tax (assets)/ liabilities (net)

Taxable temporary difference on account of Intangible Assets	11.52	12.98
Taxable temporary difference on account of Employee benefits/ expenses allowable on payment basis	(10.62)	(8.51)
	0.90	4.47

16 Current financial liabilities - borrowings

Unsecured

Borrowings from related party (Refer note 34)		
- loan repayable on demand (Interest-free)	231.14	189.01
- 50,49,000 (31 March 2023: 50,49,000) units of 0% unsecured optionally convertible debentures of Rs 100 each fully paid up (Refer note A below)	5,049.00	5,049.00

Secured

Current maturities of long-term borrowings (Refer note 13)	355.00	332.50
Total	5,635.14	5,570.51

A) Terms of optionally convertible debentures

i) Redemption/ Conversion:

Each debenture shall be convertible, at the option of the holder or the Company into 10 equity shares of Rs 10 each of the Company at any time after the expiry of 5 years and such conversion option shall be available till the expiry of the Tenure (10 years from date of allotment) unless redeemed earlier. Besides, the Debenture holder as well as the Company has the right to seek redemption or do redemption, as the case may be, any time after the allotment of debentures. If the debentures are not converted into equity or redeemed until the expiry of the tenure, the debentures shall be redeemed at the expiry of the tenure.

ii) Payment of interest:

The debentures shall not carry any interest.



Notes forming part of the financial statements

17 Trade payables

Total outstanding dues of micro enterprises and small enterprises
Total outstanding dues of creditors other than micro enterprises and small enterprises
Total

(₹ in lakhs)	
As at 31 March 2024	As at 31 March 2023
-	-
38.43	40.33
38.43	40.33

Ageing schedule for the year ended as on 31 March 2024

	Not Due	Outstanding for following periods from due date of payment				TOTAL
		< 1 year	1-2 years	2-3 years	> 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (including accrued liabilities)	7.25	31.18	-	-	-	38.43
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total	7.25	31.18	-	-	-	38.43

Ageing schedule for the year ended as on 31 March 2023 :

	Not Due	Outstanding for following periods from due date of payment				TOTAL
		< 1 year	1-2 years	2-3 years	> 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (including accrued liabilities)	28.38	11.81	-	-	0.14	40.33
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total	28.38	11.81	-	-	0.14	40.33

18 Current financial liabilities - others

Payable to employees
Deposits payable
Total

(₹ in lakhs)	
As at 31 March 2024	As at 31 March 2023
2.35	1.93
40.40	31.18
42.75	33.11

19 Short term provisions

Provision for employee benefits
- Gratuity
- Leave benefits
Total

3.94	4.20
0.93	0.94
4.87	5.14

20 Other current liabilities

Statutory dues payable
Total

2.56	2.51
2.56	2.51



Notes forming part of the financial statements

	(₹ in lakhs)	
	Year ended 31 March 2024	Year ended 31 March 2023
21 Revenue from operations		
Water supply charges	1,233.69	1,244.94
Revenue from other material sale	3.69	3.14
Total	1,237.38	1,248.08
22 Other Income		
Interest income - others	1.05	0.63
Interest income on Income tax refund	-	0.02
Total	1.05	0.65
23 Employee benefits expense		
Salaries and allowances	130.13	115.66
Contribution to provident and other funds	12.98	8.48
Staff welfare expenses	7.57	7.68
Total	150.68	131.82
24 Finance costs		
Interest expenses on financial liabilities at amortised cost		
- Term loans	369.24	236.68
Net interest on net defined benefit liability	2.73	2.58
Bank charges and other finance costs	11.41	5.48
Total	383.38	244.74
25 Depreciation and amortisation		
Depreciation on property, plant and equipment	0.26	0.05
Amortisation of Intangible assets	736.53	734.52
Total	736.79	734.57
26 Other expenses		
Water charges	214.14	215.19
Power and fuel	91.08	88.49
Consumption	44.32	39.22
Legal and professional fees	24.97	24.92
Security charges	21.46	18.87
Project monitoring fees	14.54	14.69
Repairs and maintenance :-		
- Plant and machinery	0.67	0.77
- Others	16.86	21.43
Rates and taxes	7.00	3.99
Insurance charges	6.70	4.51
Hire charges	5.44	5.41
Site expenses	2.62	2.39
Communication expenses	1.81	1.84
Bad-Debts W/ Off	1.35	-
Payment to Auditor :-		
- Audit fees	1.25	4.96
- Other matters	-	-
Travelling and conveyance expenses	0.09	0.30
Recruitment Expenses	0.02	-
Business promotion	1.12	-
Director sitting fees	-	0.45
Printing and stationary	0.84	0.51
Charity and Donation	-	1.00
Miscellaneous expenses	4.85	0.50
Total	461.13	449.44



Notes forming part of the financial statements

27 Income tax

(i) Tax expense recognised in the statement of profit and loss

(₹ in lakhs)

	Year ended 31 March 2024	Year ended 31 March 2023
Current tax		
Current tax on taxable income for the year	-	-
Deferred tax		
Relating to origination and reversal of temporary differences	(3.54)	(1.10)
Income tax expense reported in the statement of profit and loss	(3.54)	(1.10)

(ii) (a) Deferred tax related to items recognized in other comprehensive income (OCI) during the year

	Year ended 31 March 2024	Year ended 31 March 2023
Deferred tax/ (liabilities) on remeasurement (gains)/losses on defined benefit plan	0.17	(0.76)
Deferred tax charged to other comprehensive income	0.17	(0.76)

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

(₹ in lakhs)

	Year ended 31 March 2024	Year ended 31 March 2023
Accounting profit/ (loss) before tax	(493.55)	(311.84)
At India's statutory income tax rate @ 25.168%	(124.22)	(78.48)
Tax effect of amount which are not taxable in calculating taxable income :		
Tax losses and other adjustments for which no deferred tax is recognised	120.51	78.14
Income tax expenses reported in the statement of profit and loss	(3.71)	(0.34)

(c) Deferred tax relates to the following:

(₹ in lakhs)

	Balance Sheet		Recognized in the statement of profit and loss		Recognized in OCI	
	As at 31 March 2024	As at 31 March 2023	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2024	Year ended 31 March 2023
a) Taxable temporary differences						
Intangible Assets	11.52	12.98	(1.46)	(0.93)	-	-
Total (a)	11.52	12.98	(1.46)	(0.93)	-	-
b) Deductible temporary						
Employee benefits/ expenses allowable on payment basis	(10.62)	(8.51)	(2.08)	(0.17)	(0.17)	0.76
Total (b)	(10.62)	(8.51)	(2.08)	(0.17)	(0.17)	0.76
Net deferred tax (assets)/liabilities (a)-(b)	0.90	4.47				
Deferred tax charge/(credit) (a)+(b)			(3.54)	(1.10)	(0.17)	0.76

- (iii) The Company has brought forward business losses of Rs. 2,556.10 Lakhs (31 March 2023 Rs. 2,086.00 Lakhs) that are available for offsetting future taxable business losses. Deferred tax assets of Rs. 643.29 Lakhs (31 March 2023 Rs. 525.00 Lakhs) have not been recognized in respect of these losses in view of uncertainty of future taxable business profits.



Notes forming part of the financial statements

28 Fair value

- a) On comparison by class of the carrying amounts and fair value of the Company's financial instruments, the carrying amounts of the financial instruments reasonably approximates fair value.

Financial instruments by category

	As at 31 March 2024		As at 31 March 2023	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial assets				
Non - current assets				
Other financial assets	-	114.84	-	113.58
Current assets				
Trade receivables	-	103.99	-	108.98
Cash and cash equivalents	-	13.68	-	28.33
Total financial assets	-	232.51	-	250.89
Financial liabilities				
Non-current liabilities				
Borrowings	-	3,652.50	-	4,007.51
Current liabilities				
Borrowings	-	5,635.14	-	5,570.51
Trade payables	-	38.43	-	40.33
Other financial liabilities	-	42.75	-	33.11
Total financial liabilities	-	9,369.32	-	9,651.46

- b) The carrying amounts of cash and cash equivalents, other bank balances, other financial assets, non current, current borrowings, trade payables and other financial liabilities that are measured at amortised cost are considered to be approximately equal to the fair value due to short-term maturities of these financial assets/ liabilities.



Notes forming part of the financial statements

29 Ratio Analysis and its elements

Ratios	Numerator	Denominator	Measure (In times/ percentage)	Year ended 31 March 2024	Year ended 31 March 2023	% variance	Reason for variance
(a) Current Ratio (in times)	Current assets	Current liabilities	Times	0.02	0.03	(23.86%)	
(b) Debt-equity ratio	Total debt [Non-current borrowings + Current borrowings]	Total Equity	Times	17.61	9.41	87.17%	On account of decrease in equity for loss incurred
(c) Debt service coverage ratio	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.	Debt service = Interest & Lease Payments + Principal Repayments	Times	0.88	1.30	(32.51%)	On account of increase in debt obligation
(d) Return on equity ratio	Profit after tax \$	Average of total equity	Percentage	(63.49%)	(26.32%)	141.23%	On account of decrease in equity for loss incurred
(e) Inventory turnover ratio	Costs of materials consumed	Average inventories	Times	7.28	4.03	80.76%	On account of decrease in closing stock
(f) Trade receivables turnover ratio	Revenue from operations	Average trade receivables	Times	11.63	12.27	(5.25%)	
(g) Trade payables turnover ratio	Subcontracting costs + other expenses	Average trade payables	Times	10.58	9.65	9.70%	
(h) Net capital turnover ratio	Revenue from operations	Average Working capital [Current assets - Current liabilities]	Times	(0.22)	(0.23)	(0.98%)	
(i) Net profit ratio	Profit after tax \$	Revenue from operations	Percentage	(39.64%)	(24.72%)	60.38%	On account of increase in losses
(j) Return on capital employed	Earnings before depreciation and amortisation, interest and tax [Earnings = Profit after tax + Tax expense + Depreciation and amortisation expense + Finance costs (excluding interest on lease liabilities)]	Capital employed [Total assets - Current liabilities + Current borrowings]	Percentage	6.60%	6.48%	1.79%	
(k) Return on investment	NA	NA	NA	NA	NA	NA	-

\$ Total comprehensive



Notes forming part of the financial statements

30 Financial risk management

The Company's principal financial liabilities mainly comprise borrowings and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets includes loans, trade receivables, other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's management oversees the management of these risks.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk.

Interest rate risk

This refers to risk to Company's cash flow and profits on account of movement in market interest rates. For the Company the interest risk arises mainly from interest bearing borrowings which are at floating interest rates. To mitigate interest rate risk, the Company closely monitors market interest.

(i) Interest rate risk exposure

	As at 31 March 2024	As at 31 March 2023
Variable rate borrowings	4,007.50	4,340.00

(₹ in lakhs)

(ii) Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact of change in interest rate of borrowings, as follows:

Effect on Profit before tax	As at 31 March 2024	As at 31 March 2023
Interest rates : Increase by 50 basis points	(20.04)	(21.70)
Interest rates : Decrease by 50 basis points	20.04	21.70

(₹ in lakhs)

B. Credit risk

Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy.

The Company's maximum exposure to credit risk for the components of the balance sheet is the carrying amounts.

The carrying amount of following financial assets represents the maximum credit exposure:

	As at 31 March 2024	As at 31 March 2023
Trade receivables		
Up to 3 months	-	-
3 to 6 months	-	107.62
More than 6 months	-	1.36
Total	103.87	108.98

(₹ in lakhs)

The Company reviews its outstanding position of financial assets on monthly basis and takes necessary action to mitigate the risk.

C. Liquidity risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that the funds are available for use as per the requirements.



Notes forming part of the financial statements

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments as at 31 March 2024.

(₹ in lakhs)			
As at 31 March 2024	Long term borrowings	Short term borrowings	Trade payables and other financial liability
Less than 1 year	355.00	5,280.14	81.18
Between 1 to 5 years	2,188.00	-	-
Beyond 5 years	1,464.50	-	-
Total	4,007.50	5,280.14	81.18

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments as at 31 March 2023.

(₹ in lakhs)			
As at 31 March 2023	Long term borrowings	Short term borrowings	Trade payables and other financial liability
Less than 1 year	332.50	5,238.01	73.47
Between 1 to 5 years	1,883.00	-	-
Beyond 5 years	2,124.50	-	-
Total	4,340.00	5,238.01	73.47

31 Capital Management

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

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants, if any. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, other payables, less cash and cash equivalents.

(₹ in lakhs)			
		As at 31 March 2024	As at 31 March 2023
Net Debt	A	9,357.70	9,625.64
Total Capital	B	527.33	1,017.84
Capital and net debt	C=A+B	9,885.03	10,643.48
Capital Gearing Ratio	A/C	95%	90%

32 Earnings per share (EPS)

	Year ended 31 March 2024	Year ended 31 March 2023
Net loss after tax available for equity shareholders (Rupees in lakhs)	(490.01)	(310.74)
Weighted average number of equity shares of Rs. 10 each outstanding during the period used for calculating basic EPS (Number of shares)	10,000	10,000
Add : Effect of dilutions :-		
Compulsorily Convertible Debentures (number of shares)	38,720,000	38,720,000
Weighted average number of equity shares of Rs. 10 each outstanding during the period used for calculating diluted EPS (Number of shares) *	38,730,000	38,730,000
Basic EPS (in Rs)	(4,900)	(3,107)
Diluted EPS (in Rs)	(4,900)	(3,107)

* Compulsorily convertible debentures are anti-dilutive and ignored in the calculation of Diluted earnings per share.



Notes forming part of the financial statements

33 Segment Information

The Company is engaged in the business of infrastructure development which in the opinion of the management is considered the only business segment in the context of Ind AS 108. The geographical segment is not relevant as the Company operates in a single geographical segment i.e. India.

34 Disclosure as required by Ind AS 24 - Related Party disclosures

a) Details of Holding Company

Name of the entity	Extent of holding	
	As at 31 March 2024	As at 31 March 2023
Welspun Enterprises Limited and its nominees	76%	76%

b) Fellow subsidiaries

Welspun Projects (Himmatnagar Bypass) Private Limited
Welspun Project (Kim Mandvi Corridor) Private Limited
Welspun Aunta Simaria Projects Private Limited
Welspun Build-Tech Private Limited
Welspun Natural Resources Private Limited #
ARSS Bus Terminal Private Limited
Grenoble Infrastructure Private Limited
DME Infra Private Limited
Welspun Sattanathapuram Nagapattinam Road Private Limited
Welspun Infraconstruct Private Limited \$\$\$
Welspun Road Infra Private Limited ##
Welsteel Enterprises Private Limited
Welspun-Kaveri Infraprojects JV Private Limited \$\$\$\$
RGY Roads Private Limited & \$\$
MBL (GSY) Road Limited & ##
MBL (CGRG) Road Limited & ##
Corbello Trading Private Limited % \$
Chikhali - Tarsod Highways Private Limited % ##
Welspun EDAC JV Private Limited @
Welspun-Kaveri Infraprojects JV
Welspun Delhi Meerut Expressway Private Limited ##
Welspun New Energy Limited ^
Welspun Infracapital Private Limited ##
Michigan Engineers Private Limited *
Mounting Renewable Power Limited ** ###

% Became fellow subsidiary w.e.f. 05 September 2022

& Became fellow subsidiary w.e.f. 28 September 2022

Cease to be fellow subsidiary w.e.f. 27 February 2023

Cease to be fellow subsidiary w.e.f. 22 December 2022

^ Became subsidiary w.e.f. 31 January 2023

@ Became fellow subsidiary w.e.f. 6 June 2022

* Became fellow subsidiary w.e.f. 21 August 2023

** Became fellow subsidiary w.e.f. 02 September 2023

Cease to be a fellow subsidiary w.e.f. 27 November 2023

\$ merge with WEL w.e.f. 05 September 2022

\$\$ merge with WEL w.e.f. 28 September 2022

\$\$\$ merge with WEL w.e.f. 01 April 2022

\$\$\$\$ merge with WEL w.e.f. 06 May 2022



Notes forming part of the financial statements

Name of the entity	Extent of holding	
	As at 31 March 2024	As at 31 March 2023
c) Associate		
Welspun Infrafacility Private Limited ^^		
Adani Welspun Exploration Limited		

^^ Became associate w.e.f. 22 December 2022

c) Directors / Key managerial Personnel (KMP)

Name of the Related Parties

Mrs. Jayanati Venkataraman *	Director
Mr. Harshit Khandelwal *	Director
Mr. Yogen Lal	Director
Mr Rakesh Prashad ^	Director
Mr. Vishal Tandon ^	Director
Mr. Sunil Agrawal ^	Director

* Appointed w.e.f May 25, 2023

^ Resigned w.e.f May 25, 2023

d) The following transactions were carried out with related parties in the ordinary course of business:

Nature of transactions	(₹ in lakhs)	
	Year ended 31 March 2024	Year ended 31 March 2023
Loan taken		
Welspun Enterprises Limited	235.99	316.25
Loan repaid		
Welspun Enterprises Limited	193.72	426.19
Bank Guarantee discharged		
Welspun Enterprises Limited	-	250.00
Directors sitting fees paid/ provided		
Mrs. Mala Todarwal	-	0.45
Mrs. Amita Karia	-	0.45

Closing balances as at

	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
Short term borrowings		
Welspun Enterprises Limited	231.14	189.01
Compulsorily Convertible Debentures		
Welspun Enterprises Limited	3,872.00	3,872.00
Optionally Convertible Debentures		
Welspun Enterprises Limited	5,049.00	5,049.00
Bank Guarantee		
Welspun Enterprises Limited	121.15	111.15

i) An undertaking (financial guarantee as per Ind AS) is given to lenders by Welspun Enterprises Limited, pursuant to which maximum exposure towards this is Rs 4,007.50 lakhs (31 March 2023 : Rs 4,340.01 lakhs).

35 Contingent liabilities (to the extent not provided for)

The Company does not have any contingent liability and commitments as at 31 March 2024 (31 March 2023: Nil)

36 Gratuity and other post employment benefits plans

The disclosures of employee benefit as defined in the Ind AS 19 - "Employee Benefits" are given below :

a) The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.



Notes forming part of the financial statements

b) Leave encashment is a non-funded defined benefit scheme. The obligation for leave encashment is recognized in the same manner as gratuity.

c. Details of post retirement gratuity plan are as follows :-

i. Net expenses recognised during the year in the statement of profit and loss :-

	(₹ in lakhs)	
	Year ended 31 March 2024	Year ended 31 March 2023
Current service cost	2.55	2.39
Past service cost including curtailment gains/ losses	-	-
Interest cost (net)	2.10	1.95
Net expenses recognised in statement of profit and loss	4.65	4.34

ii. Net expenses recognised during the year in other comprehensive income (OCI)

	(₹ in lakhs)	
	Year ended 31 March 2024	Year ended 31 March 2023
Actuarial (gains) / losses arising from changes in demographic assumptions	(0.29)	0.68
Actuarial (gains) / losses arising from changes in financial assumptions	0.59	(1.07)
Actuarial (gains) / losses arising from changes in experience assumptions	0.37	(2.61)
Expected return on plan assets excluding interest	-	-
Net expenses recognised in other comprehensive income	0.67	(3.00)

iii. Reconciliation of opening and closing balances of defined benefit obligation

	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
Defined benefit obligation as at the beginning of the year	27.96	26.62
Current service cost	2.55	2.39
Interest cost	2.10	1.95
Actuarial (gain) / loss on obligation	0.67	(3.00)
Benefits directly paid by the Company	(0.58)	-
Defined benefit obligation at the end of the year	32.70	27.96

iv. Actuarial assumptions

	As at 31 March 2024	As at 31 March 2023
Mortality Table	100% of Indian Assured Lives Mortality (2012-14)	100% of Indian Assured Lives Mortality (2012-14)
Discount rate (per annum)	7.23%	7.52%
Rate of escalation in salary (per annum)	6.00%	6.00%
Attrition rate	17% up to age 30, 8% from age 31 to 44 and 12% thereafter	18% up to age 30, 9% from age 31 to 44 and 15% thereafter

v. Quantitative sensitivity analysis

	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
Impact of change in discount rate		
Present value obligation at the end of the period	32.7	28.0
Impact due to increase of 0.50%	(1.0)	(1.1)
Impact due to decrease of 0.50%	1.1	0.5
Impact of change in salary increase		
Present value obligation at the end of the period	32.7	28.0
Impact due to increase of 0.50%	1.1	0.5
Impact due to decrease of 0.50%	(1.1)	(1.1)



Notes forming part of the financial statements

vi. Maturity analysis of projected benefit obligation

	As at 31 March 2024	As at 31 March 2023
Year ended 31-Mar-24	-	3.71
Year ended 31-Mar-25	4.14	4.11
Year ended 31-Mar-26	6.21	7.05
Year ended 31-Mar-27	5.16	7.99
Year ended 31-Mar-28	6.08	9.32
Year ended 31-Mar-29	8.51	-

37 Concession arrangements - main features

- (i) Name of the concession : Restructured Dewas Water Supply Scheme
- (ii) Description of arrangements : Project envisaging planning, design, engineering, financing, procurement, construction, restructuring, establishment of systems, operation and maintenance of water supply scheme of Dewas Industrial Area in Madhya Pradesh under Public Private Partnership (PPP) mode under Swiss Challenge Guidelines
- (iii) Significant terms of arrangements :
 Period of Concession: up to 15-06-2037.
 Construction Period: 365 days from Appointed Date
 Remuneration: Water Supply Fees
 Investment grant from concession grantor: Yes
 Infrastructure return to grantor at end of concession : Yes
 Investment and renewal obligations: No
 Re-pricing dates: Every year of O&M
 Basis upon which re-pricing or re-negotiation is determined: Tariff escalation formula as defined in concession agreement

38 Disclosure pertaining to Ind AS 115 " Revenue from Contracts with Customers"

Disaggregation of Revenue

Having regard to the nature of contract with customer, there is only one type of category of revenue, hence disclosure of disaggregation of revenue is not given.

39 Disclosure required under the Micro, Small and Medium Enterprises Development Act, 2006 ('The Act') are given as follows :-

	(₹ in lakhs)	
	31 March 2024	31 March 2023
a) Principal amount payable to the suppliers u		
- For capital goods	-	-
- For others	-	-
b) Principal amount due to the suppliers under the Act	-	-
c) Interest accrued and due to the suppliers under the Act, on the above amount	-	-
d) Payment made to suppliers other than interest beyond the appointed day, during the year	-	-
e) Interest paid to suppliers under the Act	-	-
f) Interest due and payable to suppliers under the Act, for payment already made	-	-
g) Interest accrued and remaining unpaid at the end of the year under the Act	-	-
h) The amount of further interest remaining due and payable even in the succeeding years for the purpose of disallowances under Section 23 of the Act	-	-

Note : The information has been given in respect of such vendors to the extent they could be identified as "Micro and Small" enterprises on the basis of information available to the Company



Notes forming part of the financial statements

- 40 Reconciliation between opening and closing balances in the balance sheet for liabilities arising from financing activities as required by Ind AS 7 "Statement of Cash Flows" is as under:

	Equity share capital	Compulsorily convertible debentures	Optionally convertible debentures	Short term borrowings	Borrowings (Incl Current maturity of long term)
As at 31 March 2023	1.00	3,872.00	5,049.00	188.14	4,340.00
Cash inflows	-	-	-	236.72	-
Cash outflows	-	-	-	(193.72)	(332.51)
Non cash items	-	-	-	-	-
As at 31 March 2024	1.00	3,872.00	5,049.00	231.14	4,007.49

	Equity share capital	Compulsorily convertible debentures	Optionally convertible debentures	Short term borrowings	Borrowings (Incl Current maturity of long term)
As at 31 March 2022	1.00	3,872.00	5,049.00	298.48	4,610.00
Cash inflows	-	-	-	316.25	-
Cash outflows	-	-	-	(426.59)	(270.00)
Non cash items	-	-	-	-	-
As at 31 March 2023	1.00	3,872.00	5,049.00	188.14	4,340.00

- 41 Collateral / security pledged

The carrying amount of assets pledged as security for current and non-current borrowings availed (Fund based - 31 March 2024: Rs 4,007.50 lakhs (31 March 2023 : Rs 4,340.01 lakhs)) of the Company are as under:

	As at 31 March 2024	As at 31 March 2023
a) Intangible assets	9,706.34	10,442.87
b) Other current and non-current assets excluding tax and (a) above	233.76	267.17
	9,940.10	10,710.04

- 42 Other Statutory Information

(i) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

(ii) The Company do not have any transactions with companies struck off during the year under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956.

(iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(v) There are no transactions which are not recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(vi) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority or any other lender.

(vii) The Company has complied with the number of layers prescribed under the Companies Act, 2013.

(viii) The Company has not entered into any scheme of arrangement which has an accounting impact on the current or previous financial year.

(ix) The Company has not received any whistle blower complaints during the year.

(x) Utilization of borrowed fund and securities premium.



Notes forming part of the financial statements

(a) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall 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 to or on behalf of the Ultimate Beneficiaries.

(b) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(xi) The company has availed term loans (secured) which are project specific and does not warrant submission of quarterly information to banks/financial institutions.

43 Details of loans given, investments made and guarantee given covered U/s 186 of the Companies Act, 2013.

The Company is engaged in the business of providing infrastructural facilities as specified under Schedule VI of the Companies Act 2013 (the 'Act') and hence the provisions of Section 186 of the Act related to loans/ guarantees given or securities provided are not applicable to the Company.

44 Events after the reporting period

There are no events occurred after the balance sheet date which affects the financials position of the entity to a material extent.

45 Figures for the previous period are re-classified/ re-arranged/ re-grouped, wherever necessary to be in conformity with the figures of the current period's classification/ disclosure.

As per our report of even date

For S A & CO.

Chartered Accountants

Firm Registration Number: 014183C

Amit Tiwari

Partner

Membership Number: 408604

Place: Mumbai

Date : 16 May 2024



For and on behalf of the Board

Dewas Waterprojects Works Private Limited

Yogen Babulal Lal

Director

DIN : 01828376

Place: Mumbai

Date : 16 May 2024

Jayanti Venkataraman

Director

DIN : 01930389

Place: Mumbai

Date : 16 May 2024

