



HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

CIN- U45203OR2006PLC008959

ANNUAL REPORT 2022-23

**Regd. Office-Unit No. DCB – 714-717, DLF Cyber City, 7th Floor,
Chandaka Industrial Estate, Bhubaneswar - 751024**

HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

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MANAGEMENT TEAM

BOARD OF DIRECTORS OF HPRCL

Shri Chhatrasal Singh
Shri Debaraj Panda
Shri Gurudas Brahma
Smt. Gitanjali Mishra
Shri Sanjay Kumar Mishra
Shri P.L Haranadh
Shri Dilip Kumar Gupta
Shri Ananga Charan Nayak
Shri Saroj Kanta Patra
Shri Satyajit Mohanty
Shri Mritunjay Pratap Singh
Shri Manoranjan Mallick
Shri Anurag

Chairman
Managing Director
Independent Director
Independent Director
Director
Director
Director
Director
Director
Director
Director
Director

COMPANY SECRETARY
CHIEF FINANCIAL OFFICER

CS. S.K. Satapathy
CA Navin Agarwal

STATUTORY AUDITOR

M/s. SBN Associates
Chartered Accountants,
2nd Floor, Deendayal Bhawan, Janpath
Ashok Nagar, Bhubaneswar - 751009

SECRETARIAL AUDITOR

M/s. Saroj Ray & Associates, Company
Secretaries, N-6/125, IRC Village,
Bhubaneswar -751015

REGISTERED OFFICE

Regd. Office-Unit No. DCB – 714-717,
DLF Cyber City, 7th Floor, Chandaka
Industrial Estate, Bhubaneswar –
751024(Odisha)
Tel: 0674-2360331, FAX: 06742360931
U452030R2006PLC008959

CORPORATE IDENTITY NUMBER (CIN)

BANKERS

UCO Bank
Chandrasekharapur, Bhubaneswar

**NOTICE OF 17TH
ANNUAL GENERAL
MEETING**

NOTICE

Notice is hereby given that the 17th Annual General Meeting of Haridaspur Paradip Railway Company Limited will be held on Friday, 17 November 2023 at 12.45 hours at Bhubaneswar, Odisha through Video Conference to transact the following business:

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Financial Statements for the year ended 31st March 2023, together with the Reports of the Board of Directors and Auditors thereon.**

In this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as Ordinary Resolution:

"RESOLVED THAT the audited financial statement of the Company for the financial year ended 31.03.2023 and the reports of the Board of Directors and Auditors (both Statutory and Secretarial) thereon and the comments of the Comptroller and Auditor General of India thereon as circulated to the members, be and are hereby considered and adopted".

- 2. To appoint a director in the place of Shri Sanjay Kumar Mishra (DIN: 09313483), who retires by rotation and being eligible, offers himself for re-appointment.**

In this regard, to consider and if thought fit, to pass, with or without modification (s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Shri Sanjay Kumar Mishra (DIN: 09313483), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company".

- 3. To appoint a director in the place of Shri P L Haranadh (DIN: 07295378), who retires by rotation and being eligible, offers himself for re-appointment.**

In this regard, to consider and if thought fit, to pass, with or without modification (s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Shri P L Haranadh (DIN: 07295378), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company".

- 4. To appoint a director in the place of Shri M P Singh (DIN: 08165734), who retires by rotation and being eligible, offers himself for re-appointment.**

In this regard, to consider and if thought fit, to pass, with or without modification (s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Shri M P Singh (DIN: 08165734), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company".

- 5. To appoint a director in the place of Shri Saroj Kanta Patra (DIN: 08550153), who retires by rotation and being eligible, offers himself for re-appointment.**

In this regard, to consider and if thought fit, to pass, with or without modification (s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Shri Saroj Kanta Patra (DIN: 08550153), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company".



6. To note the appointment of Statutory Auditors for the financial year 2023-24

As per the provisions of section 139(5) of the Companies Act, 2013 (as applicable to the Company) appointment of statutory auditors is made by the Comptroller & Auditor General of India. Section 142 of the Companies Act, 2013 provides that, the remuneration of the auditor shall be fixed by the Company in General Meeting or such manner as the Company in General Meeting may determine. Therefore, the following resolution is proposed before the General Meeting:

To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution:

"RESOLVED THAT the Board of Directors of Haridaspur Paradip Railway Company Limited be and is hereby authorized to fix, the remuneration of the statutory auditors of the Company appointed by the office of the Comptroller & Auditor General of India for audit of accounts of the Company for the financial year 2023-24".

SPECIAL BUSINESS:

7. Re-appointment of Internal Auditor for the F.Y. 2023-24

To consider and if thought fit, to pass with or without modifications, the following resolution as Super Majority Special Resolution:

"RESOLVED THAT pursuant to the provisions of section 138 of Companies Act, 2013, the consent of the Shareholders of the Company be and is hereby accorded for re- appointment of M/s Laldash & Co, Chartered Accountants as Internal Auditor for the F.Y. 2023-24 (one year) with the professional fees of INR20,000/- per month plus GST.

08. To extend the tenure of Shri Debaraj Panda as a Managing Director of the Company.

To consider and if thought fit, to pass with or without modifications, the following resolutions as Ordinary Resolutions.

"RESOLVED THAT in accordance with the provisions of sections 196, 197, 203 read with Schedule V of the Companies Act, 2013 and other applicable provisions, if any, including any statutory modifications or re-enactments thereof for the time being in force and subject to the limits prescribed under the Companies Act, 2013, consent of the Company be and is hereby accorded for extension of service of Shri Debaraj Panda as MD for 2 (two) years w.e.f. 18th December, 2023 on the same pay, perks and allowances as decided by Board of Directors.

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

"RESOLVED FURTHER THAT Shri Saroj Kanta Patra, Director of the Company and / Shri S.K. Satapathy, Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be deemed proper, necessary, or expedient, including filing the requisite forms with Ministry of Corporate Affairs or submission of documents with any other authority, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto."

BY ORDER OF THE BOARD OF DIRECTORS

FOR HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

DATE:20/10/2023
PLACE: BHUBANESWAR




S.K. SATAPATHY
COMPANY SECRETARY

NOTES:

1. Ministry of Corporate Affairs vide General Circular No 02/2021 dated 13.01.2021 permitted the companies for holding Annual General Meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM) in the calendar year 2022 subject to the fulfillment of requirements as per the law. In compliance with the same and applicable provisions of the Companies Act, 2013, the 17th AGM of the Company is being convened and conducted through VC also.
2. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
3. A member entitled to attend and vote is entitled to appoint a proxy to attend, and on a poll, to vote instead of him/herself. Such a proxy need not be a member of the company. Proxies in order to be valid and effective must be delivered at the registered office of the company not later than forty-eight hours before the commencement of the meeting.
4. The members are requested to follow the following instructions in order to participate in the Meeting through the VC mechanism:
 - a. The meeting will be held on the "Microsoft Teams" platform.
 - b. The link to attend the meeting will be shared through email separately.
 - c. The members may attend the same by clicking on the link and joining through the browser or by downloading the app available in the play store.
 - d. The facility for joining the Meeting shall be kept open 15 minutes before the time scheduled to start the meeting and 15 minutes after the expiry of the said scheduled time.
 - e. Members are requested to contact Company Secretary through email/ over the telephone (e-mail at cshprcl@gmail.com or call at +91-8908357083) in case of any technical assistance required at the time of joining/ accessing/ voting at the Meeting through VC.
5. The explanatory statements pursuant to section 102 of the Companies Act, 2013 in respect of items no 7 to 08 set out in the notice are annexed hereto.

BY ORDER OF THE BOARD OF DIRECTORS
FOR HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

DATE: 20/10/2023
PLACE: BHUBANESWAR




S.K. SATAPATHY
COMPANY SECRETARY

EXPLANATORY STATEMENTS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

The following Statements pursuant to Section 102 of the Companies Act, 2013 ("Act") sets out all material facts relating to the Special Business mentioned in the accompanying Notice and should be taken as forming part of the Notice.

Item No 7: As per provisions of Section 138 of the Companies Act 2013, Public Companies having paid up share capital of INR50.00 Crores or more during the preceding financial year are required to appoint an Internal Auditor. Further, Clause 7. vi of Shareholders Agreement and Article 85. VI of the Article of Association of the Company stipulates that any proposal for the renewal or appointment of Statutory Auditors or Internal Auditors of the Company, including the replacement of such Auditors requires approval of the General Meeting.

The Board of Directors recommended the re-appointment of M/s Laldash & Co. (FRN – 31147E), a firm of Chartered Accountants as Internal Auditor for the F.Y. 2023-24 (one year) with the fees of INR20,000/- per month plus GST, subject to approval/ratification of/by Shareholders and passing of necessary resolution as Super Majority Resolution.

None of the Directors, Key Managerial Persons, or their relatives have any interest in the proposed resolution.

The Board of Directors of your Company, recommends passing resolutions as set out in Item no. 07 of the Notice as Supermajority Special Resolutions.

Item No. 08 The Board of Directors of the Company ("the Board") in its 72nd meeting held on ...September, 2023 on recommendation of Nomination & Remuneration Committee has, subject to approval of members, extended the appointment of Shri Debaraj Panda (DIN: 07101823) as Managing Director, for a further period of 2 (two) years w.e.f 18th December 2023 on the same pay, perks, and allowances as decided in the 59th & 66th BOD meeting held on 24th November 2020 & 10th August 2022 respectively". It is proposed to seek members' approval for the extension of appointment of as Managing Director, in terms of the applicable provisions of the Act

The Board of Directors of your Company recommends passing resolutions as set out in Item No. 08 of the Notice as Ordinary Resolutions.

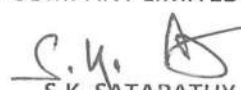
Except for Shri Debaraj Panda, none of the Directors, Key Managerial Personnel of the Company, and their relatives has any interest in the proposed resolution.

BY ORDER OF THE BOARD OF DIRECTORS

FOR HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

DATE: 20/10/2023
PLACE: BHUBANESWAR




S.K. SATAPATHY
COMPANY SECRETARY

STATEMENT OF PARTICULARS

I. General Information:

1. Nature of industry: Railway Construction, Operation, Maintenance, and Management
2. Date of commencement of commercial operation: 01st October 2020
3. In case of new companies, the expected date of commencement of activities as per the project approved by financial institutions appearing in the prospectus: - Not Applicable
4. Financial performance based on given indicators: Not Applicable
5. Foreign investments or collaborators, if any: Not Applicable

II. Information about the appointee:

- (1) Background details: Indian Railway Traffic Service officer (1982 Batch)
- (2) Past remuneration:
- (3) Recognition or awards: Not Applicable
- (4) Job profile and his suitability: Construction and Operation of project of the Company
- (5) Remuneration proposed: the same pay and perks as decided in in the 59th & 66th BOD meeting held on 24th November 2020 & 10th August 2022 respectively
- (6) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin) N. A.
- (7) Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any. Not Applicable

III. Other information:

1. Reasons for loss or inadequate profits: Not applicable
2. Steps taken or proposed to be taken for improvement: Not Applicable
3. The expected increase in productivity and profits in measurable terms: Not Applicable

III. Disclosures:

1. The following disclosures shall be mentioned in the Board of Director's report under the heading "Corporate Governance", if any, attached to the annual report: Not Applicable
 - a. All elements of the remuneration package such as salary, benefits, bonuses, stock options, pension, etc., of all the Directors;
 - b. Details of a fixed component and performance-linked incentives along with the performance criteria;
 - c. Service contracts, notice period, severance fees;
 - d. Stock option details, if any, and whether the same has been issued at a discount as well as the period over which accrued and over which exercisable.


None of the Directors, Key Managerial Personnel of the Company, and their relatives are concerned or interested, financial or otherwise, in the resolution except and to the extent they are members of the Company.

BY ORDER OF THE BOARD OF DIRECTORS

FOR HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

DATE: 20/10/2023
PLACE: BHUBANESWAR




S.K. SATAPATHY
COMPANY SECRETARY

DIRECTORS' REPORT

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: U45203OR2006PLC008959

Name of the company: Haridaspur Paradip Railway Company Limited

Registered office: Unit No: DCB-714-17, 7th Floor, DLF Cyber City Chandaka I.E,
Bhubaneswar, Orissa-751024

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

I/We, being the member (s) of shares of the above-named company, hereby appoint

1. Name:

Address: E-mail id:

Signature:, or failing him as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 17th Annual general meeting of the company, to be held through V.C. on the ...th day of September 2023 at _____ hours. at Bhubaneswar (Place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1.....

2.....

Signed this..... day of..... 2023

Signature of shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp



HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

Unit No.DCB.714-17,7th Floor, DLF Cyber City, Chandaka Industrial Estate, Bhubaneswar – 751024

CIN: U45203OR2006PLC008959

DIRECTORS' REPORT

DISTINGUISHED SHAREHOLDERS,

Directors of your Company feel privileged to present the 17th Annual Report of the Company containing salient features of operations and business of your Company, along with the Audited Annual Accounts and the Auditor's report for the year ended 31st March 2023.

1. FINANCIAL REVIEW & STATE OF AFFAIRS

During the year under review, the Financial Statements of the Company for the F.Y. 2022-23 along with the comparatives of F.Y. 2021-22 are prepared in accordance with the provisions of the Companies Act 2013, the Indian Accounting Standard (IND AS) prescribed under Section 133 of the Companies Act, 2013 read with applicable Rules as amended from time to time.

Highlights of the Financials of the Company as on 31st March 2023 are as under:

INR in Lakhs

| Particulars | F.Y. 2022-23 | F.Y. 2021-22 |
|---|------------------|------------------|
| Income from Operations (including Contract Revenue from Service Concession Arrangement and Works Contract Service) | 42,200.43 | 46,445.19 |
| Other Income | 809.96 | 749.25 |
| Total Income | 43,010.39 | 47,194.44 |
| Less: Employee benefits, Operating, CSR, and Other expenses (including Contract Costs under Service Concession Arrangement) | 19,172.38 | 22,613.22 |
| Profit/ (Loss) before Interest and Depreciation/ Amortization | 23,838.01 | 24,581.22 |
| Less: Interest and Financial Cost | 8,421.00 | 10,290.15 |
| Less: Depreciation and Amortization | 8,578.56 | 8,047.37 |
| Net Profit/ (Loss) before Tax and Exceptional items | 6,838.45 | 6,243.70 |
| Add/ (Less): Exceptional items | - | - |
| Profit/ (Loss) before Tax | 6,838.45 | 6,243.70 |
| Add/ (Less): Taxes (net of credit) | 2,019.39 | 3,123.57 |
| Net profit after tax | 4,819.06 | 3,120.13 |
| Other Comprehensive Income (net of taxes) | 1.13 | 1.12 |
| Total Comprehensive Income | 4,820.19 | 3,121.25 |

A comparative position of Income from Railway Operations are mentioned below:

INR in Lakhs

| Particulars | F.Y. 2022-23 | F.Y. 2021-22 |
|---|------------------|------------------|
| Revenue from Railway Operations | 35,055.82 | 35,206.64 |
| Less: Operation & Maintenance Expenses | 11,684.18 | 11,078.99 |
| Net Income from Railway Operations | 23,371.64 | 24,127.65 |

2. CREDIT RATING

During the F.Y. 2022-23, based on the positive attributes, the Brickwork rating agency upgraded the outlook from A- to A outlook.

3. SHARE CAPITAL

The Authorized Share Capital of the Company as on 31st March 2023 is INR1, 50,000.00 lakhs. During the



year under review, the Company has not issued any shares to the existing Shareholders (in F.Y. 2021-22 the Company had issued 11, 26, 26,735 number of equity shares at par amounting to INR1, 126.27 lakhs). The paid-up share capital on 31st March 2023 is INR1, 30,000.00 lakhs (Same as of 31st March 2022).

The Company has only one class of share i.e. Equity shares at par value of INR10/- each.

4. DIVIDEND

The Board of Directors of the Company in its 69th BOD meeting held on 31st March 2023 declared an interim dividend of INR0.12 (Twelve Paise only) per share on the equity share capital of the Company, out of the profits of the Company which is confirmed as a final dividend.

5. CHANGES IN THE NATURE OF THE BUSINESS

There were no significant changes in the nature of the business of the Company during the period under review.

6. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes and commitments, affecting the financial position of the company which has occurred between the end of the financial year to which the financial statements relate and the date of the report.

7. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. BOARD'S COMPOSITION

The Board is collectively responsible for the sustainable success of the Company under the leadership of the Chairman. The Company's Board has an optimum combination of an Executive Director; Non-Executive Directors nominated by Shareholders and Independent Directors. The same reflects the diversity in terms of discipline, professions, social groups, gender, and stakeholder interest.

B. STRENGTH OF BOARD

The strength of the Board as on 31st March 2023 is thirteen (13) Directors, details of which are mentioned below:

| Sl. No. | Name of Director | Designation | DIN Number |
|---------|---------------------------------|---|------------|
| 1 | Smt. Seema Kumar | Chairman | - |
| 2 | Shri Debaraj Panda | Managing Director | 07101823 |
| 3 | Shri Gurudas Brahma | Independent Director | 08476106 |
| 4 | Smt. Gitanjali Mishra | Independent women Director | 08505160 |
| 5 | Shri Sanjay Kumar Mishra | Non-Executive Director nominated by Govt. of Odisha | 09313483 |
| 6 | Shri Polamraju Lakshmi Haranadh | Non-Executive Director nominated by PPT | 07295378 |
| 7 | Shri Bhushan Kumar | Non-Executive Director nominated by SDCL | 08878688 |
| 8 | Shri Dillip Kumar Gupta | Non-Executive Director nominated by SDCL | 08203085 |
| 9 | Shri Mritunjay Pratap Singh | Non-Executive Director nominated by RVNL | 08165734 |
| 10 | Shri Saroj Kanta Patra | Non-Executive Director nominated by RVNL | 08550153 |
| 11 | Shri Anurag | Non-Executive Director nominated by RVNL | 10153033 |
| 12 | Shri Satyajit Mohanty | Non-Executive Director nominated by OMC | 07682761 |
| 13 | Shri Manoranjan Mallick | Non-Executive Director nominated by Govt. of Odisha | 10060496 |

C. BOARD MEETINGS

Five (5) Board meetings were held during the financial year ended 31st March 2023, details of which are as mentioned below:



| Sl. No. | Particulars | Date and mode of Meeting |
|---------|------------------------------|--|
| 1 | 65 th BoD Meeting | 25 th May 2022 through VC |
| 2 | 66 th BoD Meeting | 10 th August 2022 through VC |
| 3 | 67 th BoD Meeting | 29 th November 2022 through VC |
| 4 | 68 th BoD Meeting | 28 th February 2023 through VC mode |
| 5 | 69 th BoD Meeting | 31 st March 2023 through VC mode |

D. DETAILS OF ATTENDANCE OF EACH DIRECTOR IN THE BOARD MEETING DURING THE PERIOD FROM 01ST APRIL 2022 TO 31ST MARCH 2023

| Sl No | Name of Director | Designation | Held during the tenure | Attended |
|-------|--------------------------------|---|------------------------|----------|
| 1 | *Smt. Jaya Varma Sinha | Chairman | 3 | 3 |
| | *Smt. Seema Kumar | Chairman | 2 | 2 |
| 2 | Shri Debaraj Panda | Managing Director | 5 | 5 |
| 3 | Shri Gurudas Brahma | Independent Director | 3 | 1 |
| 4 | Smt. Gitanjali Mishra | Independent Women Director | 3 | 3 |
| 5 | Shri Sanjay Kumar Mishra, IRTS | Non-Executive Director nominated by Govt. of Odisha | 5 | 1 |
| 6 | Shri Polamraju L. Haranadh | Non-Executive Director nominated by PPT | 5 | 2 |
| 7 | Shri Dillip Kumar Gupta | Non-Executive Director nominated by SDCL | 5 | 3 |
| 8 | Shri Bhushan Kumar | Non-Executive Director nominated by SDCL | 5 | 2 |
| 9 | Shri Satyajit Mohanty | Non-Executive Director nominated by OMC | 5 | 2 |
| 10 | Shri Bijay Kumar Dash* | Non-Executive Director nominated by Govt. of Odisha | 4 | 3 |
| 11 | Shri Saroj Kanta Patra | Non-Executive Director nominated by RVNL | 5 | 5 |
| 12 | Shri Mritunjay Pratap Singh | Non-Executive Director nominated by RVNL | 5 | 3 |
| 13 | *Shri Ajit Kumar Panda | Non-Executive Director nominated by RVNL | 3 | 3 |
| 14 | *Shri Anurag | Non-Executive Director nominated by RVNL | 2 | 2 |
| 15 | Shri Manornjan Mallick | Non-Executive Director nominated by Govt. of Odisha | 1 | 1 |

*Appointment/ Cessation of Directors during 01ST April 2022 to 31ST March 2023 are mentioned above.

E. CHANGES IN THE BOARD FROM 01ST APRIL 2022 TO 31ST MARCH 2023

| Sl. No. | Name of Director | Designation | Date of Appointment | Date of Cessation |
|---------|-----------------------|---|---------------------|-------------------|
| 1 | Smt. Jaya Varma Sinha | Part-time Chairman | | 31.01.2023 |
| 2 | Smt. Seema Kumar | Part-time Chairman | 22.02.2023 | - |
| 3 | Shri Ajit Kumar Panda | Non-Executive Director nominated by RVNL | - | 27.12.2022 |
| 4 | Shri Anurag | Non-Executive Director nominated by RVNL | 23.01.2023 | - |
| 5 | Shri Bijay Kumar Dash | Non-Executive Director nominated by Govt. of Odisha | - | 31.12.2022 |



| | | | | |
|---|-------------------------|---|------------|---|
| 6 | Shri Manoranjan Mallick | Non-Executive Director nominated by Govt. of Odisha | 02.03.2023 | - |
|---|-------------------------|---|------------|---|

F. KEY MANAGERIAL PERSONNEL

Pursuant to the provisions of section 203 of the Companies Act, 2013, the Key Managerial Personnel of the Company are - Shri Debaraj Panda - Managing Director, Shri Susanta Kumar Satapathy - Company Secretary and Shri Navin Agarwal - Chief Financial Officer. There is no change in key management personnel during the F.Y. 2022-23.

8. COMMITTEES OF THE BOARD

The Board has constituted various Committees for the smooth and efficient functioning of the Company and is responsible for constituting, assigning, co-opting, and fixing the terms of reference of the Committees in accordance with the existing laws. The Chairman, quorum, and the terms of reference of each Committee have been approved by the Board.

The draft minutes of the proceedings of each Committee Meeting are circulated to the members of that Committee for their comments and thereafter, noted by the respective Committee in its next meeting. The Board also takes note of the minutes of the meetings of the Committees duly approved by their respective Chairman and recommendations/decisions of the Committees are also placed before the Board for their consideration and approval.

The brief details of the committee required to be constituted under the Act are mentioned below:

A. AUDIT COMMITTEE [under Section 177 of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014]

Objective

The primary objective of the Audit Committee of the Company is to monitor and provide effective supervision of the management's financial reporting process to ensure accurate, timely, and proper disclosures with transparency, integrity, and quality of financial reporting.

Audit Committee Charter

The charter of the Audit Committee is mentioned below:

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient, and credible.
- b. Recommending to the Board, the appointment, re-appointment, and removal of the external auditor, fixation of audit fee, and also approval for payment of any other services.
- c. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on:
 - Any change in the accounting policies and practices.
 - Major accounting entries based on the exercise of judgment by the management.
 - Qualification on draft Audit Report.
 - Significant adjustments arising out of the audit.
 - The ongoing concern assumption.
 - Compliance with accounting standards.
 - Compliance with legal requirements concerning financial statements.
 - Any related party transactions i.e. transactions of the Company of material nature, with promoters or the management, their subsidiaries or relatives, etc that may have potential conflict with the interest of the Company at large.
- d. Reviewing with management, external and internal auditors, adequacy of internal controls systems
- e. Reviewing the adequacy of the internal audit function, including the structure of the internal audit department, staffing, and seniority of the official heading the department, reporting structure coverage, and frequency of internal audit.
- f. Discussion with internal auditors any significant findings and follow up thereon.



- g. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- h. Discussion with external auditors before the audit commences on the nature and scope of the audit as well as post-audit discussion to ascertain any area of concern.

Composition

The composition of the Audit Committee for the F.Y 2022-23 is mentioned below:

| Name of Director | Designation | Status |
|-----------------------|-------------|----------------------------|
| Shri Gurudas Brahma | Chairman | Independent Director |
| Smt. Gitanjali Mishra | Member | Independent Women Director |
| Shri Bijay Kumar Dash | Member | Non-Executive Director |

Attendance

The Audit Committee held two meetings through video conference during the F.Y. 2022-23 i.e. the 18th ACM Meeting and the 19th ACM Meeting held on 18th April 2022 and 20th January 2023 respectively at the registered office of the Company. The details of attendance are as mentioned below:

| Sl. No | Name of the Director | Designation | Held during the tenure | Attended |
|--------|-----------------------|-------------|------------------------|----------|
| 1 | Shri Gurudas Brahma | Chairman | 2 | 2 |
| 2 | Smt. Gitanjali Mishra | Member | 2 | 2 |
| 3 | Shri Bijay Kumar Dash | Member | 2 | - |

The meetings of Audit Committee were also attended by the Managing Director, Chief Financial Officer, Internal Auditor, and representatives of the Statutory Auditors as invitees for the relevant proceedings of the meetings. The recommendations of the Audit Committee are usually accepted and implemented by the Board. The Audit Committee also acts as a Vigil Mechanism under Section 177(9) read with Rule 7 of the Companies (Meeting of Board and its Power) Rule, 2014.

B. NOMINATION AND REMUNERATION COMMITTEE [under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014]

Objective

The purpose of the Nomination and Remuneration Committee of the Company is to discharge the Board's responsibilities relating to the remuneration of the Company's Executive Directors and other Key Managerial Personnel (KMPs). The Committee has overall responsibility for approving and evaluating and recommending plans, policies, and programme relating to the remuneration of Executive Directors and other KMPs of the Company. The terms of reference of the Committee are mentioned below:

- To appraise the performance of the Managing Director & other KMPs; and
- To determine and recommend to the Board, compensation payable to Managing Director & other KMPs.

Composition

The Nomination and Remuneration Committee consists majority of Independent Directors. The composition of the Committee for the F.Y. 2022-23 is mentioned below:

| Name of Director | Designation | Status |
|-------------------------|-------------|----------------------------|
| Shri Gurudas Brahma | Chairman | Independent Director |
| Smt. Gitanjali Mishra | Member | Independent Women Director |
| Shri Ajit Kumar Panda | Member | Non-Executive Director |
| Shri Dillip Kumar Gupta | Member | Non-Executive Director |

Attendance

The NRC held one meetings through video conference during the F.Y. 2022-23 i.e. the 7th NRC Meeting held on 27th April 2022 through VC. The details of attendance are as mentioned below:

| Sl. No | Name of the Director | Designation | Held during the tenure | Attended |
|--------|----------------------|-------------|------------------------|----------|
| 1 | Shri Gurudas Brahma | Chairman | 1 | 1 |



| | | | | |
|---|-----------------------|--------|---|---|
| 2 | Smt. Gitanjali Mishra | Member | 1 | 1 |
| 3 | Shri Ajit Kumar Panda | Member | 1 | 1 |
| 4 | Shri D.K. Gupta | Member | 1 | 1 |

C. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE [pursuant to clause (o) of Sub-section (3) of Section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

Terms of Reference

- Formulate and recommend to the Board a CSR Policy which shall indicate the activity or activities to be undertaken by the Company as specified in schedule VII of the Companies Act, 2013;
- Approve the amount of expenditure to be incurred on CSR activities; and
- Monitor and review the CSR Policy of the Company from time to time and make necessary changes.

The Company has in place a CSR Policy duly approved by the Board on the recommendation of the CSR Committee which lays down the philosophy and approach toward CSR commitment.

Composition

The composition of the CSR Committee as of 31st March 2023 is mentioned below:

| Name of Director | Designation | Status |
|------------------------|-------------|------------------------|
| Shri Gurudas Brahma | Chairman | Independent Director |
| Shri Debaraj Panda | Member | Managing Director |
| Shri Saroj Kanta Patra | Member | Non-Executive Director |

Attendance

The CSR Committee held one meeting through video conference during the F.Y. 2022-23 i.e. the 04th CSR Meeting held on 20th January 2023. The details of attendance are as mentioned below:

| Sl. No | Name of the Director | Designation | Held during the tenure | Attended |
|--------|------------------------|-------------|------------------------|----------|
| 1 | Shri Gurudas Brahma | Chairman | 1 | 1 |
| 2 | Shri Debaraj Panda | Member | 1 | 1 |
| 3 | Shri Saroj Kanta Patra | Member | 1 | 1 |

Compliance with the applicable provisions and rules therein

The Company is to spend in every financial year at least 2% of the average net profits of the Company made during the three immediately preceding financial years in pursuance of its CSR policy. Where the Company fails to spend such amount, the Board shall in its report specify the reasons for not spending the amount.

The Company spent the entire CSR expenditure meant for F.Y. 2022-23 and hence no amount is carried forward to the next financial year. The details of computations as per section 198 and section 135 of the Companies Act, 2013 are mentioned below:

| Particulars | F.Y. 2021-22 | F.Y. 2020-21 | INR in Lakhs F.Y. 2019-20 |
|---|--------------|--------------|------------------------------|
| Net Profit as per Section 198 | 6146.33 | 3,186.68 | (95.05) |
| Average Net Profit as per Section 135 | | | 3,079.42 |
| 2% of Average Net Profit as per Section 135 | | | 61.59 |

Details of CSR Activities and Expenditure incurred during F.Y. 2022-23 are mentioned below:

CSR amount (INR 61,58,840/-) was contributed to all the three districts(i.e. Jajpur, kenderapara and Jagatsinghpur) in equal amount under "MO SCHOOL ABHIYAN PARICHALANA SANGATHAN" in the project Areas as suggested by the District Magistrates, in terms of provision contained in Schedule VII of Companies Act 2013. Annual Report on CSR activities during F.Y. 2022-23 is enclosed as Annexure-A

D. STAKEHOLDERS RELATIONSHIP COMMITTEE

During the year under review, the Company was not required to constitute a Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

9. INDEPENDENT DIRECTORS

Shri Gurudas Brahma (DIN: 08476106) Reg. No: IDDB-DI-202002-012165 with IICA (Indian Institute of Corporate affairs) Retd. Chief Operations Manager, ECo. Railway), and Smt. Gitanjali Mishra (DIN:



08505160), Reg. No: IDDB-DI-202002-014622 with IICA (Indian Institute of Corporate affairs) Retd. General Manager, State Bank of India, were Independent Directors on the Board of the Company pursuant to the provisions of Section 149 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014.

A. DECLARATION FROM INDEPENDENT DIRECTOR

The Board has received declarations from the Independent Directors confirming that they meet the criteria of independence as laid down in section 149(6) of the Companies Act, 2013 and there has been no change in the circumstances which may affect their status as Independent Director of the Company during the year.

B. SEPARATE MEETING OF INDEPENDENT DIRECTOR

The Independent Directors of the Company shall hold at least one meeting in a year, without the attendance of Non-independent Directors and members of the management. The meeting shall:

- a. Review the performance of Non-independent Directors and the Board as a whole;
- b. Review the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-executive Directors; and
- c. Assess the quality, quantity, and timeliness of the flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

d. A separate meeting of Independent Directors of the Company for the F.Y.2022-23 was held on 22nd March 2023 and was attended by both the Independent Directors.

10.DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(3)(c) of the Companies Act, 2013 with respect to the Directors' Responsibility Statement, the Board of Directors of the Company hereby states and confirm that:

- a. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for the year under review;
- c. the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the directors have prepared the annual accounts on a going concern basis.
- e. the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11.CORPORATE GOVERNANCE

The Company will continue to uphold the true spirit of Corporate Governance and implement the best governance practices. It emphasizes transparency, accountability, ethical operating practices, and professional management.

12.EXTRACTS OF ANNUAL RETURN

The extracts of the Annual Return as at 31st March 2023, forms part of this report and is enclosed as Annexure-B.

13.SUBSIDIARIES, JOINT VENTURES, AND ASSOCIATE COMPANIES

The company has no subsidiaries, joint ventures, or associate Companies.

14.DEPOSITS

The Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.



15. PARTICULARS OF LOANS, GUARANTEES, OR INVESTMENTS

During the year under review, the Company has neither given loans, nor given any guarantee or security to any person or Body Corporate, nor made any investment pursuant to Section 186 of the Companies Act, 2013.

16. SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS/ COURTS/ TRIBUNALS IMPACTING THE COMPANY'S OPERATIONS

There are no significant material orders passed by the regulator/ courts which would impact the going concern status of the Company and its future operations.

17. PARTICULARS OF CONTRACTS WITH RELATED PARTY TRANSACTIONS

During the year there were no new Contracts or Arrangements with Related Parties referred to in Section 188(1) of the Companies Act, 2013. Details of transactions with related parties during the year are disclosed in financial statements.

18. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUBSECTION (3) OF SECTION 178 OF THE COMPANIES ACT, 2013.

Except one post of Whole -Time Managing Director, all other Directors in the BoD of the Company are representative Directors (part-time non-executive) nominated by its Shareholders under provisions of Shareholders and Share Subscription Agreement. The Nominee Directors do not draw any remuneration from HPRCL.

For appointment of Managing Director all terms and conditions i.e. mandatory education qualifications, relevant experience, positive attributes remunerations etc. are approved by the BoD directly/on the recommendations of MD selection Committee/NRC Committee, as per requirements of the Company.

19. RISK MANAGEMENT POLICY

The Board is of the opinion that, the project assets are adequately insured to safeguard the interest of the Company.

20. ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place adequate internal financial controls with reference to the Financial Statements. During the year under review, no reportable material weaknesses in the design or operation were observed.

21. AUDITORS

A. STATUTORY AUDITOR

M/s SBN & Associates, Chartered Accountants were appointed by the Comptroller and Auditor General of India as Statutory Auditor of the Company for the F.Y. 2022-23.

B. SECRETARIAL AUDITOR

The Company had appointed M/s Saroj Ray & Associates, Bhubaneswar as Secretarial Auditor of the Company under Section 204(3) of the Companies Act, 2013.

C. INTERNAL AUDITOR

The Company had appointed M/s. Laldash & Co, Chartered Accountants as Internal Auditor of the Company for the F.Y. 2022-23.

22. AUDITOR'S REPORT

The Independent Auditor's Report does not contain any qualification, reservation, or adverse remark. The issues highlighted by them under "Emphasis of matter" are self-explanatory. The Independent Auditor's Report is an integral part of the financial statements (enclosed).

A. The Company has maintained proper registers and records as per the requirements of the Companies Act, 2013. The Secretarial Auditor's Report for the year ended 31st March 2023 is enclosed as Annexure -C to the Board's Report in this Annual Report.



B. The Report of Statutory Auditors of the Company is received and circulated to the Shareholders along with notice of Annual General Meeting.

23 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS, AND OUTGO

The information pertaining to the conservation of energy, technology absorption, Foreign Exchange Earnings, and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 shall be treated as NIL as the Company is presently neither energy intensive nor technology intensive.

24. FOREIGN EXCHANGE EARNINGS AND OUTGO ETC

The Company has neither earned nor spent any foreign exchange during the period under review.

25. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION, AND REDRESSAL) ACT, 2013

Since there is no women employee at the establishment, the Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013 is not yet constituted.

26. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards have been duly followed by the Company.

27. DETAILS OF MONEY ACCEPTED FROM DIRECTORS

During the period under review, the Company has not accepted money in the form of an unsecured loan from the directors or relatives of the directors of the Company.

28. FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12), OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT.

The Statutory Auditors have not reported any incident of fraud to the Board of Directors of the Company.

29. DETAILS OF APPLICATION / ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

Neither any application was made nor any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year.

30. ACKNOWLEDGEMENTS

The Directors of your Company acknowledge with a deep sense of appreciation the cooperation and support received from the Ministry of Railways (MoR), Government of Odisha, and other Government agencies and look forward to their continued support in the future. The Directors of your Company also convey their gratitude to M/s UCO Bank for the confidence reposed in the Company. The Directors place on record their appreciation for the officials of the Comptroller & Auditor General of India for their guidance during the year under review. The Directors acknowledge the suggestions received from Statutory, Secretarial & Internal Auditors.

Your directors also acknowledge their deep appreciation for the unstinted support and contribution made by the management and employees in the working of the Company. Our resilience to meet challenges was made possible by their hard work, solidarity, cooperation, and support and the Board looks forward to the same in the future.

For & On behalf of the Board of Directors


[Debaraj Panda]
Managing Director
DIN: 07101823

Dated: 21.09.2023


[Saroj Kanta Patra]
Director
DIN: 08550153



FORM NO. MR-3

**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2023**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
Haridaspur Paradip Railway Company Limited,
Unit No.-DCB-714, 715, 716 & 717, 7th Floor,
DLF Cyber City, Chandaka Industrial Estate,
Bhubaneswar, Khordha, Odisha-751024.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Haridaspur Paradip Railway Company Limited**, (hereinafter called 'the Company' for the financial year ended 31st March, 2023. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Haridaspur Paradip Railway Company Limited** for the financial year ended on 31st March, 2023, according to the provisions of:

- (i) The Companies Act, 2013 (the Act), and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under; **(Not applicable during the audit period)**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not applicable during the audit period)**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI Act'): -
 - a. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 **(Being an unlisted Public Company not applicable during the Audit Period);**
 - b. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Being an unlisted Public Company not applicable during the Audit Period);**

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- c. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 **(Being an unlisted Public Company Not applicable during the Audit Period);**
- d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Being an unlisted Public Company Not applicable during the Audit Period);**
- e. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweaty Equity) Regulations, 2021 **(Being an unlisted Public Company not applicable during the Audit Period);**
- f. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(Being an unlisted Public Company not applicable during the Audit Period);**
- g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 **(Being an unlisted Public Company not applicable during the Audit Period);**
- h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Being an unlisted Public Company not applicable during the Audit Period);**
- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Being an unlisted Public Company not applicable during the Audit Period);**

(vi) The other laws as may be applicable specifically to the Company are:

1. The Forest (Conservation) Act, 1980.
2. Environment (Protection) Act, 1986.

We have also examined compliance with the applicable clauses of Secretarial Standards (SS-1 & SS-2) issued by The Institute of Company Secretaries of India (ICSI).

During the period under review, as per the explanations and clarifications given to us by the Management, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

We further report that;

The Board of Directors of the Company is duly constituted with proper balance of Executive Director, Non-Executive Directors, Women Director and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. However, shorter notices have been given for conducting a few of the Board meetings in compliance with the provisions of the Act.



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

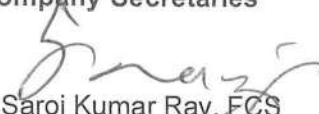
We further report that;

During the period under review, the company has no specific events or actions which are having a major bearing on the Company's Affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Place: Bhubaneswar
Date: September 02, 2023



**For Saroj Ray & Associates
Company Secretaries**


CS Saroj Kumar Ray, FCS
Managing Partner
M. No. 5098, CP No. 3770
PR No. 976/2020
UDIN:F005098E000919022

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

Annexure A

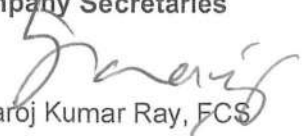
To
The Members,
Haridaspur Paradip Railway Company Limited,
Unit No.-DCB-714, 715, 716 & 717, 7th Floor,
DLF Cyber City, Chandaka Industrial Estate,
Bhubaneswar, Khordha, Odisha-751024.

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

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

Place: Bhubaneswar
Date: September 02, 2023

**For Saroj Ray & Associates
Company Secretaries**


CS Saroj Kumar Ray, FCS
Managing Partner
M. No. 5098, CP No. 3770
PR No. 976/2020



EXTRACT OF ANNUAL RETURN

As on financial year ended on 31st March 2023

I. REGISTRATION & OTHER DETAILS:

| | | |
|----|--|--|
| 1. | CIN | U45203OR2006PLC008959 |
| 2. | Registration Date | 25 th September 2006 |
| 3. | Name of the Company | Haridaspur Paradip Railway Company Ltd |
| 4. | Category/Sub-category of the Company | Non-Government Public Limited Company |
| 5. | Address of the Registered office & contact details | Unit No. DCB-714-17, DLF Cyber City, 7 th Floor, Chandaka Industrial Estate, Bhubaneswar, Orissa, India - 751024 |
| 6. | Whether listed company | No |
| 7. | Name, Address & contact details of the Registrar & Transfer Agent, if any. | NSDL Database Management Limited, 04 th Floor, Trade World A Wing, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai – 400013 Website: https://www.ndml.in Phone : 022 4914 2594, 022 4914 2597 (D) |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| Sl. No. | Name and Description of main products / services | NIC Code of the Product/service | % to total turnover of the company |
|---------|---|---------------------------------|------------------------------------|
| 1 | Execution of Haridaspur Paradip B.G. Rail Link project To be checked | - | -- |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATES COMPANY

| Sl. No. | Name and Address of the Company | CIN/GLN | Holding/ Associates | Subsidiary/ | % of shares held | Applicable section |
|---------|---------------------------------|---------|---------------------|-------------|------------------|--------------------|
| NIL | | | | | | |

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

A. Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year [As on 31-March-2022] | | | | No. of Shares held at the end of the year [As on 31-March-2023] | | | | % Change during the year |
|--|---|----------|-----------|-------------------|---|----------|-----------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/ HUF | - | - | - | - | | | | | - |
| b) Central Govt | - | - | - | - | | | | | - |
| c) State Govt(s) | - | - | - | - | | | | | - |
| d) Bodies Corp. (including representative shareholders on behalf of body corporates) | 420000000 | - | 420000000 | 32.31 | 420000000 | - | 420000000 | 32.31 | - |



| e) Banks / FI | | | | | | | | | - |
|--|--|-----------|-----------|-------------------|--|-----------|-----------|-------------------|--------------------------|
| Category of Shareholders | No. of Shares held at the beginning of the year[As on 31-March-2022] | | | | No. of Shares held at the end of the year[As on 31-March-2023] | | | | % Change during the year |
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| f) Any other | | | | | | | | | - |
| Total shareholding of Promoter (A) | 420000000 | - | 420000000 | 32.31 | 420000000 | - | 420000000 | 32.31 | - |
| | | | | | | | | | |
| B. Public Shareholding | - | - | - | - | | | | | - |
| 1. Institutions | - | - | - | - | | | | | - |
| a) Mutual Funds | - | - | - | - | | | | | - |
| b) Banks / FI | - | - | - | - | | | | | - |
| c) Central Govt | - | - | - | - | | | | | - |
| d) State Govt(s) | 94993134 | 142800000 | 237793134 | 18.29 | 94993134 | 142800000 | 237793134 | 18.29 | - |
| e) Venture Capital Funds | - | - | - | - | | | | | - |
| f) Insurance Companies | - | - | - | - | | | | | - |
| g) FII's | - | - | - | - | | | | | - |
| h) Foreign Venture Capital Funds | - | - | - | - | | | | | - |
| i) Others (specify) | - | - | - | - | | | | | - |
| Sub-total: (B) (1) | 94993134 | 142800000 | 237793134 | 18.29 | 94993134 | 142800000 | 237793134 | 18.29 | - |
| | | | | | | | | | |
| 2. Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | 471785760 | 31900000 | 503685760 | 38.74 | 471785760 | 31900000 | 503685760 | 38.74 | - |
| i) Indian | - | - | - | - | - | - | - | - | - |
| ii) Overseas | - | - | - | - | - | - | - | - | - |
| b) Individuals | - | - | - | - | - | - | - | - | - |
| i) Individual share-holders holding nominal share capital upto INR1 lakh | - | - | - | - | - | - | - | - | - |
| 2. Non-Institutions | | | | | | | | | |
| ii) Individual shareholders holding nominal share capital in excess of INR1 lakh | - | - | - | - | - | - | - | - | - |

| Category of Shareholders | No. of Shares held at the beginning of the year [As on 31-March-2022] | | | | No. of Shares held at the end of the year [As on 31-March-2023] | | | | % Change during the year |
|--|---|-----------|------------|-------------------|---|-----------|------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| Others (specify) | | | | | | | | | |
| Non Resident Indians | - | - | - | - | - | - | - | - | - |
| Overseas Corporate Bodies | - | - | - | - | - | - | - | - | - |
| Foreign Nationals | - | - | - | - | - | - | - | - | - |
| Clearing Members | - | - | - | - | - | - | - | - | - |
| Authorities | 138521106 | - | 138521106 | 10.66 | 138521106 | - | 138521106 | 10.66 | |
| Foreign Bodies - D R | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(2): | 610306866 | 31900000 | 642206866 | 49.4 | 610306866 | 31900000 | 642206866 | 49.4 | - |
| | | | | | | | | | |
| Total Public Shareholding (C)=(B)(1)+ (B)(2) | 705300000 | 174700000 | 880000000 | 67.69 | 705300000 | 174700000 | 880000000 | 67.69 | - |
| | | | | | | | | | |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | | | | | - |
| | | | | | | | | | |
| Grand Total (A+B+C) | 1125300000 | 174700000 | 1300000000 | 100 | 1125300000 | 174700000 | 1300000000 | 100 | - |

B. Shareholding details of the Company

| Sl. No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in share-holding during the year |
|---------|-------------------------------------|---|----------------------------------|--|-------------------------------------|----------------------------------|--|---|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | |
| 1 | Rail Vikas Nigam Limited (Promoter) | 389999995 | 30.00 | - | 389999995 | 30.00 | - | - |
| 2 | Rajesh Prasad (on behalf of RVNL) | 01 | - | - | 01 | - | - | - |
| 3 | Sanjeeb Kumar (on behalf of RVNL) | 01 | - | - | 01 | - | - | - |



| Sl. No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in share-holding during the year |
|---------|--|---|----------------------------------|---|-------------------------------------|----------------------------------|---|---|
| | | No. of Shares | % of total Shares of the company | %of Shares Pledged / encumbered to total shares | No. of Shares | % of total Shares of the company | %of Shares Pledged / encumbered to total shares | |
| 4 | Ajit Kumar Panda (on behalf of RVNL) | 01 | - | - | 01 | - | - | - |
| 5 | Pushp Mitra Sharma (on behalf of RVNL) | 01 | - | - | 01 | - | - | - |
| 6 | Bansh Narain Singh (on behalf of RVNL) | 01 | - | - | 01 | - | - | - |
| 7 | Sagarmala Development Company Limited | 336788058 | 25.91 | - | 336788058 | 25.91 | - | - |
| 8 | The Governor of the State of Odisha | 237793134 | 18.29 | - | 237793134 | 18.29 | - | - |
| 9 | Paradip Port Trust | 138521106 | 10.66 | - | 138521106 | 10.66 | - | - |
| 10 | Odisha Mining Corporation Limited | 109997702 | 8.46 | - | 109997702 | 8.46 | - | - |
| 11 | Essel Mining and Industries Limited (Promoter) | 30000000 | 2.31 | - | 30000000 | 2.31 | - | - |
| 12 | Rungta Mines Limited | 30000000 | 2.31 | - | 30000000 | 2.31 | - | - |
| 13 | MSPL Limited | 15000000 | 1.15 | - | 15000000 | 1.15 | - | - |
| 14 | Jindal Steel & Power Limited | 5000000 | 0.38 | - | 5000000 | 0.38 | - | - |
| 15 | Steel Authority of India Limited | 5000000 | 0.38 | - | 5000000 | 0.38 | - | - |
| 16 | Odisha Industrial Infrastructure Development Corporation | 1900000 | 0.15 | - | 1900000 | 0.15 | - | - |
| | Total: | 1300000000 | 100 | - | 1300000000 | 100 | - | - |



C. Change in Promoters' Shareholding - Same as mentioned in III.B

| Sl. No. | Particulars | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|---------|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | Same as mentioned in III.B | | | |
| | Date-wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.): | | | | |
| | At the end of the year | | | | |

D. Shareholding Pattern of top ten Shareholders: (Other than Directors, Promoters and Holders of GDRs and ADRs): Same as mentioned in III.B

| Sl. No. | For Each of the Top 10 Shareholders | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|---------|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | Same as mentioned in III.B | | | |
| | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.): | | | | |
| | At the end of the year | | | | |

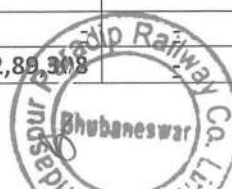
E. Shareholding of Directors and Key Managerial Personnel:

| Sl. No. | Shareholding of each Directors and each Key Managerial Personnel | Shareholding at the beginning of the year | | Cumulative Shareholding during the year | |
|---------|---|---|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the company | No. of shares | % of total shares of the company |
| | At the beginning of the year | Nil | | | |
| | Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.): | | | | |
| | At the end of the year | | | | |

V.INDEBTEDNESS - Indebtedness of the Company including interest outstanding/ accrued but not due for payment.

Amount in INR

| Particulars | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|----------------------------------|-----------------|----------|--------------------|
| Indebtedness at the beginning of the financial year | | | | |
| i) Principal Amount | 1200,02,89,308 | - | - | 1200,02,89,308 |
| ii) Interest accrued and due on borrowings during the F.Y. | - | - | - | - |
| iii) Interest accrued but not due | | | - | - |
| Total (i+ii+iii) | 1200,02,89,308 | | - | 1200,02,89,308 |



| Particulars | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|-------------------------------------|--------------------|----------|-----------------------|
| Change in Indebtedness during the financial year | | | | - |
| * Addition | - | - | - | - |
| * Reduction | = | = | = | = |
| Net Change | = | = | = | = |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | 1200,02,89,308 | - | - | 1200,02,89,308 |
| ii)) Interest accrued and due on borrowings during the F.Y. | | - | - | |
| iii) Interest accrued but not due | = | = | = | = |
| Total (i+ii+iii) | 1200,02,89,308 | - | - | 1200,02,89,308 |

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

| Type | Section of the Companies Act | Brief Description | Details of Penalty /Punishment / Compounding fees imposed | Authority [RD / NCLT/ COURT] | Appeal made, if any (give Details) |
|------------------------------|------------------------------|-------------------|---|------------------------------|------------------------------------|
| A. COMPANY | | | | | |
| Penalty | Nil | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| B. DIRECTORS | | | | | |
| Penalty | Nil | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| C. OTHER OFFICERS IN DEFAULT | | | | | |
| Penalty | Nil | | | | |
| Punishment | | | | | |
| Compounding | | | | | |





HARIDASPUR PARADIP RAILWAY COMPANY LIMITED

Unit No.DCB.714-17,7th Floor, DLF Cyber City, Chandaka Industrial Estate, Bhubaneswar – 751024

CIN: U45203OR2006PLC008959

ANNUAL REPORT ON CSR ACTIVITIES FOR THE F.Y. 2022-23 TO BE INCLUDED IN THE BOARD'S REPORT

| Sr. No. | Particulars | Remarks |
|---------|--|---|
| 1 | A Brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web- link to the CSR policy and project or programs. | CSR policy of HPRCL is approved by the Board of Directors of the Company in compliance to the section 135 and Schedule VII of Companies Act 2013, and rules framed thereon. |
| 2 | The Composition of the CSR Committee. | Shri Gurudas Brahma- Chairman (Independent Director) Shri Debaraj Panda - Member (Managing Director) Shri Saroj Kanta Patra- Member (Director) |
| 3 | Average net profit of the Company for last three financial years. | INR 30,79,42,000 |
| 4 | Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above). | INR. 61,58,840 |
| 5 | Details of CSR spent during the financial year: a) Total amount to be spent for the financial year b) Amount unspent, if any; c) Manner in which the amount spent during the financial year is detailed below | INR.61,58,840 Nil |

| (1) Sl. No | (2) CSR project or activity Identified. | (3) Sector in which the Project is covered | (4) Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken | (5) Amount outlay (budget) project or programs wise | (6) Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs(2) Overheads: | (7) Cumulative expenditure upto to the reporting period | (8) Amount spent: Direct or through implementing agency |
|---------------|--|---|--|--|--|--|--|
|---------------|--|---|--|--|--|--|--|







| | | | | | | | |
|---|-------------------|---|---|---------------|---|---|---------------|
| 1 | Schedule VII (ii) | *CSR amount of (INR 61,58,840/-) equally contributed to all the three districts (Jajpur, Kendrapara and Jagatsinghpur) under "MO SCHOOL ABHIYAN PARICHALANA SANGATHAN" in the project Areas as suggested by the District Magistrates. in terms of provision contained in Schedule VII of Companies Act 2013 | - | INR.61,58,840 | - | - | INR.61,58,840 |
| | TOTAL | - | - | 61,58,840 | - | - | 61,58,840 |

*Give details of implementing agency:

1. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the reasons for not spending the amount in its Board report.
Nil
2. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

| | |
|--|---|
|  |  |
| (Managing Director) | Director |



H.P BG RAIL LINK



BAJIPADA STATION BUILDING, CH:35895m/HDS

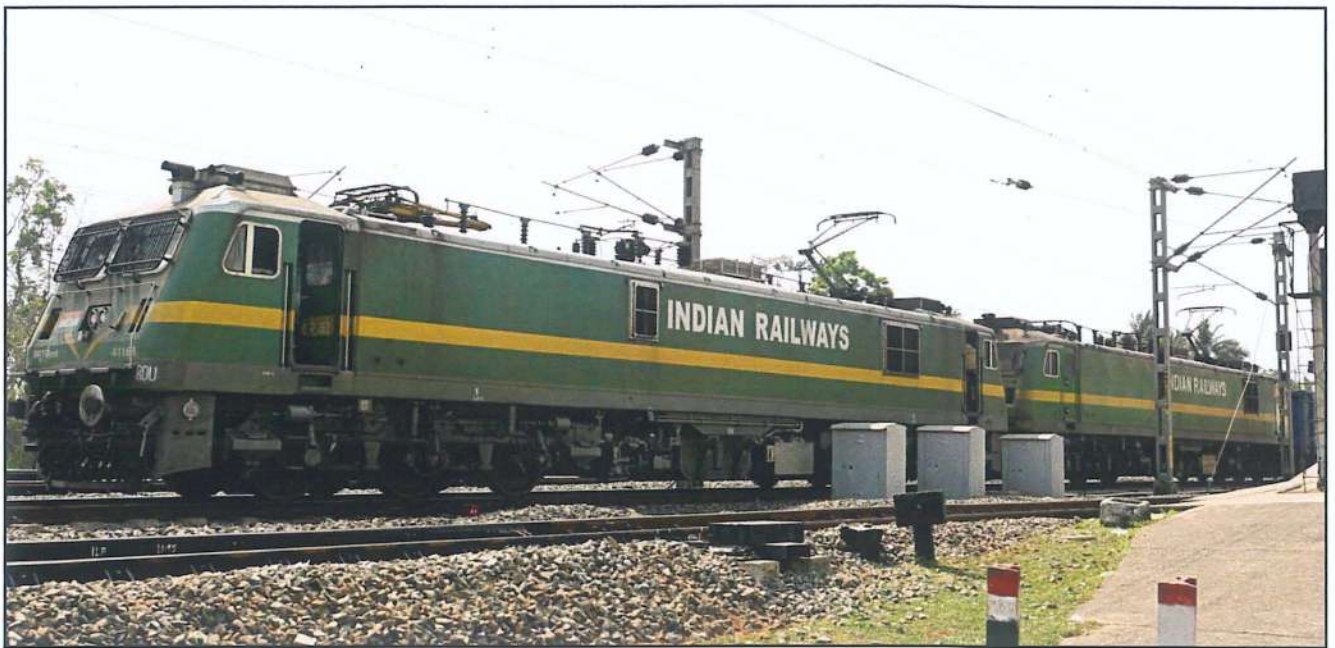


MARSHAGHAI ROAD STATION BUILDING, CH:50620m/HDS





SIJU STATION BUILDING



SIJU YARD (SIJU)



SIJU YARD [SIJU]

STATEMENT OF FINAL ACCOUNTS



BALANCE SHEET AS AT MARCH 31, 2023

(INR in Lakhs)

| Particulars | Note No. | As at 31st March 2023 | As at 31st March 2022 |
|--|--------------|--------------------------|--------------------------|
| I. ASSETS | | | |
| 1 Non-Current Assets | | | |
| (a) Property, Plant and Equipment | 3 | 29.12 | 30.69 |
| (b) Right of use assets | 4 | 37.67 | 60.27 |
| (c) Other Intangible Assets | 5 | 2,39,885.66 | 2,40,103.87 |
| (d) Intangible Assets Under Development | | - | - |
| (e) Financial Assets | 6 | | |
| (i) Others | 6.1 | 1,269.68 | 1,154.25 |
| (f) Deferred Tax Assets (Net) | 7 | - | - |
| (g) Other Non-Current Assets | 8 | 4,752.67 | 2,579.62 |
| | | 2,45,974.80 | 2,43,928.70 |
| 2 Current Assets | | | |
| (a) Financial Assets | 9 | | |
| (i) Trade Receivables | 9.1 | 6,978.36 | 5,477.23 |
| (ii) Cash and Cash Equivalents | 9.2 | 4,220.84 | 3,083.33 |
| (iii) Bank balances other than (ii) above | 9.3 | 7,068.80 | 6,724.52 |
| (iv) Others | 9.4 | 136.73 | 99.30 |
| (b) Current Tax Assets (Net) | 10 | 210.46 | 140.19 |
| (c) Other Current Assets | 11 | 271.31 | 271.04 |
| | | 18,886.50 | 15,795.61 |
| Total Assets | | 2,64,861.30 | 2,59,724.31 |
| II. EQUITY AND LIABILITIES | | | |
| 1 Equity | | | |
| (a) Equity Share Capital | 12 | 1,30,000.00 | 1,30,000.00 |
| (b) Other Equity | 13 | 9,087.35 | 5,827.16 |
| | | 1,39,087.35 | 1,35,827.16 |
| 2 Liabilities | | | |
| (i) Non-current liabilities | | | |
| (a) Financial Liabilities | 14 | | |
| (i) Borrowing | 14.1 | 1,20,002.89 | 1,20,002.89 |
| (ia) Lease Liabilities | 14.2 | 17.59 | 42.37 |
| (ii) Trade Payables | | | |
| a) Total Outstanding Due to Micro enterprises and small enterprises | | - | - |
| b) Total Outstanding Due to creditors other than Micro enterprises and small enterprises | | - | - |
| (b) Provisions | 15 | 48.87 | 43.56 |
| (c) Deferred Tax liabilities (Net) | 7 | 4,401.15 | 2,381.38 |
| | | 1,24,470.50 | 1,22,470.20 |
| (ii) Current Liabilities | | | |
| (a) Financial Liabilities | 16 | | |
| (i) Borrowing | 16.1 | - | - |
| (ia) Lease Liabilities | 16.2 | 24.78 | 22.54 |
| (ii) Trade Payables | | | |
| a) Total Outstanding Due to Micro enterprises and small enterprises | | - | - |
| b) Total Outstanding Due to creditors other than Micro enterprises and small enterprises | | - | - |
| (iii) Other Financial Liabilities | 16.3 | 1,101.80 | 1,216.70 |
| (b) Other Current Liabilities | 17 | 163.77 | 179.96 |
| (c) Provisions | 18 | 13.10 | 7.75 |
| | | 1,303.45 | 1,426.95 |
| Total Equity and Liabilities | | 2,64,861.30 | 2,59,724.31 |
| III. See accompanying notes to the financial statements | Note 1 to 52 | | |

As per our Report of even date attached

For SBN & Associates (FRN No. 0323579E)

Chartered Accountants

CA Awez Halari
Partner

Membership No. 312008

UDIN-2331200804WH703528

Place: Bhubaneswar

Date: 21st August 2023



For and on behalf of Haridaspur Paradip Railway Company Limited

Debaraj Panda
Managing Director

DIN 07101623

Navin Agarwal
Chief Financial Officer

Saroj Kanta Patra
Director

DIN 08550153

S.K. Satpathy
Company Secretary





Haridaspur Paradip Railway Company Limited

CIN: U45203OR2006PLC008959

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023 (INR in Lakhs except EPS)

| Particulars | Note No. | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|----------|------------------------------------|------------------------------------|
| I Revenue : | | | |
| Revenue from operations | 19 | 42,200.43 | 46,445.19 |
| II Other income | 20 | 809.96 | 749.25 |
| III Total Income (I + II) | | 43,010.39 | 47,194.44 |
| IV Expenses: | | | |
| Other operating cost | 21 | 18,828.79 | 22,317.54 |
| Employee benefits expenses | 22 | 150.25 | 137.18 |
| Finance costs | 23 | 8,421.00 | 10,290.15 |
| Depreciation and amortization | 24 | 8,578.56 | 8,047.37 |
| Other Expenses | 25 | 193.34 | 158.50 |
| Total Expenses (IV) | | 36,171.94 | 40,950.74 |
| V Profit/Loss Before exceptional items and Tax (III - IV) | | 6,838.45 | 6,243.70 |
| VI Exceptional items | | 6,838.45 | 6,243.70 |
| VII Profit/(Loss) before tax (V - VI) | | - | - |
| VIII Tax expense: | | | |
| (1) Current tax | | | |
| - For the year | 26 | - | - |
| - For earlier years (net) | | 2,019.39 | 3,123.57 |
| (2) Deferred tax (net) | | 4,819.06 | 3,120.13 |
| IX Profit/(loss) for the period from continuing operation (VII - VIII) | | - | - |
| X Profit/(loss) from discontinued operations | | - | - |
| XI Tax Expense of discontinued operations | | - | - |
| XII Profit/(loss) from discontinued operations (after tax) (X-XI) | | - | - |
| XIII Profit/(loss) for the period (IX+XII) | | 4,819.06 | 3,120.13 |
| XIV Other Comprehensive Income | | | |
| A. (i) Items that will not be reclassified to profit and loss | 27 | 1.51 | 1.50 |
| (ii) Income Tax relating to Items that will not be reclassified to profit and loss | | (0.38) | (0.38) |
| B. (i) Items that will be reclassified to profit and loss | | - | - |
| (ii) Income Tax relating to Items that will be reclassified to profit and loss | | - | - |
| XV Total Comprehensive Income for the period (XIII + XIV) (comprehensive profit and other comprehensive income for the period) | | 4,820.19 | 3,121.25 |
| XVI Earnings Per Equity Share: (In INR) | | | |
| (For Continuing Operation) | | | |
| (1) Basic (Face Value INR10 Per share) | 28 | 0.37 | 0.25 |
| (2) Diluted (Face Value INR10 Per share) | 28 | 0.37 | 0.25 |
| XVII Earnings Per Equity Share: (In INR) | | | |
| (For discontinuing Operation) | | | |
| (1) Basic (Face Value INR10 Per share) | | - | - |
| (2) Diluted (Face Value INR10 Per share) | | - | - |
| XVIII Earnings Per Equity Share: (In INR) | | | |
| (For discontinued and continuing Operation) | | | |
| (1) Basic (Face Value INR10 Per share) | 28 | 0.37 | 0.25 |
| (2) Diluted (Face Value INR10 Per share) | 28 | 0.37 | 0.25 |

Notes to Financial Statements forms integral part of the above statement

For SBN & Associates (FRN No. 0323579E)
Chartered Accountants

For and on behalf of Haridaspur Paradip Railway Company Limited

CA Awez Halari
Partner
Membership No. 312008

UDIN-23312008B96WHT03838

Place: Bhubaneswar
Date : 21st August 2023



Debaraj Panda
Managing Director
DIN 07101823

Saroj Kanta Patra
Director
DIN 08550153

Navin Agarwal
Chief Financial Officer

S.K. Satpathy
Company Secretary





STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31 2023

(INR in Lakhs)

| Particulars | | For the year ended 31st March, 2023 | For the year ended 31st March, 2022 |
|--|----------------|--|--|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Net Profit before taxation | | 6,838.45 | 6,243.70 |
| Adjustment for : | | | |
| Depreciation | | 34.14 | 16.16 |
| Amortization | | 8,544.42 | 8,031.21 |
| Unwinding of discount on Security Deposit | | (1.14) | (1.04) |
| Unwinding of discount on receivable from SCR | | (114.29) | (103.89) |
| Interest income | | (694.53) | (644.32) |
| Interest on Term Loan | | 8,413.55 | 10,192.85 |
| Interest on Lease Liability | | 6.49 | 6.78 |
| Loss/(Gain) on Disposal of Fixed assets | | - | 0.35 |
| Expense of reversal of discount on Security Deposit | | 1.25 | 1.08 |
| Operating Profit before working capital changes | (1) | 23,028.34 | 23,742.88 |
| Adjustment for : | | | |
| (Increase)/Decrease in Non-Current Financial Asset | | - | (6.26) |
| (Increase)/Decrease in Other Non Current Assets | | (63.25) | (1.30) |
| (Increase)/Decrease in Current Financial Assets | | (0.87) | 14.51 |
| (Increase)/Decrease in Other Current Assets | | (0.27) | 1,457.38 |
| Increase/(Decrease) in Other Financial Liabilities | | (114.90) | 1,209.80 |
| Increase/(Decrease) in Other Current Liabilities | | (16.19) | 112.33 |
| Increase/(Decrease) in Provisions | | 12.17 | 16.49 |
| Increase/(Decrease) in Receivables | | (1,501.13) | 4,272.21 |
| | (2) | (1,684.44) | 7,075.16 |
| Cash generated from operation | (1+2) | 21,343.90 | 30,818.04 |
| Income Tax Paid | | (70.27) | (64.59) |
| NET CASH FROM OPERATING ACTIVITIES | (A) | 21,273.63 | 30,753.45 |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Increase in Property, Plant and equipment | | (9.96) | (9.65) |
| Increase in Intangible assets under development/ Intangible assets | | (8,326.21) | (12,792.34) |
| Change in Capital Advances | | (2,111.07) | 850.69 |
| Sale of Fixed Assets | | - | 0.29 |
| Changes in Other Bank Balances | | (344.28) | 1,044.48 |
| Interest Income | | 657.97 | 644.03 |
| NET CASH FROM INVESTING ACTIVITIES | (B) | (10,133.55) | (10,242.50) |
| CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Increase in Borrowing | | - | (25,158.11) |
| Issue of Equity Shares | | - | 11,262.67 |
| Payment of Lease Liability | | (22.53) | (2.89) |
| Interest on Term Loan | | (8413.55) | (10,192.85) |
| Interest on Lease Liability | | (6.49) | (6.78) |
| Interim dividend Paid during the year | | (1,560.00) | (1,300.00) |
| NET CASH FROM FINANCING ACTIVITIES | (C) | (10,002.57) | (25,397.96) |
| NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENT | (A+B+C) | 1,137.51 | (4,887.01) |
| CASH AND CASH EQUIVALENT (OPENING) | (D) | 3,083.33 | 7,970.34 |
| (Refer Note 9.2) | | 3,083.33 | 7,970.34 |
| Cash on hand | | 0.43 | 0.59 |
| Balances with Banks: | | | |
| On current accounts | | 275.90 | 5,381.40 |
| Fixed Deposits having original Maturity of three months or less | | 2,807.00 | 2,588.35 |
| CASH AND CASH EQUIVALENT (CLOSING) | (E) | 4,220.84 | 3,083.33 |
| (Refer Note 9.2) | | 4,220.84 | 3,083.33 |
| Cash on hand | | 0.72 | 0.43 |
| Balances with Banks: | | | |
| On current accounts | | 205.12 | 275.90 |
| Fixed Deposits having original Maturity of three months or less | | 4,015.00 | 2,807.00 |
| NET INCREASE IN CASH & CASH EQUIVALENT | (E-D) | 1,137.51 | (4,887.01) |

Cash Flow...





Haridaspur Paradip Railway Company Limited

CIN: U45203OR2006PLC008959

Cash Flow Contd.

- (i) The company adopted the amendment to Ind-AS 7, which require the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement. Detail of the same are given belows:-

(ii) Reconciliation of Liabilities arising from financing activities as at 31st March 2023 (INR in Lakhs)

| Particulars | Lease Liabilities | Borrowings | Share Capital |
|--|-------------------|-------------|---------------|
| Balance as at 1st April, 2022 | | | |
| Adoption of Ind_AS-116 | 64.91 | 1,20,002.89 | 1,30,000.00 |
| Cash flows:- | | | |
| -Repayment | 29.02 | - | - |
| -Proceeds/Movement | - | - | - |
| Non-Cash:- | | | |
| - Fair Value | 6.49 | - | - |
| - Additions to right of use assets in exchange for increased lease liabilities | - | - | - |
| -Adjustments | - | - | - |
| Balance as at 31st March, 2023 | 42.38 | 1,20,002.89 | 1,30,000.00 |

Reconciliation of Liabilities arising from financing activities as at 31st March 2022 (INR in Lakhs)

| Particulars | Lease Liabilities | Borrowings | Share Capital |
|--|-------------------|-------------|---------------|
| Balance as at 1st April, 2021 | - | 1,45,161.00 | 1,18,737.33 |
| Adoption of Ind_AS-116 | - | - | - |
| Cash flows:- | | | |
| -Repayment | 9.67 | - | - |
| -Proceeds/Movement | - | (25,158.11) | 11,262.67 |
| Non-Cash:- | | | |
| - Fair Value | 6.78 | - | - |
| - Additions to right of use assets in exchange for increased lease liabilities | 67.80 | - | - |
| -Adjustments | - | - | - |
| Balance as at 31st March, 2022 | 64.91 | 1,20,002.89 | 1,30,000.00 |

Notes to Financial Statements forms integral part of the above statement

For SBN & Associates (FRN No. 0323579E)
Chartered Accountants

CA Awez Halari
Partner
Membership No.312008
FRN No. 0323579E

U/DIN-23312008 BQWH703838

Place: Bhubaneswar
Date : 21st August 2023

For and on behalf of Haridaspur Paradip Railway Company Limited

Debaraj Panda
Managing Director
DIN 07101823

Saroj Kanta Patra
Director
DIN 08550153

Navin Agarwal
Chief Financial Officer

S.K. Satpathy
Company Secretary





Statement of changes in equity for the year ended 31st March 2022

A. Equity share capital

(INR in Lakhs)

| Particulars | No. of shares (in lakhs) | Amount |
|---|-----------------------------|-------------|
| Balance at April 1st, 2021 | 11,873.73 | 1,18,737.33 |
| Changes in equity share capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 11,873.73 | 1,18,737.33 |
| Changes in equity share capital during the period | - | - |
| (a) issue of equity shares capital during the period | 1,126.27 | 11,262.67 |
| Balance at 31st Mar 2022 | 13,000.00 | 1,30,000.00 |

B. Other Equity

(INR in Lakhs)

| Particulars | Share Application money pending allotment | Reserve & Surplus Retained Earnings | Total |
|---|---|--|-------------|
| Balance at the beginning of the reporting period | - | 4,005.91 | 4,005.91 |
| Changes in accounting policy or prior period errors | - | - | - |
| Restated balance at the beginning of the reporting period | - | 4,005.91 | 4,005.91 |
| Profit for the period | - | 3,120.13 | 3,120.13 |
| Other Comprehensive income for the period | - | 1.12 | 1.12 |
| Total Comprehensive Income for the period | - | 3,121.25 | 3,121.25 |
| Dividends paid | - | (1,300.00) | (1,300.00) |
| Received during the period | 11,262.67 | - | 11,262.67 |
| Share allotted during the period | (11,262.67) | - | (11,262.67) |
| Balance at the end of the reporting period | - | 5,827.16 | 5,827.16 |

For SBN & Associates
Chartered Accountants

For and on behalf of Haridaspur Paradip Railway Company Limited

CA Awez Halari
Partner
Membership No. 312008
FRN No.0323579E

UDIN-23312008B4WHT23828

Place: Bhubaneswar
Date : 21st August 2023



Debaraj Parida
Managing Director
DIN 07101823

Navin Agarwal
Chief Financial Officer

Saroj Kanta Patra
Director
DIN 08550153

S.K. Satpathy
Company Secretary





Haridaspur Paradip Railway Company Limited

CIN: U45203OR2006PLC008959

Statement of changes in equity for the year ended 31st March 2023

A. Equity share capital

(INR in Lakhs)

| Particulars | No. of shares (in lakhs) | Amount |
|---|-----------------------------|-------------|
| Balance at April 1st, 2022 | 13,000.00 | 1,30,000.00 |
| Changes in equity share capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 13,000.00 | 1,30,000.00 |
| Changes in equity share capital during the period | - | - |
| (a) issue of equity shares capital during the period | - | - |
| Balance at 31st Mar 2023 | 13,000.00 | 1,30,000.00 |

B. Other Equity

(INR in Lakhs)

| Particulars | Share Application money pending allotment | Reserve & Surplus | Total |
|---|---|-------------------|------------|
| | | Retained Earnings | |
| Balance at the beginning of the reporting period | - | 5,827.16 | 5,827.16 |
| Changes in accounting policy or prior period errors | - | - | - |
| Restated balance at the beginning of the reporting period | - | 5,827.16 | 5,827.16 |
| Profit for the period | - | 4,819.06 | 4,819.06 |
| Other Comprehensive income for the period | - | 1.13 | 1.13 |
| Total Comprehensive Income for the period | - | 4,820.19 | 4,820.19 |
| Dividends paid | - | (1,560.00) | (1,560.00) |
| Received during the period | - | - | - |
| Share allotted during the period | - | - | - |
| Balance at the end of the reporting period | - | 9,087.35 | 9,087.35 |

For SBN & Associates

For and on behalf of Haridaspur Paradip Railway Company Limited

Chartered Accountants



CA Awez Halari
Partner
Membership No.312008
FRN No.323579E

UDIN-23312008B4WHTB382



Place: Bhubaneswar
Date : 21st August 2023


Debaraj Panda
Managing Director
DIN 07101823


Saroj Kanta Patra
Director
DIN 08550153


Navin Agarwal
Chief Financial Officer


S.K. Satpathy
Company Secretary





Notes forming part of the financial statements For the year ended 31st March, 2023

1 General information

Haridaspur Paradip Railway Company Limited ("the company") was incorporated in India on 25th September, 2006 as a Public Limited Company. The company received the mandate to finance, execute, maintain and operate Haridaspur Paradip New Railway Line project under a Concession Agreement with Ministry of Railways signed on 20th December 2007.

The construction of the rail link is assigned to RVNL and a Construction Agreement to this effect was signed on 11th August, 2009. The project achieved COD on 01st October 2020 as certified by Lender's Independent Engineer. The registered office of the company on the date of approval by financial statements by Board of Directors is located at Unit No.- DCB-714, 715, 716 & 717, 7th Floor, DLF Cyber City, Chandaka Industrial Estate, Bhubaneswar, Khordha, Odisha-751024.

2 Summary of significant accounting policies

2.1 Basis of preparation

The financial statements as at and for year ended 31st March, 2023 have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under section 133 of the Companies Act 2013 as Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

2.2 Basis of measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis, except for Certain financial assets and liabilities measured at fair value as required by relevant Ind-AS.

(ii) Current vs non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

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

The Company classifies all other assets as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current.

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

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

2.3 Use of estimates and judgment

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates includes estimated useful life of property, plant and equipment and Intangible Assets. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lakhs upto two decimals except where otherwise stated.





2.4 Statement of cash flow

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, cash at banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand are considered part of the Company's cash management system.

Amendment to Ind-AS 7

The company has adopted the amendment to Ind-AS 7, which require the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosures requirement. The adoption of amendment did not have any material effect on the financial statements.

2.5 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates (i.e. Functional Currency). The financial statements are presented in Indian rupees, which is the functional and presentation currency of the company.

2.6 Property, Plant and equipment

- a) Property, Plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Cost of asset includes the following:

- Cost directly attributable to the acquisition of the assets
- Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.

- b) Cost of replacement, major inspection, repair of significant parts are capitalized if the recognition criteria are met.

- c) Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value or net realizable value and are shown separately in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss. Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognized in the Statement of Profit and Loss.

Depreciation

- (a) Depreciation on Property, Plant and Equipment is provided on straight line method (SLM) over the estimated useful life of the assets as specified in Schedule II of the Companies Act, 2013 except, in case of Furniture & fixture and Mobile phones & tablets. In both the categories of these assets, management has estimated the useful life taking consideration the economic benefit embodied in these assets and other facts as technical obsolescence, wear & tear etc.

- (b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.

The estimated useful life of assets for current and comparative period of significant items of property plant and equipment are as follows:

| Particulars | Useful Life |
|-------------------------|-------------|
| Furniture and fixtures | 4 |
| Computers | 3 |
| Office Equipment | 5 |
| Mobile phones & tablets | 2 |
| Vehicles | 8 |

- (c) Leasehold improvements are amortized over the period of lease from the month in which such improvements are capitalized or over the useful life as computed under the Companies Act 2013.

- (d) Depreciation methods, useful lives and residual values are reviewed at each reporting date, with the effect of change in estimate accounted for on a prospective basis.





2.7 Intangible Assets

a) Other Than Freight Sharing Right

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at historical cost less accumulated amortization and impairment loss, if any.

Amortisation

Computer Software is amortised over a period of three years on pro-rata basis.

b) Freight Sharing Right (Railway Line under SCA)

The company recognizes an intangible asset arising from a service concession arrangement when it has a right to charge for usage of the concession infrastructure. An intangible asset received as consideration for providing construction or upgrade services in a service concession arrangement is measured at fair value on initial recognition by reference to the fair value of the services provided. Subsequent to initial recognition, the intangible asset is measured at cost, less accumulated amortization and accumulated impairment losses if any.

The estimated useful life of an intangible asset in a service concession arrangement is the period from where the company is able to charge the public for the use of the infrastructure to the end of the concession period (i.e. 30 year of operation or Net present Value (NPV) payback equal to equity investment @14% whichever is earlier.).

Freight sharing right is amortised using the straight-line method on prorata basis from the date of addition or from the date when the right brought in to service to the expiry of 30 year of operation or Net present Value (NPV) payback equal to equity investment @14% whichever is earlier.

Amortisation methods and useful lives are reviewed at each reporting date, with the effect of change in estimate accounted for on a prospective basis.

The carrying value of intangible asset is reviewed for impairment annually or more often if events or changes in circumstances indicate that the carrying value may not be recoverable.

2.8 Intangible Assets under development

Freight sharing right under development

Intangibles under development (Freight sharing right under development) are recognised at cost incurred by company which is reckoned as fair value including cost directly attributable (Indirect expenditure in the nature of employee benefits and other expenses to the extent of 70% till COD) and fair value adjustment of land related to the service concession arrangement.

The following amounts are reduced from the intangible under development:

- a) Interest earned on the Mobilization Advances given in respect of the project execution.
- b) Amount received on sale of tender.
- c) Net Capital receipts,
- d) Net Capital receipts, Interest on FD & Sweep A/c, Misc. receipts etc
- e) Net receipts from running of trains prior to COD

2.9 Impairment of non-financial assets

In accordance with Indian Accounting Standard-36 "Impairment of Assets" (Ind AS-36), the carrying amounts of Company's assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated as the higher of the net selling price and the value in use. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. On the basis of review, the management is of the opinion that the economic performance of Fixed Assets of the Company is not worse than expected and therefore there is no impairment of any assets as on the Balance Sheet date.

2.10 Revenue Recognition

a) Operating revenue

The income from Railway operations of the company is recognized on point in time upon the information as and when received from East Coast Railways for the share of revenue due to the company for the operations. The period for which revenue is not intimated by ECoR, same is recognized and accounted for on pro-rata estimated basis.





b) Construction Contract Revenue under SCA

Revenue related to construction or upgrade services under a service concession arrangement is recognized over time based on the stage of completion of the work performed, when the outcome of construction contract can be measured reliably and where the outcome of construction contract can not be measured reliably revenue is recognised only to the extent of contract cost incurred that is probable will be recoverable. Performance obligation is measured by the company on the basis of inputs to the satisfaction of a performance obligation (i.e Input Method).

c) Other Revenue Recognition

- (i) Interest income on FDR is recognized on a time proportion basistaking into account the amount outstanding and the interest rate applicable using Effective Interest rate Method.
- (ii) Other items of Income are accounted for as and when right to receive is established.

2.11 Employee Benefits

a) Short Term Employee Benefits

(i) The undiscounted amount of short term employee benefits expected to be paid for the services rendered are recognized as an expense during the period when the employees render the services.

b) Post-employment benefits & other Long Term Employee Benefits

(i) Retirement benefits in the form of provident fund are defined contribution schemes. The contributions to the provident fund are charged to the statement of Profit and loss for the year when the contributions are due.

(ii) Under the defined retirement plan, the company provides retirement obligation in the form of Gratuity. For defined retirement plans, the difference between the fair value of plan assets and the present value of plan liabilities is recognised as an assets and liabilities in the statement of financial position. The cost of providing benefit is determined on the basis of actuarial valuation using the projected unit credit method at each year-end and is charged to the Statement of Profit & Loss.

(iii) Provision for Long Term Leave Encashment along with availment (both EL & LHAP) and Leave Travel Concession is made based on actuarial valuation at the year end.

(iv) Actuarial gains or losses are recognised in other comprehensive income.

(v) Re-measurements recognised in other comprehensive income comprise of actuarial gains or losses that are not reclassified to profit or loss from other comprehensive income in subsequent periods. Retirement Benefits Liability in respect of Gratuity and leave encashment is provided on the basis of actuarial valuation.

2.12 Borrowing Cost

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, are capitalised as part of the cost of such assets till such time the assets are substantially ready for their intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. All other borrowings costs are recognized in the statement of Profit and Loss in the period in which they are incurred.

2.13 Current and deferred tax

a) Current income tax

Tax on income is determined on the basis of taxable Income and tax credits computed in accordance with the provisions of the Income Tax Act 1961. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities, liability for additional taxes if any, is provided / paid as and when assessments are completed. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI). The Company opted for new tax regime u/s 115BAA of the income Tax Act 1961 since F.Y. 2020-21.

b) Deferred tax

Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).





2.14 Taxes on Income and interest, penalty, claims and debit notes

Tax/Interest/Fines/penalties on account of late deposit and non-deduction of income tax deducted at source and other statutory dues are accounted for in the year in which they are levied by the statutory authorities.

Claims are accounted for in the year in which they are received/finally settled.

Debit notes/adjustments in respect of deductions are accounted for in the year in which they are received/settled. Provisions, Contingent Liabilities and contingent Assets

2.15 Taxes on Income and interest, penalty, claims and debit notes.

- a) Provisions: Provisions are recognized when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date. Provisions are reviewed at each Balance Sheet date.

Provision which expected to be settled beyond 12 months are measured at the present value by using pretax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

- b) Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which 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 or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.
- (c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.
- (d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.
- (e) Contingent Assets is disclosed where an inflow of economic benefits is probable.

2.16 Leasing

a) Company as a lessee

- (i) The Company Recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct cost incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.
- (ii) The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-to-use-asset or the end of the lease term. The estimated useful life of the right-to-use asset is determined on the same basis as those of property, plant and equipment. In addition, the right-to-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.
- (iii) The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate.
- (iv) The lease liability is measured at amortized cost using the effective interest method, it is remeasured when there is a change in future lease payments from a change in an index or rate. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the profit and loss if the carrying amount of the right-of-use asset has been reduced to zero.
- (v) The Company presents right-of-use asset that do not meet the definition of Investment property in the "Property plant and equipment" and lease liabilities in "other financial liabilities" in the Balance Sheet.
- (vi) Short term Lease and Leases of low value assets:-The Company has elected not to recognize right-of-use asset and lease liabilities for short term leases that have lease term of 12 months or less and leases of low value assets. The Company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

(b) As a lessor

When the Company acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Company makes an overall assessment of whether the lease transfers substantially all the risk and rewards incidental to the ownership of the underlying asset. If this is the case, then the lease is a finance lease, if not then it is an operating lease. As part of the assessment, the Company considers certain indicators such as whether the lease is for the major part of the economic life of the asset.





The Company recognizes lease payments received under operating lease as income on a straight-line basis over the lease term as part of "Other Income".

2.17 Earning Per Share

In determining basic earnings per share, the company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. In determining diluted earnings per share, the net profit attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

2.18 Non-derivative financial assets

The company recognizes a financial asset arising from a service concession arrangement when it has an unconditional contractual right to receive cash or another financial asset from or at the direction of the grantor for the construction or upgrade services provided. Such financial assets are measured at fair value on initial recognition and classified as loans and receivables. Subsequent to initial recognition, the financial assets are measured at amortized cost.

If the company is paid for the construction services partly by a financial asset and partly by an intangible asset, then each component of the consideration is accounted for separately and is recognized initially at the fair value of the consideration received or receivable.

2.19 Fair Value Measurement

Company measures financial 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. 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, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

- 1- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- 2- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- 3- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable. For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. At the reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents. The Company also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

The fair value of an intangible asset received as consideration for providing construction services in a service concession arrangement is estimated by reference to the fair value of the construction services provided. When the company receives an intangible asset and a financial asset as consideration for providing construction services in a service concession arrangement, the company estimates the fair value of intangible assets as the difference between the fair value of the construction services provided and the fair value of the financial asset received.

2.20 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriates.





2.21 Financial instruments:-

(i) Initial recognition and measurement

Financial Instruments recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

(ii) Subsequent measurement

Financial Assets

financial assets are classified in following categories:

a. At Amortised Cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

- (a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- (b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets measured at amortised cost using effective interest rate method less impairment if any. The EIR amortisation is included in finance income in the statement of profit and loss.

b. At Fair Value Through Other Comprehensive Income

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned is recognised using the EIR method.

c. At Fair Value Through Profit and Loss

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency. The company has not designated any financial asset as at FVTPL.

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

Financial liabilities

a. Financial liabilities at Amortised Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b. Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.

(iii) Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

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 a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.





(iv) Impairment of financial assets:

Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/ expense in the statement of profit and loss.

2.22 Non-current Assets held for Sale

Non-current assets are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortised once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 105 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of (i) its carrying amount before the asset was classified.

2.23 Material Events

Material events occurring after the Balance Sheet date are taken into cognizance.

The Accounting policies that are currently not relevant to the company have not been disclosed. When such accounting policies become relevant, the same shall be disclosed.

2.24 Standard/Amendments issued but not yet effective

MCA had issued the Indian Accounting Standards Amendments Rules, 2023 vide notification dated 31st March 2023 in the Indian Accounting Standards Amendments Rules, 2023, amendments has been made in following standards:-

1. First-time Adoption of Indian Accounting Standards (Ind AS-101)
2. Share Based Payment (Ind AS-102)
3. Business Combinations (Ind AS-103)
4. Financial Instruments: Disclosures (Ind AS-107)
5. Financial Instruments (Ind AS-109)
6. Revenue from Contracts with Customers (Ind AS-115)
7. Presentation of Financial Statements (Ind AS-1)
8. Accounting Policies, Changes in Accounting Estimates and Errors (Ind AS-8)
9. Income Taxes (Ind AS-12)
10. Interim Financial Reporting (Ind AS-34)

The effective date of these amendments is annual periods beginning on or after 1st April 2023. The Company is currently evaluating the impact of the amendments and has not yet determined the impact on the financial statements.





Haridaspur Paradip Railway Company Limited

CIN: U45203OR2006PLC008959

Notes forming part of the Financial Statement for the year ended March 31, 2023

3. Property, Plant and Equipment

(INR in Lakhs)

| Particulars | Air Conditioner | Computer & Servers | Furniture & Fixtures | Office Equipment | Vehicle | Mobile & Telephone | Total |
|---------------------------------------|--------------------|-----------------------|-------------------------|---------------------|---------|--------------------------|-------|
| Cost or Deemed Cost | | | | | | | |
| At 1st April 2021 | - | 10.24 | 14.51 | 2.15 | 29.87 | 0.65 | 57.42 |
| Additions | - | 3.79 | 2.08 | 0.73 | - | 3.05 | 9.65 |
| Disposals/Adjustments | - | 0.11 | 10.80 | 0.70 | - | - | 11.61 |
| At 31st March 2022 | - | 13.92 | 5.79 | 2.18 | 29.87 | 3.70 | 55.46 |
| Additions | - | 2.40 | 3.17 | 3.53 | - | 0.86 | 9.96 |
| Disposals/Adjustments | - | - | - | - | - | - | - |
| At 31st March 2023 | - | 16.32 | 8.96 | 5.71 | 29.87 | 4.56 | 65.42 |
| Depreciation and impairment | | | | | | | |
| At 1st April 2021 | 0.01 | 2.15 | 12.41 | 1.42 | 10.57 | 0.56 | 27.12 |
| Depreciation charge for the period | - | 3.45 | 0.65 | 0.31 | 3.54 | 0.67 | 8.62 |
| Impairment | - | - | - | - | - | - | - |
| Disposals/Adjustments | 0.01 | 0.09 | 10.26 | 0.61 | - | - | 10.97 |
| At 31st March 2022 | - | 5.51 | 2.80 | 1.12 | 14.11 | 1.23 | 24.77 |
| Depreciation charge for the period | - | 4.46 | 1.36 | 0.53 | 3.54 | 1.64 | 11.53 |
| Impairment | - | - | - | - | - | - | - |
| Disposals/Adjustments | - | - | - | - | - | - | - |
| At 31st March 2023 | - | 9.97 | 4.16 | 1.65 | 17.65 | 2.87 | 36.30 |
| Net Book Value | | | | | | | |
| At 31st March 2023 | - | 6.35 | 4.80 | 4.06 | 12.22 | 1.69 | 29.12 |
| At 31st March 2022 | - | 8.41 | 2.99 | 1.06 | 15.76 | 2.47 | 30.69 |

3.1 Property, Plant and equipment are subject to first charge to secure the Company's Bank loans. For detail refer Note 14.





Notes forming part of the Financial Statement for the year ended March 31, 2023

4. Right of use Assets

(INR in Lakhs)

| Particulars | Rights of use assets | Total |
|------------------------------------|----------------------|-------|
| <u>Cost or deemed cost</u> | | |
| At 1st April 2021 | - | - |
| Additions | 67.80 | 67.80 |
| Disposals/Adjustments | - | - |
| At 31st March 2022 | 67.80 | 67.80 |
| Additions | - | - |
| Disposals/Adjustments | - | - |
| At 31st March 2023 | 67.80 | 67.80 |
| <u>Depreciation and Impairment</u> | | |
| At 1st April 2021 | - | - |
| Depreciation charged for the year | 7.53 | 7.53 |
| Disposals/Adjustments | - | - |
| At 31st March 2022 | 7.53 | 7.53 |
| Depreciation charged for the year | 22.60 | 22.60 |
| Disposals/Adjustments | - | - |
| At 31st March 2023 | 30.13 | 30.13 |
| <u>Net book Value</u> | | |
| At 31st March 2023 | 37.67 | 37.67 |
| At 31st March 2022 | 60.27 | 60.27 |

4.1 Refer Note No.33 for details of leases.





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Notes forming part of the Financial Statement for the year ended March 31, 2023

5. Other Intangible Assets

| Particulars | (INR in Lakhs) | | |
|------------------------------------|------------------------|----------|-------------|
| | Freight Sharing Rights | Software | Total |
| <u>Cost or deemed cost</u> | | | |
| At 1st April 2021 | 2,39,239.38 | 0.50 | 2,39,239.88 |
| Addition during the period | 12,792.34 | - | 12,792.34 |
| Adjustments | - | - | - |
| At 31st March 2022 | 2,52,031.72 | 0.50 | 2,52,032.22 |
| Addition during the period | 8,326.21 | - | 8,326.21 |
| Adjustments | - | - | - |
| At 31st March 2023 | 2,60,357.93 | 0.50 | 2,60,358.43 |
| <u>Amortisation and Impairment</u> | | | |
| At 1st April 2021 | 3,896.65 | 0.49 | 3,897.14 |
| Amortization for the period | 8,031.21 | - | 8,031.21 |
| Disposals/Adjustments | - | - | - |
| At 31st March 2022 | 11,927.86 | 0.49 | 11,928.35 |
| Amortization for the period | 8,544.42 | - | 8,544.42 |
| Disposals/Adjustments | - | - | - |
| At 31st March 2023 | 20,472.28 | 0.49 | 20,472.77 |
| <u>Net book Value</u> | | | |
| At 31st March 2023 | 2,39,885.65 | 0.01 | 2,39,885.66 |
| At 31st March 2022 | 2,40,103.86 | 0.01 | 2,40,103.87 |

5.1 Amortisation on Intangible Assets included in note-24 Depreciation and Amortization.

5.2 Intangible assets are subject to first charge to secure the Company's bank loans. For details, refer Note 14.





Notes forming part of the Financial Statement for the year ended March 31, 2023

6. Financial Assets

6.1 Other Financial Assets

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--|--------------------------|--------------------------|
| At Amortised Cost | | |
| Receivable from East Coast Railways under SCA (Value of land) Refer Note -29 Considered Good : Unsecured | 1,257.17 | 1,142.88 |
| At Amortised Cost | | |
| Security Deposits | 12.51 | 11.37 |
| Total | 1,269.68 | 1,154.25 |

7 Deferred Tax

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| Deferred Tax Assets | | |
| Unabsorbed Depreciation & Loss | 12,819.01 | 10,221.62 |
| Employee Benefits | 15.59 | 12.22 |
| Total deferred tax Assets | 12,834.60 | 10,233.84 |
| Deferred Tax Liability | | |
| IndAS transition Adjustment | - | - |
| Property Plant & Equipment | 17,235.75 | 12,615.22 |
| Total deferred tax Liability | 17,235.75 | 12,615.22 |
| (Net Deferred Tax Liability)/ Assets | (4,401.15) | (2,381.38) |

Movement in Deferred Tax Liability

(INR in Lakhs)

| Particulars | Unabsorbed Depreciation & Loss | Employee Benefits | PPE ROU & Intangible Assets | Total |
|--|--------------------------------------|----------------------|--------------------------------|-----------------|
| Opening balance as at 1st April 2021 | (7,951.13) | (1.55) | 7,210.11 | (742.57) |
| Charged/(credited) during 2021-22 | | | | |
| To Profit & Loss | (2,270.49) | (11.05) | 5,405.11 | 3,123.57 |
| To other comprehensive income | - | 0.38 | - | 0.38 |
| Closing balance as at 31 March 2022 | (10,221.62) | (12.22) | 12,615.22 | 2,381.38 |
| Charged/(credited) during 2022-23 | | | | |
| To Profit & Loss | (2597.39) | (3.75) | 4,620.53 | 2,019.39 |
| To other comprehensive income | - | 0.38 | - | 0.38 |
| Closing balance as at 31 March 2023 | (12,819.01) | (15.59) | 17,235.75 | 4,401.15 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

8 Other non-current assets

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| a) Capital Advances | | |
| Advance to land acquisition officer | 3.86 | 3.86 |
| Advance for Construction of Building | 50.00 | - |
| Total Advance to RVNL under various heads | 4,326.51 | 2215.44 |
| b) Fair valuation adjustment-Financial Assets | | |
| Prepayments | 2.07 | 3.32 |
| c) Income Tax Refund Receivable | 357.00 | 357.00 |
| d) Prepaid Expenses | 13.23 | - |
| Total | 4,752.67 | 2579.62 |

9 Financial Assets-Current

9.1 Trade Receivables

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--|--------------------------|--------------------------|
| Considered good-Secured | - | - |
| Considered good-Unsecured | 6,978.36 | 5,477.23 |
| Trade Receivables which have significant increase in credit risk | - | - |
| Trade Receivables -credit impaired | - | - |
| Total | 6,978.36 | 5,477.23 |

9.1.1 Trade Receivables represents amount receivable from the M/s IOCL in respect of the Works Contract and Receivables from the Railways (amount receivable from the Railways and M/s IOCL).

9.1.2 Trade Receivables Ageing Schedule are as follows:

As on 31st March 2023

(INR in Lakhs)

| Particulars | Outstanding for following periods from due date of payment | | | | | |
|--|--|----------------------|--------------|--------------|----------------------|----------|
| | Less than 6 month | 6 month - 1 years | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) Undisputed Trade receivables – considered good | 6,978.36 | | | | | 6,978.36 |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk | | | | | | Nil |
| (iii) Undisputed Trade Receivables – credit impaired | | | | | | Nil |
| (iv) Disputed Trade Receivables– considered good | | | | | | Nil |
| (v) Disputed Trade Receivables – which have significant increase in credit risk | | | | | | Nil |
| (vi) Disputed Trade Receivables – credit Impaired | | | | | | Nil |
| | 6,978.36 | | | | | 6,978.36 |

As on 31st March 2022

(INR in Lakhs)

| Particulars | Outstanding for following periods from due date of payment | | | | | |
|--|--|----------------------|--------------|--------------|----------------------|----------|
| | Less than 6 month | 6 month - 1 years | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) Undisputed Trade receivables – considered good | 5,431.45 | 45.78 | Nil | Nil | Nil | 5,477.23 |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk | Nil | Nil | Nil | Nil | Nil | Nil |
| (iii) Undisputed Trade Receivables – credit impaired | Nil | Nil | Nil | Nil | Nil | Nil |
| (iv) Disputed Trade Receivables– considered good | Nil | Nil | Nil | Nil | Nil | Nil |
| (v) Disputed Trade Receivables – which have significant increase in credit risk | Nil | Nil | Nil | Nil | Nil | Nil |
| (vi) Disputed Trade Receivables – credit Impaired | Nil | Nil | Nil | Nil | Nil | Nil |
| | 5,431.45 | 45.78 | Nil | Nil | Nil | 5,477.23 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

9.2 Cash and Cash equivalent

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| Cash on hand | 0.72 | 0.43 |
| Balances with banks: | | |
| On current accounts | 205.12 | 275.90 |
| Fixed Deposits having original Maturity of three months or less | 4,015.00 | 2,807.00 |
| Cash and Cash equivalent as per balance sheet | 4,220.84 | 3,083.33 |

9.3 Other Bank Balances

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| Fixed Deposits having original Maturity of more than 3 months and less than 12 months | - | - |
| Fixed Deposits under Debt Service Reserve Account* | 6,000.00 | 5,530.74 |
| Earmarked Balance in Dividend Account | 1,068.80 | 1,193.78 |
| Total | 7,068.80 | 6,724.52 |

* Deposits under the Debt Service Reserve Account is maintained of an amount equivalent to sum required for meeting ensuing two quarters debt service obligations i.e. the repayment of the principal amounts of the Loans and payment of interest on the Loans of the Senior Lenders or as mandate by the Bank.

9.4 Others

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| Interest Accrued on Fixed Deposits | 135.86 | 99.30 |
| Considered Good : Unsecured Security Deposits | 0.87 | - |
| Total | 136.73 | 99.30 |

10 Current Tax Assets

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|--------------------------|--------------------------|
| Advance Tax & TDS (Net of provision for Income Tax) | 210.46 | 140.19 |
| Total | 210.46 | 140.19 |





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Notes forming part of the Financial Statement for the year ended March 31, 2023

11 Other current assets (INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|-----------------------|-----------------------|
| Prepaid Expenses | 264.78 | 264.82 |
| Interest on Term loan Receivable | 0.13 | - |
| Others | 5.15 | 4.97 |
| Fair valuation adjustment-Financial Assets | | |
| Prepayments | 1.25 | 1.25 |
| Total | 271.31 | 271.04 |

11.1 Total Advance to RVNL under various heads (Note no. 11) for FY 2021-22 has been reclassified from Other current assets to Capital advance under non current asset (Note no. 8) amounting INR 22,15,44,122/- towards "Total Advance to RVNL under various heads".

12 Equity Share Capital (INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--|-----------------------|-----------------------|
| Authorised share capital | | |
| 150,00,00,000 Equity Share of INR 10 each (31st March 2022 150,00,00,000 Equity Shares of INR10 each) | 1,50,000.00 | 1,50,000.00 |
| | 1,50,000.00 | 1,50,000.00 |
| Issued Capital | | |
| 130,00,00,000 Equity Share of INR10 each (31st March 2022 130,00,00,000 Equity Share of INR10 each) | 1,30,000.00 | 1,30,000.00 |
| | 1,30,000.00 | 1,30,000.00 |
| Subscribed and Paid up Capital | | |
| 130,00,00,000 Equity Share of INR10 each (31st March 2022 130,00,00,000 Equity Share of INR10 each) | 1,30,000.00 | 1,30,000.00 |
| | 1,30,000.00 | 1,30,000.00 |

Reconciliation of the number of equity shares and share capital (INR in Lakhs)

| Particulars | No of shares (in Lakhs) | Amount (INR in Lakhs) |
|---|-------------------------|-----------------------|
| Balance As at 1st April 2021 | 11,873.73 | 1,18,737.33 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 11,873.73 | 1,18,737.33 |
| Add: Shares Issued during the year | 1,126.27 | 11,262.67 |
| Add: Partly paid converted to fully paid | - | - |
| Less: Shares bought back during the period | - | - |
| Balance As at 31st March 2022 | 13,000.00 | 1,30,000.00 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the current reporting period | 13,000.00 | 1,30,000.00 |
| Add: Shares Issued during the year | - | - |
| Add: Partly paid converted to fully paid | - | - |
| Less: Shares bought back during the period | - | - |
| Balance As at 31st March 2023 | 13,000.00 | 1,30,000.00 |

Terms & Right attached to equity shares

The company has only one class of equity shares having par value of INR10/- per share. Each holder of equity shares is entitled to one vote per share and also to dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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





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Notes forming part of the Financial Statement for the year ended March 31, 2023

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

The company does not have any holding/ultimate holding company and/or their subsidiaries/associates.

Details of shareholders holding in the company holding more than 5% of the aggregate shares in the Company

| Name of the shareholder | As at 31st March 2023 | | As at 31st March 2022 | |
|--|-----------------------------|---------------------------|-----------------------------|---------------------------|
| | No. of Shares (in Lakhs) | % holding in the class | No. of Shares (in Lakhs) | % holding in the class |
| Equity shares of INR10/- each with voting rights | | | | |
| 1. Government of Odisha [23,77,93,134 shares are Fully paid up @ INR10/- per share] (as at 31st March 2022: 23,77,93,134 shares @ INR10/- each) | 2,377.93 | 18.29 | 2,377.93 | 18.29 |
| 2. Odisha Mining Corporation Limited [10,99,97,702 shares are Fully paid up @ INR10/- per share] (As at 31 st March 2022: 10,99,97,702 shares @ INR10/- each) | 1,099.98 | 8.46 | 1,099.98 | 8.46 |
| 3. Paradip Port Authority [13,85,21,106 shares are Fully paid up @ INR10/- per share] (As at 31 st March 2022 : 13,85,21,106 shares @ INR10/- each) | 1,385.21 | 10.66 | 1,385.21 | 10.66 |
| 4. Rail Vikas Nigam Limited [39,00,00,000 shares are Fully paid up @ INR10/- per share] (As at 31 st March 2022 : 39,00,00,000 shares @ INR10/- each) | 3,900.00 | 30.00 | 3,900.00 | 30.00 |
| 5. Sagarmala Development Co. Ltd [33,67,88,058 shares are Fully paid up @ INR10/- per share] (As at 31 st March 2022 : 33,67,88,058 shares @ INR10/- each) | 3,367.88 | 25.91 | 3,367.88 | 25.91 |

Aggregate no. of equity shares issued as fully paid by way of bonus during the period of five years immediately preceding the reporting date

| Particulars | As at | As at | As at | As at | As at |
|-------------------------------|-----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | March 2023 No's in Lakhs | 31 March 2022 No's in Lakhs | 31 March 2021 No's in Lakhs | 31 March 2020 No's in Lakhs | 31 March 2019 No's in Lakhs |
| Equity shares issued as bonus | Nil | Nil | Nil | Nil | Nil |
| | Nil | Nil | Nil | Nil | Nil |

Shareholding of Promoters as on 31st March 2023 are as follows:-

| Shares held by promoters at the end of the year | No. of shares (in Lakhs) | % of total share | % change during the year |
|---|-----------------------------|---------------------|-----------------------------|
| Promoter Name | | | |
| Rail Vikas Nigam Limited | 3,900.00 | 30.00 | - |
| Essel Mining and Industries Limited | 300.00 | 2.31 | - |
| Total | 4,200.00 | 32.31 | 0.00 |

Shareholding of Promoters as on 31st March 2022 are as follows:-

| Shares held by promoters at the end of the year | No. of shares (in Lakhs) | % of total share | % change during the year |
|---|-----------------------------|---------------------|-----------------------------|
| Promoter Name | | | |
| Rail Vikas Nigam Limited | 3,900.00 | 30.00 | 2.09 |
| Essel Mining and Industries Limited | 300.00 | 2.31 | (0.22) |
| Total | 4,200.00 | 32.31 | 1.87 |





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Notes forming part of the Financial Statement for the year ended March 31, 2023

| 13 Other Equity (INR in Lakhs) | | |
|---|--------------------------|--------------------------|
| Particulars | As at 31st March 2023 | As at 31st March 2022 |
| Retained Earnings | 9,087.35 | 5,827.16 |
| Share application money pending for allotment | - | - |
| Total | 9,087.35 | 5,827.16 |
| 13.1 Retained earnings (INR in Lakhs) | | |
| Particulars | As at 31st March 2023 | As at 31st March 2022 |
| Opening Balance | 5,827.16 | 4,005.91 |
| Add: Net Profit/(Loss) for the period | 4,819.06 | 3,120.13 |
| Other comprehensive income arising from Remeasurement of defined benefit obligation net of income tax | 1.13 | 1.12 |
| Less: Interim Dividend | (1,560.00) | (1,300.00) |
| Closing Balance | 9,087.35 | 5,827.16 |

Retained Earnings represents the undistributed profits of the Company.

| 13.2 Share application money pending for Allotment (INR in Lakhs) | | |
|---|--------------------------|--------------------------|
| Particulars | As at 31st March 2023 | As at 31st March 2022 |
| Opening Balance | - | - |
| Received/Adjusted during the period | - | - |
| Govt of Odisha | - | 3,691.86 |
| Rail Vikas Nigam Limited | - | 5,863.04 |
| Odisha Mining Corporation | - | 1,707.77 |
| Allotment during the period | - | (11,262.67) |
| Closing Balance | - | - |

14 Financial Liability-Non Current

| 14.1 Borrowing (INR in Lakhs) | | |
|-------------------------------|--------------------------|--------------------------|
| Particulars | As at 31st March 2023 | As at 31st March 2022 |
| (i) Secured-At amortised cost | | |
| Term Loan | | |
| From Bank | 1,20,002.89 | 1,20,002.89 |
| Total | 1,20,002.89 | 1,20,002.89 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

Summary of borrowing arrangement

- (a) The credit facilities were refinanced by M/s UCO Bank on 25th October 2021, by way of takeover under sole banking arrangement, and documents to this effect which stipulates terms & conditions (including the security and charge) were executed on 18th October 2021. Moreover, No Due Certificates were obtained from the erstwhile consortium lenders and satisfaction of charge were also filed with the concerned authority rendering Restated and amended financing documents executed on 01st March 2018 and 01st amendment to amended and restated common loan agreement executed on 29th Sept 2020 as satisfied by HPRCL. Further, charge in favour of M/s UCO Bank is also created and filed with the concerned authority. Therefore, as on 31st March 2023, financing documents executed with M/s UCO Bank is in force.
- (b) During F.Y. 2021-22, the company prepaid the debt obligations till March 2027 which was adjusted in the normal order of maturity, partly from the surplus of operational and partly from equity. Post adjustments of prepayments and interest receivable, an amount of INR1,20,002.89 Lakhs is outstanding as on 31st March 2023.
- (c) Amortization schedule of credit facilities availed from M/s UCO bank is mentioned below:

| Quarter | Term Loan- Repayment | Quarter | Term Loan- Repayment | Quarter | Term Loan- Repayment | Quarter | Term Loan- Repayment | Quarter | Term Loan- Repayment |
|---------|--|---------|--|---------|-------------------------|---------|-------------------------|---------|-------------------------|
| Dec-21 | Pre-Paid during F.Y. 2021-22, prior to refinance | Mar-25 | Pre-Paid during F.Y. 2021-22, after refinance of the credit facilities by M/s UCO Bank | Jun-28 | 2,540.32 | Sep-31 | 3,629.03 | Dec-34 | 4,717.73 |
| Mar-22 | | Jun-25 | | Sep-28 | 2,540.32 | Dec-31 | 3,629.03 | Mar-35 | 4,717.73 |
| Jun-22 | | Sep-25 | | Dec-28 | 2,540.32 | Mar-32 | 3,629.03 | Jun-35 | 5,080.64 |
| Sep-22 | | Dec-25 | | Mar-29 | 2,540.32 | Jun-32 | 3,991.93 | Sep-35 | 4,599.85 |
| Dec-22 | | Mar-26 | | Jun-29 | 2,903.22 | Sep-32 | 3,991.93 | Total | 1,20,002.89 |
| Mar-23 | | Jun-26 | | Sep-29 | 2,903.22 | Dec-32 | 3,991.93 | | |
| Jun-23 | | Sep-26 | | Dec-29 | 2,903.22 | Mar-33 | 3,991.93 | | |
| Sep-23 | | Dec-26 | | Mar-30 | 2,903.22 | Jun-33 | 4,354.83 | | |
| Dec-23 | Pre-Paid during F.Y. 2021-22, after refinance of the credit facilities by M/s UCO Bank | Mar-27 | | Jun-30 | 3,266.12 | Sep-33 | 4,354.83 | | |
| Mar-24 | | Jun-27 | 2,177.42 | Sep-30 | 3,266.12 | Dec-33 | 4,354.83 | | |
| Jun-24 | | Sep-27 | 2,177.42 | Dec-30 | 3,266.12 | Mar-34 | 4,354.83 | | |
| Sep-24 | | Dec-27 | 2,177.42 | Mar-31 | 3,266.12 | Jun-34 | 4,717.73 | | |
| Dec-24 | | Mar-28 | 2,177.42 | Jun-31 | 3,629.03 | Sep-34 | 4,717.73 | | |
| | | | | | | | | | |

14.2 Lease Liabilities

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|-------------------|--------------------------|--------------------------|
| Lease Liabilities | 17.59 | 42.37 |
| Total | 17.59 | 42.37 |

Refer Note No.33 for details of lease.

15 Provisions

(INR in Lakhs)

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|-------------------------|--------------------------|--------------------------|
| Employee Benefits | | |
| Gratuity | 17.47 | 15.75 |
| Leave Encashment/LHAP | 28.38 | 25.04 |
| Leave Travel Concession | 3.02 | 2.77 |
| Total | 48.87 | 43.56 |





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16. Financial Liability-Current

16.1 Borrowing

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--------------------------------------|--------------------------|--------------------------|
| Current maturities of long-term debt | - | - |
| Total | - | - |

16.2 Lease Liabilities

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|-------------------|--------------------------|--------------------------|
| Lease Liabilities | 24.78 | 22.54 |
| Total | 24.78 | 22.54 |

Refer Note No.33 for details of leases

16.3 Other Financial Liabilities

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|------------------------|--------------------------|--------------------------|
| Others | | |
| Other payables | | |
| (i) Audit Fees Payable | 1.25 | 1.25 |
| (ii) Others | 31.75 | 21.67 |
| Dividend Payable | 1,068.80 | 1,193.78 |
| Total | 1,101.80 | 1,216.70 |

17 Other current liability

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|-----------------|--------------------------|--------------------------|
| Others | | |
| Statutory dues* | 163.77 | 179.96 |
| Total | 163.77 | 179.96 |

* Includes TDS, EPF, Professional Tax etc.

18 Provisions

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--------------------------|--------------------------|--------------------------|
| Employee Benefits | | |
| Gratuity | 0.49 | 0.39 |
| Leave Encashment/LHAP | 11.16 | 5.98 |
| Leave Travel Concession | 1.45 | 1.38 |
| Total | 13.10 | 7.75 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

19 Revenue from Operation

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Revenue From Contracts with Customers | | |
| Construction Contract Revenue under SCA (refer note 29) | 7,144.61 | 11,197.67 |
| Income from Railway Operation | 35,055.82 | 35,206.64 |
| Works Contract Service | - | 40.88 |
| Total | 42,200.43 | 46,445.19 |

19.1 Revenue from Railway Operations is recognized based on the calculation sheets received from East Coast Railways (ECoR) showing Apportioned Revenue and O&M Expenses on a provisional basis. Hence, the difference, if any, is accounted for when the other requisite details are received/ issues are settled.

20 Other Income

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--|---------------------------------------|---------------------------------------|
| Interest Income | | |
| (a) Bank Deposits | 694.53 | 644.32 |
| Other Non Operating Income | | |
| (a) Unwinding of discount on receivable from East Coast Railways under SCA | 114.29 | 103.89 |
| (b) Unwinding of discount on Security Deposit | 1.14 | 1.04 |
| Total | 809.96 | 749.25 |

21 Other Operating Cost

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Construction Cost under SCA (refer note 29) | 7,144.61 | 11,197.67 |
| Operation & Maintenance Expenses* | 11,684.18 | 11,078.99 |
| Cost under Works Contract Service | - | 40.88 |
| Total | 18,828.79 | 22,317.54 |

*During the year F.Y.2020-21, the Operations & Maintenance (O&M) Expenses were accounted for based on the Interim Agreement entered with East Coast Railways (ECoR) which provides that ECoR shall retain 25% of the apportioned revenue towards O&M Cost. Moreover, an amount of INR307.13 lakhs is also incurred by ECoR towards Maintenance of the project till 31st March 2021 (over and above 25% of the revenue retained by ECoR).

During for the, F.Y. 2021-22, the Company entered into O&M Agreement with ECoR effective from the date of issue of Safety Certificate, and O&M expenses are accounted for based on the calculation sheets received from ECoR showing O&M Expenses on a provisional basis. Hence, the difference, if any, is accounted for when the other requisite details are received/ issues are settled.

Moreover, the pro-rata allocation of Project Insurance and incidental expenses F.Y. 2022-23 INR321.82 Lakhs (INR340.89 Lakhs for F.Y.2021-22). Further, the amount incurred by M/s RVNL towards maintenance/restoration of Project Assets amounting to NIL (INR284.84 Lakhs accounted for F.Y. 2021-22) is also included in the above figure. Differences shall be accounted for during the period in which they are settled.

22 Employee benefit Expenses

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|-------------------------------------|---------------------------------------|---------------------------------------|
| Salaries, wages & allowances | 116.04 | 106.89 |
| Employer's Contribution towards EPF | 9.05 | 8.22 |
| Ex-Gratia | 13.53 | 9.71 |
| Retirement Benefits | 11.83 | 12.34 |
| Staff Welfare Expenses | 0.83 | 0.67 |
| | 151.28 | 137.83 |
| Less: License Fee & Other recovery | (1.03) | (0.65) |
| Total | 150.25 | 137.18 |





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Notes forming part of the Financial Statement for the year ended March 31, 2023

23 Finance Cost

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|-----------------------------|---------------------------------------|---------------------------------------|
| Interest on Term Loan | 8,413.55 | 10,129.85 |
| Other Finance Charges | 0.96 | 90.52 |
| Interest on Lease Liability | 6.49 | 6.78 |
| Total | 8,421.00 | 10,290.15 |

24 Depreciation and Amortisation

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Depreciation on Property, Plant & Equipment (Refer Note- 3) | 11.54 | 8.63 |
| Amortization of intangible assets (Refer Note- 5) | 8,544.42 | 8,031.21 |
| Depreciation on Right of Use Assets | 22.60 | 7.53 |
| Total | 8,578.56 | 8,047.37 |

25 Other Expenses

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Payment to statutory auditor | | |
| (i) As Auditor - Statutory Audit | 1.31 | 1.29 |
| (Including statutory audit for Interim Period) | | |
| (ii) Tax Audit Fees | 0.33 | 0.32 |
| (iii) Reimbursement of expenses | - | - |
| Legal & professional charges | 80.45 | 68.06 |
| Travelling & conveyance | 4.66 | 2.10 |
| Office rent | 12.45 | 16.30 |
| Telephone & internet expenses | 2.99 | 1.99 |
| Vehicle insurance, running & maintenance expenses | 5.38 | 5.02 |
| Filing fees | 0.22 | 0.30 |
| Seminar & meeting expenses | 0.81 | 4.10 |
| Internal audit fees | 2.72 | 2.93 |
| Contribution towards corpus fund & membership fees of AIR | 1.00 | 2.00 |
| Director's sitting fees | 4.01 | 4.25 |
| Winding up of discount on Security deposit | 0.05 | 0.07 |
| Professional Membership Fees | 0.48 | 0.54 |
| CSR Expenses | 61.59 | 20.18 |
| DC Chord Line Survey Expenses | - | 16.13 |
| Loss on Sale of Assets (Net) | - | 0.35 |
| Miscellaneous expenses | 14.89 | 12.57 |
| Total | 193.34 | 158.50 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

26 Income Tax Expense

26.1 Income tax recognised in profit and loss

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--------------------------------|---------------------------------------|---------------------------------------|
| Current income tax: | | |
| Current income tax charge | | |
| - For earlier years (net) | - | - |
| Deferred tax: | | |
| In respect of the current year | 2,019.39 | 3,123.57 |
| MAT Payable | - | - |
| Total | 2,019.39 | 3,123.57 |

Reconciliation between tax expense and the accounting profit :

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--|---------------------------------------|---------------------------------------|
| Accounting profit before tax from continuing operations | 6,838.45 | 6,243.70 |
| Accounting profit before income tax | 6,838.45 | 6,243.70 |
| At India's statutory Income Tax rate of 25.17%* (31 March 2023: 25.17%) | - | - |
| Tax effect of amounts which are not deductible (taxable) in calculating taxable income | | |
| Deferred Tax Adjustment | 2,019.39 | 3,123.57 |
| Taxes of earlier years | - | - |
| At the effective income tax rate | 2,019.39 | 3,123.57 |
| Income tax expense reported in the statement of profit and loss (relating to continuing operations) | 2,019.39 | 3,123.57 |
| | 2,019.39 | 3,123.57 |
| Effective income tax rate | - | - |

* The Company opted for new tax regime u/s 115BAA of the Income Tax Act, 1961 for FY 2020-21 and onwards

27 Components of Other Comprehensive Income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below:-

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--|---------------------------------------|---------------------------------------|
| Remeasurement of Defined benefit plans | 1.51 | 1.50 |
| Tax impact on Remeasurement of Defined benefit plans | (0.38) | (0.38) |
| | 1.13 | 1.12 |





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28 Earnings per share (EPS)

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|------------------------------|---------------------------------------|---------------------------------------|
| Basic EPS | | |
| From continuing operation | 0.37 | 0.25 |
| From discontinuing operation | - | - |
| Diluted EPS | | |
| From continuing operation | 0.37 | 0.25 |
| From discontinuing operation | - | - |

28.1 Basic Earning Per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Profit attributable to equity holders of the company: | | |
| Continuing operations | 4,819.06 | 3,120.13 |
| Discontinued operation | - | - |
| Earnings used in calculation of Basic Earning Per Share | 4,819.06 | 3,120.13 |
| Weighted average number of shares for the purpose of basic earnings per share | 13000.00 | 12401.65 |

*The weighted average number of shares take into account the weighted average effect of changes in treasury share transactions during the year.

28.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Profit attributable to equity holders of the company: | | |
| Continuing operations | 4,819.06 | 3,120.13 |
| Discontinuing operations | - | - |
| Earnings used in calculation of diluted Earning Per Share from continuing operations | 4,819.06 | 3,120.13 |

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows: (INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Weighted average number of Equity shares used in calculation of basic earnings per share | 13,000.00 | 12,401.65 |
| Effect of dilution: | | |
| Share Options | - | - |
| Share Application money pending allotment | - | - |
| Weighted average number of Equity shares used in calculation of diluted earnings per share | 13,000.00 | 12,401.65 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

29 Disclosure of Ind AS 115 "Revenue from Contracts with Customers"

29.1 Service Concession arrangements

Public-to-private service concession arrangements are recorded according to Appendix "D" Service Concession Arrangements" IND-AS-115. Appendix "D" Service Concession Arrangements applies if:

- The Grantor controls or regulates which services the operator should provide with the infrastructure, to whom it must provide them, and at what price; and
- The grantor controls through ownership, beneficial entitlement, or otherwise any significant residual interest in the infrastructure at the end of the term of the arrangement.

If both of the above conditions are met simultaneously, an intangible asset is recognized to the extent that the operator receives the right to charge users of the public service, provided that these charges are conditional on the degree to which the service is used.

These intangible assets are initially recognized at cost, which is understood as the fair value of the service provided plus other direct costs directly attributable to the operation. They are then amortized over the term of the concession.

The HPRCL (Company) has entered into a Concession Agreement with Ministry of Railways (MoR), Government of India dated 20th December, 2007 in terms of which the Ministry of Railways (Grantor) has authorized the Company (Operator) to develop, finance, design, engineer, procure, construct, operate and maintain the Project Railway and to exercise and/or enjoy the rights, powers, benefits, privileges authorizations and entitlements upon its completion. In terms of the said agreement HPRCL has an obligation to complete construction of the project railway and to keep the project assets in proper working condition including all projects assets whose lives have expired.

The concession period is determined with reference to attainment of NPV payback benchmark at the rate of return of 14%. The concession period shall be 30 years of operation or till the NPV payback equal to equity investment is reached, whichever is earlier. In case the NPV payback is reached earlier than 30 years, the concession agreement would stand terminated and the project line would be re-possessed by railway.

At the end of concession period, the project assets shall be hand over by HPRCL to MOR and HPRCL shall be entitled to receive and MOR shall pay to HPRCL an amount equal to the value of new assets and additional facilities created by the HPRCL net of depreciation and amortisation. The original existing assets leased to HPRCL by MOR shall revert back to MOR. The fresh land acquired by MOR and leased to HPRCL shall also revert back to MOR on payment of an amount equal to the cost of acquisition.

In terms of the above agreement upon expiry of 30 years of operation the concession period shall be extended by an equal period of time which corresponds to the period for which material disruption of operation and maintenance occurred during the concession period. However such extension will be limited to provision that if NPV payback equal to equity investment is reached earlier then the period so extended, the concession period would stand terminated.

In case of material breach in terms of the agreement the MOR and HPRCL both have the right to terminate the agreement if they are not able to cure the event of default in accordance with such agreement. As per terms of concession, in case fresh concession is issued first preference shall be given to company for same.

For the year ended 31st March 2023, the company has recognized revenue of INR 7,144.61 lakhs (31st March 2022 INR 11,197.67 Lakhs) on construction of intangible assets under service concession arrangement. Company has recognized nil profit on construction of intangible assets under service concession arrangement. The revenue recognized in relation to construction of intangible assets under service concession arrangement during the year ended on 31st March 2023 represents the fair value of services provided towards construction of intangible assets under service concession arrangement. The company have recognised revenue of INR 35,055.82 lakhs from operation of railway line during the F.Y 2022-23 (F.Y 2021-22 INR 35,206.64 Lakhs). The company has recognized receivable under service concession arrangement measured at the amortised cost at 31st March 2023 of INR 1257.17 lakhs (at 31st March 2022 of 1142.88 Lakhs) representing the present value of fresh land acquired by MOR and leased to HPRCL which is recoverable at the end of concession period from MOR.





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29.2 Disaggregation Of Revenue

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Construction Contract Revenue under SCA | 7,144.61 | 11,197.67 |
| Income from Railway Operation | 35,055.82 | 35,206.64 |
| Works Contract Service | - | 40.88 |
| | 42,200.43 | 46,445.19 |

Contract balances

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|----------------------|---------------------------------------|---------------------------------------|
| Trade receivables | 6,978.36 | 5,477.23 |
| Contract assets | - | - |
| Contract liabilities | - | - |

Contract Assets

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---|---------------------------------------|---------------------------------------|
| Contract Asset at the beginning of the year | - | - |
| Transfer from Contract Asset to Trade Receivable and increase as a result of changes in measure of progress | - | - |
| Contract Asset at the end of the year | - | - |

Contract Liabilities

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--|---------------------------------------|---------------------------------------|
| Contract Liabilities at the beginning of the year | - | - |
| Transfer from Contract Liabilities to Revenue and increase as a result of changes in measure of progress | - | - |
| Contract Liabilities at the end of the year | - | - |

There was no revenue recognized in the current reporting period that related to performance obligations that were satisfied in a prior year.

29.3 Construction Contracts

In terms of the disclosure required in IND AS-115 "Construction Contracts" as notified in the companies (Accounting Standard) rules 2018, the amount considered in the financial statements up to the balance sheet date are as follows:-

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--|---------------------------------------|---------------------------------------|
| Contract revenue recognised | 7,144.61 | 11,197.67 |
| Aggregate amount of costs incurred and recognized in profit/Loss | 7,144.61 | 11,197.67 |





Notes forming part of the Financial Statement for the year ended March 31, 2023

30 Capital management

The company objective to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders.

Further, company manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. The company maintain an optimal capital structure of Debt equity to reduce the cost of capital. The company debts includes long term debt, interest bearing loans and borrowings from banks.

| (INR in Lakhs) | | |
|---------------------------------|--------------------|--------------------|
| Particulars | 31-Mar-23 | 31-Mar-22 |
| Borrowing (Note No. 14) | 1,20,002.89 | 1,20,002.89 |
| Net debt | 1,20,002.89 | 1,20,002.89 |
| Equity (Note No. 12) | 1,30,000.00 | 1,30,000.00 |
| Other equity (Note No. 13) | 9,087.35 | 5,827.16 |
| Total equity | 1,39,087.35 | 1,35,827.16 |
| Net Debt to equity ratio | 46:54 | 47:53 |

No changes were made in the objectives, policies or processes for managing capital during the period ended 31st March 2023.

31 Financial Instruments

(i) Financial Instruments by Category

| (INR in Lakhs) | | | | |
|--|------------------|--------------------|------------------|--------------------|
| Particulars | As at | | As at | |
| | 31st March 2023 | | 31st March 2022 | |
| | FVTPL/ FVTOCI | Amortised Cost | FVTPL/ FVTOCI | Amortised Cost |
| Financial Assets | | | | |
| (i) Trade Receivables | - | 6,978.36 | - | 5477.23 |
| (ii) Cash and Cash Equivalents | - | 4,220.84 | - | 3,083.33 |
| (iii) Bank balances other than (i) above | - | 7,068.80 | - | 6,724.52 |
| (iv) Receivable from Railways under SCA | - | 1,257.17 | - | 1,142.88 |
| (v) Security Deposits | - | 13.38 | - | 11.37 |
| (vi) Others | - | 135.86 | - | 99.30 |
| Total Financial Assets | - | 19,674.41 | - | 16,538.63 |
| Financial Liabilities | | | | |
| (i) Borrowings | - | 1,20,002.89 | - | 1,20,002.89 |
| (ii) Lease Liabilities | - | 42.37 | - | 64.91 |
| (iii) Other financial liabilities | - | 1,101.80 | - | 1,216.70 |
| Total Financial Liabilities | - | 1,21,147.06 | - | 1,21,284.50 |

(ii) Fair value of financial assets and liabilities that are measured at fair value (but fair value disclosure are required)

| (INR in Lakhs) | | | | |
|------------------------------------|-------------------|-----------------|-------------------|-----------------|
| Particulars | As at | | As at | |
| | 31st March 2023 | | 31st March 2022 | |
| | Carrying Value | Fair value | Carrying Value | Fair value |
| Financial Assets | | | | |
| Receivable from railways under SCA | 1,257.17 | 1,257.17 | 1,142.88 | 1,142.88 |
| Security Deposits | 13.38 | 13.38 | 11.37 | 11.37 |
| Total Financial Assets | 1,270.55 | 1,270.55 | 1,154.25 | 1,154.25 |





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- The carrying amounts of cash and cash equivalents and other short term receivables and payables are considered to the same as their fair values, due to short term nature.
- Long term variable rate borrowings are evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount.
- The fair value of receivables from railways under service concession arrangement were calculated based on cash flows discounted using weighted average lending rate. They are classified as level 3 fair values in fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

Fair Value hierarchy as on 31-03-2023

(INR in Lakhs)

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------------|---------|---------|----------|----------|
| Financial Assets | | | | |
| Financial assets at Amortised Cost | | | | |
| Receivable from railways under SCA | - | - | 1,257.17 | 1,257.17 |
| Security Deposits | - | - | 13.38 | 13.38 |
| | - | - | 1,270.55 | 1,270.55 |

Fair Value hierarchy as on 31-03-2022

(INR in Lakhs)

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------------|---------|---------|----------|----------|
| Financial Assets | | | | |
| Financial assets at Amortised Cost | | | | |
| Receivable from railways under SCA | - | - | 1,142.88 | 1,142.88 |
| Security Deposits | - | - | 11.37 | 11.37 |
| | - | - | 1,154.25 | 1,154.25 |

(iii) Financial risk management

The Company's principal financial liabilities comprises Rupee Term Loan from bank. The main purpose of these financial liabilities is to finance the company's project. The Company's principal financial assets include cash and cash equivalents and other receivables that derive directly from its operations.

The Company is expose to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the companies policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risk, which are summarised below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises interest rate risk. Financial instruments affected by market risk includes deposits and other non derivative financial instruments.

b) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate. The company exposure to the risk of changes in market interest rate relates primarily to the investments of surplus fund into bank deposits and borrowings from bank. The company manages its interest risk in accordance with the companies policies and risk objective.

c) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from others. The company is exposed to credit risk from its financial activities including deposits with banks, financial institutions and other financial instruments.





Notes forming part of the Financial Statement for the year ended March 31, 2023

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved counterparty on the basis of the financial quotes received from the counterparty.

d) Liquidity risk

Ultimate responsibility for liquidity risk management rest with the board of directors the company manages maintaining adequate banking facilities by continuously monitoring forecast and actual cash flows and by matching the maturities of financial liabilities

32 Key sources of estimation uncertainty

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

a) Fair valuation measurement and valuation process

The fair values of financial assets and financial liabilities is measured the valuation techniques including the DCF model. The inputs to these method are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 31 for further disclosures.

b) Useful lives of Property, Plant & Equipment

As described in note 2.6, Useful life of property plant and equipment are based on a number of factors including the effects of obsolesces, demand, competition, internal assessment of user experience and other economic factors and level of maintenance expenditure required to obtain the expected future cash flows from the asset. The Company reviews the useful life of property, plant and equipment at each reporting date.

c) Useful life of intangible Assets

As described in note 2.7, company has estimated the useful live of intangible assets (intangible under service concession arrangement) is 30 years for amortisation of intangible assets, As per service concession arrangement if NPV payback equal to equity investment @14% is reached earlier than 30 years, the concession agreement would stand terminated and the project line would be repossessed by railway.

d) Taxes

Deferred tax assets are recognised for unused tax losses to the extent it is probable that taxable profit will be available against which tax assets can be utilized. Significant management judgement is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

e) Revenue Recognition

The Company recognizes revenue for a performance obligation satisfied over time after reasonably estimating its progress towards complete satisfaction of the performance obligation.

33 Leases Disclosures

Company-As a Lessee

Ministry of Railway (lessor) has leased all the existing assets as per concession agreement and any land to be newly acquired for the project to company (Lessee) for the duration of Concession Agreement i.e., 30 years or on to attainment of the Net Present Value (NPV) payback equal to equity investment @14% whichever is earlier.

Leased Assets from East Coast Railways

East Coast Railway (lessor) has leased the existing assets as per concession agreement and the land to be newly acquired with all rights, easements for the project to the company (lessee) for the duration of concession agreement.

Company shall pay to the lessor, an annual lease rental of INR.1/- p.a. in case of new land acquired by East





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Coast Railway and as per extant policy of the Ministry of Railways (as revised from time to time) for the original land of Railway, which shall be payable in advance in the first week of January every year. Upon expiry, the Company is required to hand over the leased assets to Ministry of Railways (MoR) free from all encumbrances whatsoever. If the concession period is extended/renewed beyond concession period, the lease agreement shall also to be extended/renewed at terms to be mutually decided by the parties.

The Company has taken lease assets from Ministry of Railways under non-cancellable lease. As rent payable is dependent on the extant policy of Ministry of Railways which changes from time to time, therefore it is not possible for the company to determine and present the future minimum lease rentals payable. Therefore Company does not have any impact of leases assets from East Coast Railways due to adoption of the Ind AS-116 leases.

Other Leased Assets

- (i) Company has taken its office on the lease for period of the 3 years during the F.Y 2021-22. License fees agreed to be paid during the lease period is Rs. 40/- + 18% GST per sqft on total area of 6,046 sq.ft. per month shall be escalated @ 15% after every 3 year. Moreover, the discounting is done on annual basis.

(ii) Movement in Right of use assets-Building

(INR in Lakhs)

| Particulars | As at 31 st March 2023 | As at 31 st March 2022 |
|---|-----------------------------------|-----------------------------------|
| Opening Balance as to the beginning of the year | 60.27 | - |
| Additions during the year | - | 67.80 |
| Depreciation charge during the year | 22.60 | 7.53 |
| Adjustments | - | - |
| Closing Balance as on the end of the year | 37.67 | 60.27 |

(iii) Movement in Lease Liability

(INR in Lakhs)

| Particulars | As at 31 st March 2023 | As at 31 st March 2022 |
|--|-----------------------------------|-----------------------------------|
| Opening Balance as to the beginning of the year | 64.91 | - |
| Additions during the year | - | 67.80 |
| Interest recognised during the year | 6.49 | 6.78 |
| Payment made during the year/total cash outflow for the leases | (29.02) | (9.67) |
| Modification Gain on leases | - | - |
| Adjustments | - | - |
| Closing Balance as on the end of the year | 42.38 | 64.91 |

(iv) Lease Liabilities are presented in the Balance sheet are as follows:-

(INR in Lakhs)

| Particulars | As at 31 st March 2023 | As at 31 st March 2022 |
|-------------|-----------------------------------|-----------------------------------|
| Current | 24.79 | 22.54 |
| Non Current | 17.59 | 42.37 |
| Total | 42.38 | 64.91 |

- (v) As at 31st March 2023, the Company has not committed to any leases which has not been yet commenced.

- (vi) The Company has elected not to recognize a lease liability for short term leases of leases of low value assets. Expenses related to this leases are not included in the measurement of the lease liability. Details of the same are as follows:-

(INR in Lakhs)

| Particulars | As at 31 st March 2023 | As at 31 st March 2022 |
|-------------------------------|-----------------------------------|-----------------------------------|
| Short term leases | - | - |
| Leases of low value of assets | - | - |
| Total | - | - |

- (vii) Interest expenses in relation to leasing activities refer Note-23.





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- (viii) Expenses related to the variable lease payments are Nil.
- (ix) Income from subleasing of the right of use assets is Nil.
- (x) Gain/loss from sale and leaseback transactions is not applicable to the Company.
- (xi) Maturity profile of the leases on undiscounted basis as on 31st March 2023 and 31st March 2022 are as follows:-

As on 31st March 2023

(INR in Lakhs)

| Particulars | Less than 1 years | 1-5 year | More than 5 years |
|-----------------|-------------------|--------------|-------------------|
| Lease Liability | 29.02 | 19.35 | - |
| Total | 29.02 | 19.35 | - |

As on 31st March 2022

(INR in Lakhs)

| Particulars | Less than 1 years | 1-5 year | More than 5 years |
|-----------------|-------------------|--------------|-------------------|
| Lease Liability | 29.02 | 48.37 | - |
| Total | 29.02 | 48.37 | - |

- 34 The credit facilities were refinanced by M/s UCO Bank on 25th October 2021, by way of takeover under sole banking arrangement, and documents to this effect which stipulates terms & conditions (including the security and charge) were executed on 18th October 2021. Moreover, No Due Certificates were obtained from the erstwhile consortium lenders and satisfaction of charge were also filed with the concerned authority rendering Restated and amended financing documents executed on 01st March 2018 and 01st amendment to amended and restated common loan agreement executed on 29th Sept 2020 as satisfied by HPRCL. Further, charge in favour of M/s UCO Bank is also created and filed with the concerned authority. Therefore, as on 31st March 2023, financing documents executed with M/s UCO Bank is in force.

During F.Y. 2021-22, the company prepaid the debt obligations till March 2027 which was adjusted in the normal order of maturity, partly from the surplus of operational and partly from equity. Post adjustments of prepayments and interest receivable, an amount of INR1,20,002.89 Lakhs is outstanding as on 31st March 2023

35 Commitments

A- Capital Commitments

Estimated amount of works remaining to be executed on capital account (based on EPC cost) and not provided for.

Haridaspur Paradip BG Rail Link - INR25.34 Crores (INR123.48 Crores as on 31st March 2022).

Dhanmandal Chandikhol Rail Link - INR149.62 Crores (Nil as on 31st March 2022 since cost estimate approved in F.Y.2022-23)

B- Other Commitments

Nil (Previous Year Nil)





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Notes forming part of the Financial Statement for the year ended March 31, 2023

36 Related Party Disclosures

36.1 As Required by IND AS - 24 "Related Party Disclosure", details of related parties are:

| S.No | Name of Parties |
|---|---|
| Parties having Significant influence | |
| 1 | Government of Odisha (GoO) |
| 2 | Odisha Industrial Infrastructure Development Corporation (IDCO) |
| 3 | Odisha Mining Corporation Limited (OMC) |
| 4 | Paradip Port Authority (PPA) |
| 5 | Rail Vikas Nigam Limited (RVNL) |
| 6 | Sgarmala Development Company Limited (SDCL) |
| Key Managerial Person | |
| 1 | Shri Debaraj Panda (Managing Director) |
| 2 | Shri Navin Agarwal (Chief Financial Officer) |
| 3 | Shri S K Satpathy (Company Secretary) |

36.2 Transaction with parties having significant influence (INR in Lakhs)

| Particulars | Transactions # | | Advance on the party | |
|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| | For Period ended 31st March 2023 | For Period ended 31st March 2022 | For Period ended 31st March 2023 | For Period ended 31st March 2022 |
| RVNL | | | | |
| Project Expenditure including D&G, services for maintenance expenditure, etc | 7144.61 | 11,012.25 | 4,326.51 | 2,215.44 |

#Excludes GST

Details of transaction entered related to shares

(INR in Lakhs)

| Name of the party | Share to be allotted as at 01-04-2022 | Amount received/ Adjusted during the period | Share Allotted during the year | Share to be allotted as at 31st March 2023 | Share Allotted till 31st March 2023 |
|-------------------|---------------------------------------|---|--------------------------------|--|-------------------------------------|
| GoO | NIL | NIL | NIL | NIL | 23,779.31 |
| | (NIL) | (3,691.86) | (3,691.86) | NIL | (23,779.31) |
| IDCO | NIL | NIL | NIL | NIL | 190.00 |
| | (NIL) | (NIL) | (NIL) | (NIL) | (190.00) |
| OMC | NIL | NIL | NIL | NIL | 10,999.77 |
| | (NIL) | (1,707.77) | (1,707.77) | (NIL) | (10,999.77) |
| PPA | NIL | NIL | NIL | NIL | 13,852.11 |
| | (NIL) | (NIL) | (NIL) | (NIL) | (13,852.11) |
| RVNL | NIL | NIL | NIL | NIL | 39,000.00 |
| | (NIL) | (5,863.04) | (5,863.04) | (NIL) | (39,000.00) |
| SDCL | NIL | NIL | NIL | NIL | 33,678.81 |
| | (NIL) | (NIL) | (NIL) | (NIL) | (33,678.81) |

(Figures in brackets denote comparative figures of previous year.)





36.3 Compensation of Key Management Personnel (KMP) - Refer note 36.1

The remuneration of directors and other members of key management personnel during the year was as follows: (INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|--------------------------|---------------------------------------|---------------------------------------|
| Short-term benefits | 110.49 | 107.57 |
| Post-employment benefits | 8.99 | 7.17 |
| Other long-term benefits | 8.88 | 13.03 |
| | 128.36 | 127.77 |

37 Contingent Liabilities (Claims not acknowledged as debts by the company)

(i) Land: Landowners (from whom land was purchased) have filed various cases from time to time for enhanced compensation. The amount of claims pending as at year-end is not quantifiable

(ii) Income Tax:

(INR in Lakhs)

| Period | Amount (in Lakhs) | Forum Pending | Status |
|--------------|----------------------|------------------|---|
| A.Y. 2013-14 | 41.00 (41.00) | Principal CIT | Matter is pending with PCIT. |
| A.Y. 2014-15 | 158.35 (158.35) | CIT (Appeals) | Appeal has been filed against Assessing Officer's order passed after the matter was referred by ITAT to AO. |
| A.Y. 2017-18 | 78.09 (78.09) | CIT (Appeals) | Matter is pending with CIT (Appeals). |

(Figures in brackets denote previous year figures.)

(iii) Claim of M/s RVNL

A sum of INR 4,424.12 Lakhs upto 31st March 2023 (INR 2,199.81 Lakhs upto 31st March 2022) towards interest and other charges demanded by M/s RVNL is not acknowledged as debt by the Company.

38 Impairment of Assets

On the basis of review, the management is of the opinion that there is no impairment of any assets as on the Balance Sheet date.

39 Audit Fees & Expenses for the F.Y. 2022-23 includes as follows:

(INR in Lakhs)

| Particulars | For the year ended 31st March 2023 | For the year ended 31st March 2022 |
|---------------------------------|---------------------------------------|---------------------------------------|
| (i) Statutory Audit | 1.31 | 1.29 |
| (ii) Tax Audit Fees | 0.33 | 0.32 |
| (iii) Reimbursement of expenses | - | - |
| Total | 1.64 | 1.61 |





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Notes forming part of the Financial Statement for the year ended March 31, 2023

40 Retirement Benefits/ Long Term employee benefits

The summarized position of Post-employment benefits and long term employee benefits recognized in the statement of Profit & Loss and Balance Sheet are under:-

40.1 Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is generally based upon the market yields available on Government bonds at the accounting date relevant to currency of benefit payments for a term that matches the liabilities. Salary growth rate is company's long term best estimate as to salary increases & takes account of inflation, seniority, promotion, business plan, HR policy and other relevant factors on long term basis as provided in relevant accounting standard. These valuation assumptions are as follows:-

(INR in Lakhs)

| Particulars | As at 31 st March 2023 | As at 31 st March 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| i) Discounting Rate | 7.38 | 7.19 |
| ii) Future salary Increase | 8.00 | 8.00 |

40.2 Summary of results

The table below shows a summary of the key results of the report including past results as applicable.

(INR in Lakhs)

| S. No. Assets / Liability | As at 31 st March 2023 | | As at 31 st March 2022 | |
|---|-----------------------------------|-----------------|-----------------------------------|-----------------|
| | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a Present value of obligation | 17.96 | 39.53 | 16.14 | 31.02 |
| b Fair value of plan assets | - | - | - | - |
| c Net assets / (liability) recognized in balance sheet as provision | (17.96) | (39.53) | (16.14) | (31.02) |

40.3 Change in Benefit Obligation

(INR in Lakhs)

| S. No. Particulars | As at 31 st March 2023 | | As at 31 st March 2022 | |
|--|-----------------------------------|-----------------|-----------------------------------|-----------------|
| | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a) Present value of obligation as at the beginning of the period | 16.14 | 31.03 | 14.44 | 21.89 |
| b) Acquisition adjustment | - | - | - | - |
| c) Interest Cost | 1.16 | 2.23 | 0.98 | 1.48 |
| d) Service Cost | 2.17 | 8.12 | 2.22 | 7.82 |
| e) Past Service Cost including curtailment Gains/Losses | - | - | - | - |
| f) Benefits Paid | - | - | - | - |
| g) Total Actuarial (Gain)/Loss on Obligation | (1.51) | (1.85) | (1.50) | (0.17) |
| h) Present value of obligation as at the End of the period | 17.96 | 39.53 | 16.14 | 31.02 |

40.4 Balance Sheet and related analysis

(INR in Lakhs)

| S.No. | Particulars | As at 31 st March 2023 | | As at 31 st March 2022 | |
|-------|---|-----------------------------------|-----------------|-----------------------------------|-----------------|
| | | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a | Present value of obligation at end | 17.96 | 39.53 | 16.14 | 31.02 |
| b | Fair value of plan assets | - | - | - | - |
| c | Unfunded Liability/provision in Balance Sheet | (17.96) | (39.53) | (16.14) | (31.02) |





Notes forming part of the Financial Statement for the year ended March 31, 2023

40.5 Bifurcation of PBO at the end of year in current and non current.

| S. No. Particulars | (INR in Lakhs) | | | |
|--|-----------------------|-----------------|-----------------------|-----------------|
| | As at 31st March 2023 | | As at 31st March 2022 | |
| | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a) Current liability (Amount due within one year) | 0.49 | 11.16 | 0.39 | 5.98 |
| b) Non-Current liability (Amount due over one year) | 17.47 | 28.38 | 15.75 | 25.04 |

40.6 Actuarial Gain/Loss on Obligation

(INR in Lakhs)

| S. No. Particulars | As at 31st March 2023 | | As at 31st March 2022 | |
|---|-----------------------|-----------------|-----------------------|-----------------|
| | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a) Actuarial (Gain)/Loss on arising from Change in Demographic Assumption | - | - | - | - |
| b) Actuarial (Gain)/Loss on arising from Change in Financial Assumption | (0.53) | (0.96) | (1.06) | (1.84) |
| c) Actuarial (Gain)/Loss on arising from Experience Adjustment | (0.98) | (0.89) | (0.44) | 1.67 |

40.7 The amounts recognized in the income statement.

(INR in Lakhs)

| S. No. Particulars | As at 31st March 2023 | | As at 31st March 2022 | |
|---|-----------------------|-----------------|-----------------------|-----------------|
| | Gratuity Liability | Leave Liability | Gratuity Liability | Leave Liability |
| a) Total Service Cost | 2.17 | 8.12 | 2.22 | 7.82 |
| b) Net Interest Cost | 1.16 | 2.23 | 0.98 | 1.48 |
| c) Net actuarial (gain) / loss recognized in the period | - | (1.85) | - | (0.17) |
| d) Expense recognized in the Income Statement | 3.33 | 8.51 | 3.20 | 9.13 |

40.8 Sensitivity Analysis of the defined benefit obligation.

(INR in Lakhs)

| | | |
|---|--------------------|-----------------|
| a) Impact of the change in discount rate | Gratuity Liability | Leave Liability |
| S. No. Present Value of Obligation at the end of the period | 17.95 | 39.53 |
| a) Impact due to increase of 0.50% | (1.31) | (2.34) |
| b) Impact due to decrease of 0.50 % | 1.44 | 2.60 |
| b) Impact of the change in salary increase | | |
| S. No. Present Value of Obligation at the end of the period | 17.95 | 39.53 |
| a) Impact due to increase of 0.50% | 0.68 | 2.56 |
| b) Impact due to decrease of 0.50 % | (0.63) | (2.34) |

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.





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Notes forming part of the Financial Statement for the year ended March 31, 2023

40.9 Maturity Profile of Defined Benefit Obligation

(INR in Lakhs)

| S. No. | Year | Gratuity Liability | Leave Liability |
|--------|----------------|--------------------|-----------------|
| a) | 0 to 1 Year | 0.49 | 11.16 |
| b) | 1 to 2 Year | 0.38 | 0.53 |
| c) | 2 to 3 Year | 0.32 | 0.52 |
| d) | 3 to 4 Year | 0.32 | 0.51 |
| e) | 4 to 5 Year | 0.29 | 0.49 |
| f) | 5 to 6 Year | 0.29 | 0.48 |
| g) | 6 Year onwards | 15.86 | 25.75 |

40.10 Leave Travel Concession

(i) Economic Assumptions

(INR in Lakhs)

| Particulars | As at 31st March 2023 |
|----------------------|-----------------------|
| i) Discounting Rate | 7.13 |
| ii) Cost Growth Rate | 5.00 |

(ii)

(INR in Lakhs)

| | |
|--|------|
| Present value of obligation as at the end of period (31/03/2022) | 4.47 |
|--|------|

(iii) Bifurcation of PBO at the end of year as per schedule III to the Companies Act, 2013.

(INR in Lakhs)

| S. No. | Particulars | As at 31st March 2023 |
|--------|--|-----------------------|
| a) | Current liability (Amount due within one year) | 1.45 |
| b) | Non-Current liability (Amount due over one year) | 3.02 |
| | | 4.47 |

(INR in Lakhs)

(iv) The table below shows a summary of the key results of the report including past results as applicable.

| S. No. | Assets/Liability | As at 31st March 2023 |
|--------|---|-----------------------|
| a) | Present value of obligation | 4.47 |
| b) | Fair value of plan assets | |
| c) | Net assets / (liability) recognized in balance sheet as provision | (4.47) |

41 The company has only one reportable segment viz operation of freight traffic. Therefore requirement for segment reporting is not applicable.

42 There are no reported Micro, Small and Medium enterprises as defined in the "The Micro, Small & Medium Enterprises Development Act 2006" to whom the company owes any amount.

43 Application of IndAS on material items

The Prior Period Items and changes in accounting policies are applied retrospectively on account of materiality only in line with the provisions of Indian Accounting Standards.

44 Contingent Assets

In the absence of certainty and quantification of Interest receivable against the BGs of M/s HCIL Adhikarya and M/s IVRCL encashed by M/s RVNL, the Company has recognised the same under contingent assets.

45 Expenditure incurred on employees who were in receipt of remuneration in excess of the limits prescribed under Section 134 of the Companies Act 2013 – Nil.

46 Other Disclosures as per Schedule III of Companies Act 2013

Expenditure in Foreign Currency- Nil (Previous Year- Nil).

Earnings in Foreign Currency- Nil (Previous Year -Nil).

The company has not received any intimation from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act 2006 as at the Balance Sheet date and therefore no such disclosures under the said Act have been made.





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- 47 (i) Previous year figures has been re-arranged regrouped and re-classified to make them confirmatory with current year figures.

a) Impact of Changes of Retrospective Statement on Balance sheet

(INR in Lakhs)

| S NO | PARTICULARS | AS PER AUDITED | CHANGES | AS PER RESTATED | Reason for Change |
|------|--------------------------|----------------|------------|-----------------|---|
| 1 | Other Non Current Assets | 364.17 | 2,215.45 | 2,579.62 | Reclassification of capital Advances |
| 2 | Other Current Assets | 2,486.49 | (2,215.45) | 271.04 | |
| 3 | Cash and Cash equivalent | 4,277.11 | (1,193.78) | 3,083.33 | Reclassification of Unpaid dividend Account |
| 4 | Other Bank Balances | 5,530.74 | 1,193.78 | 6,724.52 | |

b) Impact of Changes of Retrospective Statement on Cash Flow Statement

(INR in Lakhs)

| S NO | PARTICULARS | AS PER AUDITED | CHANGES | AS PER RESTATED | Reason for Change |
|------|---|----------------|------------|-----------------|--|
| 1 | Cash Flow from Operating Activities | 31,604.14 | (850.69) | 30,753.45 | Consequent to changes in Balance sheet, corresponding impact on Statement of Cash Flow |
| 2 | Cash Flow from Investing Activities | (9,899.41) | (343.09) | (10,242.50) | |
| 3 | Cash Flow from Financing Activities | (25,397.96) | - | (25,397.96) | |
| | NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENT | (3,693.23) | (1,193.78) | (4,887.01) | |
| 4 | Closing Cash and Cash Equivalents | 4,277.11 | (1,193.78) | 3,083.33 | |

- (ii) The Company has made the disclosures at appropriate place regarding the relevant items or transactions of balance sheet and statement of profit and loss. Any non-disclosure is due to non occurrence of related transaction.

48 Disclosures pursuant to amendment in Schedule III of the Companies Act 2013:

The MCA vide notification dated 24th March 2021 has amended Schedule III to the Companies Act, 2013 in respect of certain disclosures which are applicable from 1st April 2021. The Company has incorporated the changes as per the said amendment in the financial statements and below disclosures are made in compliance of the said amendment:

- The Company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the period.
- The Company has not traded or invested in Crypto Currency or Virtual Currency during the period.
- The Company do not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- The Company do not have any prior period errors to be disclosed separately in statement of changes in equity.
- The Company do not have any charges or satisfaction which is yet to be registered with ROC.
- 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
- 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,
- The Company does not have any loans and advances in the nature of loans to promoters, directors, KMP and other related parties.
- The Company has not revalued any item of property, plant and equipment and Intangible Assets.
- The Company does not have any transactions where the company has not used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date
- The Company do not have any title deeds of immovable properties not held in name of the company.
- The Company does not have any investment property.
- Company is not required to submit statement of current assets with the bank and therefore reconciliation of the statement filed by the company with bank and the books of accounts is not applicable.



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- (xiv) The Company has not been declared as willful defaulter by any bank or financial institution or government or any government authority.
- (xv) The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- (xvi) The Company have not entered into any scheme(s) of arrangements during the financial year.
- (xvii) The Company does not have any transaction which is not recorded in the books of accounts that has been subsequently surrendered or disclosed as income during the year as part of the on going tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

(xviii) The following accounting ratios are disclosed:

(INR in Lakhs)

| Particulars | Numerator | Denominator | March 31, 2023 | March 31, 2022 | % change | Reason for change more than 25% |
|----------------------------------|--|---|----------------|----------------|----------|--|
| Current ratio | Current Assets | Current Liabilities | 14.49 | 11.07 | 30.89% | Due to the increase in the Current assets balance during the Current year. |
| Debt-equity ratio | Total Debt | Shareholder's Equity | 0.86 | 0.88 | (2.27%) | NA |
| Debt service coverage ratio | Earnings for debt service = Net profit after taxes + Non-cash operating expenses | Debt service = Interest & Lease Payments + Principal Repayments | 2.59 | 0.74 | 251.25% | Due to the Pre- payment of the Borrowing during the F.Y. 2021-22. |
| Return on equity ratio | Net Profits after taxes - Preference Dividend | Average Shareholder's Equity | 0.04 | 0.02 | 45.27% | Due to increase in net profit on account of lower financial cost |
| Inventory turnover ratio | Cost of goods sold | Average inventory | NA | | | |
| Trade receivables turnover ratio | Sales | Average Trade Receivable | 5.63 | 4.63 | 21.60% | Due to the Increase in the recovery of the receivables as compared to the previous year. |
| Trade payable turnover ratio | Purchases | Average Trade Payables | NA | | | |
| Net capital turnover ratio | Sales | Working Capital | 1.99 | 2.45 | (18.78%) | NA |
| Net profit ratio | Net Profit | Sales | 0.14 | 0.09 | 55.56% | Due to increase in the Profit After Tax over the period. |
| Return on capital employed | Earnings before interest and taxes | Capital Employed | 0.06 | 0.06 | 0.00% | NA |
| Return on investment | | | NA | | | |





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49 Corporate Social Responsibility

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend atleast 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. In compliance with the requirements of section 135 of the Companies Act 2013, the Company had constituted the CSR Committee and allocated budget for CSR Activities.

(INR in Lakhs)

| | As at 31st March 2023 | | | As at 31st March 2022 | | |
|---|-----------------------|------------------------|-------|-----------------------|------------------------|-------|
| a) Gross amount required to be spent by the Company during the year | | - | 61.59 | | 20.18 | |
| b) Amount approved by the Board to be spent during the year | | - | | | 20.18 | |
| c) Amount spent during the year ending on 31st March 2023: | In cash | Yet to be paid in cash | Total | In cash | Yet to be paid in cash | Total |
| i) Construction/acquisition of any asset | | - | - | | - | - |
| ii) On purposes other than (i) above | 61.59 | - | 61.59 | 20.18 | - | 20.18 |
| d) Amount spent during the year ending on 31st March 2022: | In cash | Yet to be paid in cash | Total | In cash | Yet to be paid in cash | Total |
| i) Construction/acquisition of any asset | | - | - | | - | - |
| ii) On purposes other than (i) above | | - | - | | - | - |
| e) Details related to spent / unspent obligations: | As at 31st March 2023 | | | As at 31st March 2022 | | |
| i) Contribution to Public Trust | | - | | | - | |
| ii) Contribution to Charitable Trust | | - | | | - | |
| iii) Unspent amount in relation to: | | - | | | - | |
| - Ongoing project | | - | | | - | |
| - Other than ongoing project | | - | | | - | |
| f) The total of previous years' shortfall amounts: | | - | | | - | |
| g) The reason for above shortfalls by way of a note | | NA | | | NA | |
| h) The nature of CSR activities undertaken by the Company. | | | | | | |

For F.Y. 2022-23 CSR amount was equally contributed to the three districts namely Jagatsinghpur, Jajpur, and Kenderapada under "MO SCHOOL ABHIYAN PARICHALANA SANGATHAN" in the Project Areas in terms of provision contained in Schedule VII of Companies Act, 2013.

50 GST Disclosure

- During the Financial year 2017-18 Goods and Service Tax (GST) has subsumed the various indirect taxes including Service Tax with effect from 1st July 2017. The Company has aligned its stance with that of the Ministry of Railways (MoR) regarding applicability of taxes on the share of the freight received by the Company from Indian Railways and the operation & maintenance cost recovered by Railways from the Company.
- According to MoR, no supply is involved between the Company and the Railway in sharing of freight revenue & cost. Therefore, there are no GST obligations on the company in respect of sharing of the freight revenue & cost by Railway with the Company including furnishing of the particulars/details for the same.
- The Railway Board issued a directive to Zonal Railways not to initiate suo-moto action for levying GST on apportioned earnings and O&M costs.
- It may be noted that:
 - Agreements between Railways and the Company are prime facie revenue sharing arrangements and are not the service agreements. Transactions between IR and SPVs are in the nature of raising fund



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and then defying the cost of investments under various revenue sharing agreements

- (b) Activities done by IR and SPVs are part of their obligations as laid down in these sharing agreements.
 - (c) SPVs do not run trains as a part of business model. Indian Railways (IR) carries out train operation on its own under the law of Land and collects total freight (along with applicable taxes thereon) from origin to destination point. Tax obligations on the common freight revenue are also discharged by IR itself. Thereafter, common revenue (after discharge of tax obligation thereon) is shared/ distributed by IR with the Company, after defraying the related costs.
 - (d) Agreements between IR with SPVs are merely instruments/ mechanism for recovery of investments (along with the rate of maximum return as defined in the Concession Agreement) made by the Company in form of receipt of share of freight earning net after all related costs.
 - (e) In the above sharing arrangement, IR shares the revenue and costs as per actual without any profit margin.
5. As such the GST liabilities on the Company (if any) under its sharing arrangement is contingent upon the directive from MoR and relevant provisions in the Concession Agreement.
6. Moreover, it is a well-settled position of law that indirect Taxes (presently GST) are ultimately to be borne by the recipient of the Supply of Services i.e. GST will be recovered by Supplier (i.e. HPRCL) from the Recipient (i.e. Zonal Railways/ MoR).

In view of this, the Company has maintained the position as "Status Quo" in respect to GST.

51 DIVIDEND

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

The company has paid/payable interim dividend of INR0.12 per equity share having face value of INR10 each for the financial year 2022-23 (INR0.10 per equity share having face value of INR10 each for the financial year 2021-22)

(INR in Lakhs)

| Particulars | Year Ended 31.03.2023 | Year Ended 31.03.2022 |
|---|-----------------------|-----------------------|
| Gross Dividend Paid/ Payable (Interim) | 1,560.00 | 1,300.00 |

52 Approval of financial statement

The financial statements are approved for issue by the Board of Directors on 21st August, 2023.



AUDITORS' REPORT

INDEPENDENT AUDITOR'S REPORT (REVISED)**To the Members of HARIDASPUR PARADIP RAILWAY COMPANY LIMITED****Report on the Audit of the Standalone Financial Statements****Opinion**

We have audited the accompanying Standalone Ind AS financial statements of Haridaspur Paradip Railway Company Limited ("the Company"), which comprise the Balance sheet as at March 31 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended on that date, and notes to the standalone financial statements and a summary of significant 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 Ind AS 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, 2023, 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 (SAs), as 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.

Reasons for Revised Audit Report

Our Audit Report has been revised on the basis of observations made during the supplementary audit conducted by the C&AG wherein it was highlighted that there are few violation of SA 700 while reporting the statement "Opinion" and Point No. 1(d) of the Report on other Legal and Regulatory Requirement. Further it was also highlighted that there is incomplete reporting in Point No (xvi) of Annexure 2 of the Audit Report and also revised directions of the C&AG of India issued U/s 143(5) were not complied. Therefore, our report is revised and this supersedes earlier report dated 21ST August 2023.

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Emphasis of Matter (EOM)

Without qualifying our report, your attention is drawn to Note – 37(iii) of the standalone financial statements, which describes that an amount of INR 4424.12 lakhs as on 31st March 2023 (INR 2,199.81 Lakhs as on 31st March 2022) towards interest and other charges claimed by M/s RVNL is not acknowledged as the debt by the company.

b. Without qualifying our report, your attention is drawn to Note – 50 of the standalone financial statements regarding the Compliance of CGST Act, 2017, OGST Act, 2017, and IGST Act, 2017. The decision on GST will be contingent on the directive from the Ministry of Railways and the relevant terms of the Concession Agreement. Therefore, provision towards such statutory liability (if any) has neither been created nor recognized by the company.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone financial statements for the financial year ended March 31, 2023. We have determined that there are no key audit matters to communicate in our report.

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

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual report, but does not include the Standalone financial statements and our auditor's report thereon.

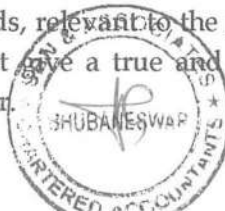
Our opinion on the Standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Standalone financial statements or our knowledge obtained in the 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 for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 the 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 Ind AS 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

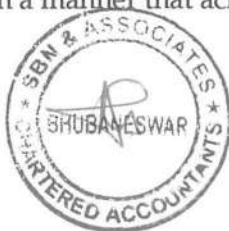
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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 Ind AS 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 for the financial year ended March 31, 2023 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, we report that:

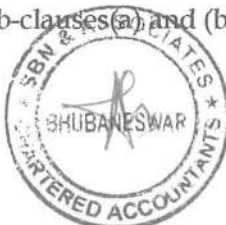
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Statement of Changes in Equity and the statements 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 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;



- (f) With respect to the adequacy of the internal financial controls with reference to these Standalone financial statements of the company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 1". Our report express an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the 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 has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 37 to the Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. a) 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 advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kinds of funds) by the company to or in any other persons or entities, 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 persons or entities, 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 the audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that may cause us to believe that the representations under above sub-clauses (a) and (b) contain any material mis-statement.



- v. As stated in Note 13.1 to the Standalone financial statements, the dividend declared and payable by the Company during the year and until the date of this report is in compliance with Section 123 of the Act.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 2" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by Section 143(5) of the Act, we give in "Annexure-3", a statement on the matters specified in the Directions issued by the Comptroller and Auditor General of India in respect of the Company.



UDIN: 23312008BGWHVO2143

For SBN & ASSOCIATES
Chartered Accountants
Firm's Registration. No: 323579E

A handwritten signature in black ink, appearing to read "Awez Halari".

CA AWEZ HALARI
Partner
Membership No. :312008

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE IND AS FINANCIAL STATEMENTS

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

We have audited the internal financial controls over financial reporting of Haridaspur Paradip Railway Company Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these Standalone Ind AS 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 over financial reporting with reference to these Standalone Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the



auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these Ind AS financial statements.

Meaning of Internal Financial Controls Over Financial Reporting with Reference to these Financial Statements

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

Inherent Limitations of Internal Financial Controls over Financial Reporting with Reference to these Standalone Ind AS Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Standalone Ind AS 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, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements and such internal financial controls over financial reporting with reference to these Standalone Ind AS financial statements were operating effectively as at March 31, 2023, 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.



UDIN: 23312008BGWHVO2143

For **SBN & ASSOCIATES**

Chartered Accountants

Firm's Registration No: 323579E

CA AWEZ HALARI

Partner

Membership No. : 312008

"ANNEXURE 2" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS

Referred to in Paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date on the accounts of Haridaspur Paradip Railway Company Limited for the year ended 31st march, 2023 we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, capital work-in progress, investment properties and relevant details of right-of-use assets.
(B) The company is maintaining proper records showing full particulars of intangible assets.
(b) As explained to us and according to the information and explanation provided to us the Property, Plant and Equipment were physically verified by the management at reasonable intervals and there are no material discrepancies were noticed on such verification and same have been properly dealt with in the books of account.

(c) The Title Deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.

(d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the financial year.

(e) As explained to us and according to the information and explanation provided to us, no proceedings have been initiated or pending against the company as at 31st March 2023 for holding any benami property under Benami Transaction (Provision) Act, 1988 (45 of 1988 and rules made thereunder).
- (ii) (a) The company does not hold any physical inventories. Thus, paragraph (ii)(a) is not applicable to the Company.

(b) The company has not been sanctioned any working capital limits, at points of time during the year, from bank or financial institution. Thus, paragraph (ii)(b) is not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not made investments in, provided any guarantee or security or granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.



- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities given in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) According to the information and explanation given to us the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) As per the requirement under section 148(1) of Companies Act, 2013 the Central government has not prescribed for maintenance of the cost record for the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of custom, duty of excise, goods and service tax, cess and other statutory dues applicable to it.

According to the information and explanation given to us, no undisputed amounts payable in respect of provident fund, Income tax, duty of customs, Goods and services tax, cess and other material statutory dues were in arrears as at 31st March 2023 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, the disputed statutory dues that have not been deposited on account of disputes pending before authorities are as under:

| Name of Statute | Nature of the Dues | Amount (Rs. In Lacs) | Period to which the amount relates | Forum where dispute is pending |
|----------------------|--------------------|----------------------|------------------------------------|--------------------------------|
| Income Tax Act, 1961 | Income Tax | 41.00 | AY 2013-14 | PCIT |
| Income Tax Act 1961 | Income Tax | 158.35 | AY 2014-15 | CIT(Appeals) |
| Income Tax Act 1961 | Income Tax | 78.09 | AY 2017-18 | CIT(Appeals) |

- (viii) According to the information and explanations given to us, there are no previously unrecorded income that are surrendered or disclosed as income in the tax assessments under the Income Tax Act. 1961 during the year.



- (ix) In our opinion and according to the information and explanations given to us by the management, in respect of borrowings:
- (a) The Company has not defaulted in repayment of loans or borrowing to a bank or government or dues to debenture holders.
 - (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
 - (c) In our opinion, the term loans have been applied for the purpose for which they were raised.
 - (d) The Company has not raised any short term funds. Thus, paragraph (ix)(d) is not applicable to the Company.
 - (e) The company has no subsidiaries, associates or joint ventures. Therefore, Thus, paragraph (ix)(e) is not applicable to the Company..
 - (f) The company has no subsidiaries, associates or joint ventures. Therefore, Thus, paragraph (ix)(f) is not applicable to the Company.
- (x) (a) According to the information and explanations given by the management, the company has not raised any money by way of initial public offer / further public offer / debt instruments.
- (b) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(x)(b) are not applicable to the company and, not commented upon.
- (xi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that;
- (a) No fraud by the company or no fraud / material fraud on the Company by the officers and employees of 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) No whistle-blower complaints have been received during the year by the company.
- (xii) The Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.



- (xiii) In our opinion, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013, where applicable, for all transactions with the related parties undertaken during the year and the details of such related party transactions have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable accounting standards.
- (xiv) (a) The company has an adequate internal audit system commensurate with the size and nature of its business.
- (b) We have considered the Internal Audit reports for the year under audit, issued to the Company during the year.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected to its Directors and hence provisions of section 192 of the Act are not applicable.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the company. Hence, reporting under clause (xvi) of the Order are not applicable to the Company.
- (xvii) The company has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- (xviii) There has not been any resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, that company is 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.
- (xx) The Company has spent an amount of INR 61.59 lacs towards Corporate Social responsibility and there is no unspent CSR amount for the year 2022-23 requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance of the provision of section 135(6) of the Companies Act 2013.



UDIN: 23312008BGWHVO2143

For SBN & ASSOCIATES

Chartered Accountants

Firm's Registration. No: 323579E

CA AWEZ HALARI

Partner

Membership No. :312008

Annexure-3 to the Independent Auditor's Report on the Standalone Financial Statements

On the directions issued by the Comptroller and Audit General of India under sub section 5 of the Section 143 of the Companies Act, 2013 based on the verification of records of the company and information and explanations given to us, we report that:

| Directions under section 143(5) of Companies Act, 2013 | | |
|---|--|--|
| Sl. No. | Questions | Auditor's Comments |
| 1 | Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated | Yes, the company is recording the accounting transaction in IT system. The company is using Tally Prime Accounting Software. All the transactions are done through IT system only. No transaction is done outside IT system and hence no such impact on the integrity of the accounts. |
| 2. | Whether there is any restructuring of an existing loan or cases of waiver/written of debts/loans/interest, etc made by a lender to the company due to company's inability to repay the loans? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case , lender is a Government company, then this direction is also applicable for statutory auditor of lender company). | No such case of restructuring of an existing loan or waiver/written of debts/loans/interest, etc made by the lender to the company due to company's inability to repay the loans and hence the clause is not applicable. |



| | | |
|---|--|---|
| 3 | Whether funds received/receivable for specific schemes from central/state Government or its agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviations. | As per the information and explanations provided to us, the company has not received/receivable any funds from specific schemes from central/state agencies. Hence, the clause is not applicable. |
|---|--|---|

Date: 25/09/2023
Place: BHUBANESWAR



UDIN: 23312008BGWHVO2143

For **SBN & ASSOCIATES**
Chartered Accountants
Firm's Registration. No: 323579E



CA AWEZ HALARI
Partner
Membership No. :312008

Received
27-06-10-23



महानिदेशक लेखापरीक्षा का कार्यालय
रेलवे वाणिज्यक, नई दिल्ली
C/o भारत के नियंत्रक और महालेखा परीक्षक
Office of the Director General of Audit
Railway Commercial, New Delhi
C/o Comptroller and Auditor General of India
4, दीनदयाल उपाध्याय मार्ग, नई दिल्ली 4, Deen Dayal Upadhyaya Marg, New Delhi



संख्या/पी.डी.ए/आर.सी/AA-HPRCL/78-36/2023-24/290

दिनांक: 26.09.2023

सेवा में,

प्रबंध निदेशक,

हरिदासपुर पारादीप रेलवे कंपनी लिमिटेड
इकाई संख्या डीसीबी 714-717 - , 7वीं मंजिल,
डीएलएफ साइबर सिटी, चंदका औद्योगिक एस्टेट,
भुवनेश्वर, ओडिशा - 751024.

महोदय,

विषय: 31 मार्च 2023 को समाप्त वर्ष के लिए हरिदासपुर पारादीप रेलवे कंपनी लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143 (6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

मैं, हरिदासपुर पारादीप रेलवे कंपनी लिमिटेड के 31 मार्च 2023 को समाप्त वर्ष के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143 (6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ अग्रेषित कर रहा हूँ।

कृपया इस पत्र की संलग्नको सहित प्राप्ति की पावती भेजी जाए।

संलग्न: यथोपरी

भवदीय,
(डॉ. नीलोत्पल गोस्वामी)
महानिदेशक (रेलवे वाणिज्यक)

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF HARIDASPUR PARADIP RAILWAY COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2023

The preparation of financial statements of Haridaspur Paradip Railway Company Limited for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 25 September 2023 which supersedes their earlier Audit Report dated 21 August 2023.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Haridaspur Paradip Railway Company Limited for the year ended 31 March 2023 under Section 143(6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditor and is limited primarily to inquiries of the Statutory Auditor and Company personnel and a selective examination of some of the accounting records.

In view of the revisions made in the Statutory Auditor's report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the Statutory Auditors' report under Section 143(6)(b) of the Act.

For and on the behalf of the
Comptroller & Auditor General of India

Place: New Delhi
Dated: 26.09.2023


Dr. Nilotpal Goswami
Director General of Audit
Railway Commercial, New Delhi