

# SMART CITY AHMEDABAD DEVELOPMENT LIMITED

## Balance Sheet as at 31st March, 2022

(Amount in Thousand Rupees)

Particulars	Note	As at 31st March, 2022	As at 31st March, 2021
<b>I. Equity and Liabilities</b>			
<b>(1) Shareholder's Fund</b>			
(a) Share Capital	2.01	2,000,000.00	2,000,000.00
(b) Reserves and Surplus	2.02	(96,403.63)	(58,552.62)
<b>(2) Non-Current Liabilities</b>			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long Term Liability	2.03	206,315.20	408,322.69
(d) Long Term Provision		-	-
<b>(3) Current Liabilities</b>			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
Total Outstanding dues of Micro and Small Enterprises		-	-
Total Outstanding dues of Creditors other than Micro and Small Enterprises	2.04	49,109.21	60,122.94
(c) Other current liabilities	2.05	4,766,087.57	3,930,498.08
(d) Short-term provisions		-	-
<b>TOTAL</b>		<b>6,925,108.35</b>	<b>6,340,391.09</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment	2.06	4,444.05	4,979.13
(b) Intangible Assets	2.06	6,528.10	7,250.81
(c) Capital Working Progress	2.06	4,686,264.30	3,647,586.69
(d) Non-Current Investment		-	-
(e) Deferred tax Asset (Net)		-	-
(f) Long term loans and advances	2.07	4,883.83	1,608.02
(g) other non current Assets		-	-
<b>(2) Current assets</b>			
(a) Current Investment		-	-
(b) Inventories		-	-
(c) Cash and Bank Equivalents	2.08	24,315.95	197,826.24
(d) Short-term loans and advances	2.09	2,198,184.03	2,479,448.61
(e) Trade receivables	2.10	488.09	1,691.59
<b>TOTAL</b>		<b>6,925,108.35</b>	<b>6,340,391.09</b>

Significant Accounting Policies Notes on Financial Statements

**As per our Report of even date attached herewith.**

**For, P. R. Shah & Associates**

**For, Smart City Ahmedabad Development Limited**

Chartered Accountants

FRN. 109726W

**Paresh R. Shah**

Partner

Membership No. 40750

Place : Ahmedabad

Date :

UDIN : 22040750AUPFDG9912

Chairman

**Mr. Lochan Sehra (IAS)**

(DIN No : 07687091)

Chief Financial Officer

**Mr. Mahendra Sokhadia**

Place : Ahmedabad

Date : 27/09/2022

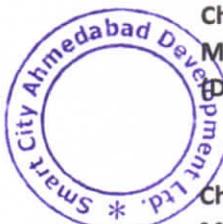
Director / CEO

**Mr. Praveen Chaudhary (IAS)**

(DIN : 09231125)

Company Secretary

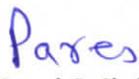
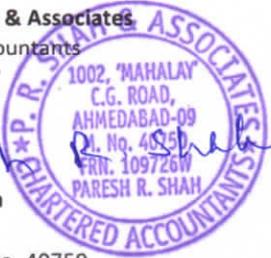
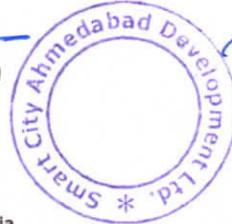
**Mr. Brijesh Modi**



# SMART CITY AHMEDABAD DEVELOPMENT LIMITED

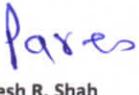
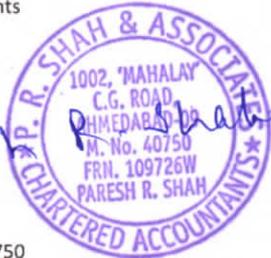
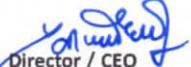
## Statement of Profit & Loss for the year ended 31st March, 2022

(Amount in Thousand Rupees)

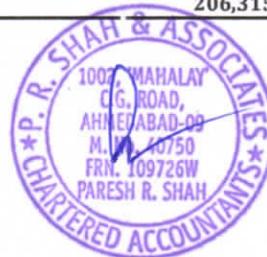
Particulars	Note	2021-22	2020-21
<b>INCOME</b>			
Revenue from Operations	2.11	6,218.08	4,040.39
Other Income	2.12	5,394.79	11,222.96
<b>Total Income</b>		<b>11,612.87</b>	<b>15,263.35</b>
<b>EXPENDITURE</b>			
Depreciation	2.06	1,262.04	1,734.27
Employee Benefit expenses	2.13	-	-
Finance Costs	2.14	83.83	56.66
Other expenses	2.15	48,118.01	37,530.56
<b>Total Expenses</b>		<b>49,463.88</b>	<b>39,321.49</b>
<b>Profit / (Loss) before tax</b>		<b>(37,851.01)</b>	<b>(24,058.14)</b>
<b>Tax expenses</b>			
(A) Current Tax		-	-
(B) Deffered Tax		-	-
<b>Net Tax Expense</b>		<b>-</b>	<b>-</b>
<b>Profit for the year</b>		<b>(37,851.01)</b>	<b>(24,058.14)</b>
<b>Earning per equity share of face value of Rs. each</b>	36		
(1) Basic		(0.19)	(0.12)
(2) Diluted		(0.19)	(0.12)
Significant Accounting Policies			
Notes on Financial Statements			
The accompanying notes are an integral part of the financial statements.			
<b>For, P. R. Shah &amp; Associates</b> Chartered Accountants FRN. 109726W  <b>Paresh R. Shah</b> Partner Membership No. 40750 		<b>For, Smart City Ahmedabad Development Limited</b>  Chairman <b>Mr. Lochan Sehra (IAS)</b> (DIN No : 07687091)  Chief Financial Officer <b>Mr. Mahendra Sokhadia</b> 	
Place : Ahmedabad Date : UDIN : 22040750AUPFDG9912		 Director / CEO <b>Mr. Praveen Chaudhary (IAS)</b> (DIN : 09231125)  Company Secretary <b>Mr. Brijesh Modi</b> Place : Ahmedabad Date : 27/09/2022	

**SMART CITY AHMEDABAD DEVELOPMENT LIMITED**  
**Cash flow statement for the year ended on 31st MARCH,2022**

(Amount in Thousand Rupees)

Particulars	2021-22	2020-21
<b>A. CASH FLOW FROM OPERATING ACTIVITY :</b>		
Profit/(Loss) After Tax	(37,851.01)	(24,058.14)
Add: Tax expense	-	-
Profit/ (Loss) before Tax	(37,851.01)	(24,058.14)
Adjustments for :		
Depreciation	1,262.04	1,734.27
Prior Period Depreciation	-	-
Interest income	(3,548.54)	(10,997.41)
	(2,286.50)	(9,263.14)
<b>Operating profit before working capital change</b>	<b>(40,137.51)</b>	<b>(33,321.28)</b>
(Increase) / Decrease in:		
Trades and Other Receivables	-	-
Loans and Advances	279,193.00	100,176.42
Inventories	-	-
Increase / (Decrease) in:		
Trades and Other liabilities	(202,007.49)	546,385.37
Non current liabilities	824,575.00	46,231.26
	901,760.51	692,793.05
<b>Cash generated from operations</b>	<b>861,623.00</b>	<b>659,471.77</b>
Direct taxes paid (net)	-	-
<b>Net cash from operating activities</b>	<b>861,623.00</b>	<b>659,471.77</b>
Direct tax paid	-	-
<b>Cash generated from operations</b>	<b>861,623.00</b>	<b>659,471.77</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITY :</b>		
Acquisition of fixed assets	(1,564,962.17)	(1,772,368.13)
Sale Of Fixed Assets	-	-
Investment in Deposit	-	-
Investment in Bonds	-	-
Interest Income	3,548.54	10,997.41
<b>Net cash used in investing activities</b>	<b>(1,561,413.63)</b>	<b>(1,761,370.72)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITY :</b>		
(Repayment of)/ Proceeds from loan funds (net)	-	-
Grant utilized	526,280.30	394,309.91
Share Application Money	-	-
<b>Net cash used in financing activities</b>	<b>526,280.30</b>	<b>394,309.91</b>
<b>Net increase in cash and cash equivalents</b>	<b>(173,510.33)</b>	<b>(707,589.04)</b>
Cash and cash equivalents (opening balance)	197,826.24	905,415.28
Cash and cash equivalents (closing balance)	24,315.91	197,826.24
<b>As per our Report of even date attached herewith.</b>		
<p>For, P. R. Shah &amp; Associates  Chartered Accountants  FRN. 109726W</p>  <p>Paresh R. Shah  Partner  Membership No. 40750</p> <p>Place : Ahmedabad  Date :  UDIN : 22040750AUPFDG9912</p>	 	<p>For, Smart City Ahmedabad Development Limited</p> <p>Chairman    Mr. Lochan Sehra (IAS)  DIN No : 07687091</p> <p>Chief Financial Officer    Mr. Mahendra Sokhadia</p> <p>Place : Ahmedabad  Date : 27/09/2022</p>
		<p>Director / CEO    Mr. Praveen Chaudhary (IAS)  (DIN : 09231125)</p> <p>Company Secretary    Mr. Brijesh Modi</p>

<b>2. NOTES ON ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2022</b>					
(Amount in Thousand Rupees)					
		As at			
		31st March, 2022	31st March, 2021		
<b>NOTE - 2.01: Share Capital</b>					
<b>Authorized Share Capital</b>					
20,00,00,000 Equity Shares of Rs 10/-each		2,000,000.00	2,000,000.00		
		2,000,000.00	2,000,000.00		
<b>Issued, Subscribed and Paid Up</b>					
20,00,00,000 Equity Shares of Rs 10/-each		2,000,000.00	2,000,000.00		
		-	-		
<b>Total</b>		<b>2,000,000.00</b>	<b>2,000,000.00</b>		
<b>Reconciliation of Number of Equity Shares Outstanding</b>					
Opening number of shares outstanding		200,000,000	200,000,000		
Add: Shares issued during the year		-	-		
<b>Closing Number of Equity Shares Outstanding</b>		<b>200,000,000</b>	<b>200,000,000</b>		
<b>1.1 Shares held by promoters at the end of the year</b>					
Name of the Promoters		As at 31st March, 2022		As at 31st March, 2021	
		No. of Shares	% held	No. of Shares	% held
<b>Equity holding</b>					
Ahmedabad Municipal Corporation		99,999,980	50%	99,999,980	50%
Hon'ble Governor of Gujarat		99,999,980	50%	99,999,980	50%
<b>Total</b>		<b>199,999,960</b>	<b>100%</b>	<b>199,999,960</b>	<b>100%</b>
<b>1.1 A Shareholders Holding more than 5% Class "A" Equity Shares</b>					
Name of the Share holder		As at 31st March, 2022		As at 31st March, 2021	
		No. of Shares	% held	No. of Shares	% held
<b>Equity shares with Voting Rights</b>					
Ahmedabad Municipal Corporation		99,999,980	50%	99,999,980	50%
Hon'ble Governor of Gujarat		99,999,980	50%	99,999,980	50%
<b>Total</b>		<b>199,999,960</b>	<b>100%</b>	<b>199,999,960</b>	<b>100%</b>
<b>NOTE - 2.02: RESERVES AND SURPLUS</b>					
		As at		As at	
		31st March 2022		31st March, 2021	
<b>Profit &amp; Loss Account</b>					
Opening Balance		(58,552.62)		(34,494.48)	
Add: Profit/(Loss) for the year		(37,851.01)		(24,058.14)	
		(37,851.01)		-	(58,552.62)
<b>Total</b>		<b>(96,403.63)</b>		<b>(58,552.62)</b>	
(Amount in Thousand Rupees)					
		As at		As at	
		31st March, 2022		31st March, 2021	
<b>NOTE -2.03: Other Long-Term Liabilities</b>					
<b>Trade Payables</b>					
Total Outstanding dues of Micro and Small Enterprises				-	-
Total Outstanding dues of Creditors other than Micro and Small				-	-
<b>Other</b>				206,315.20	408,322.69
<b>Total</b>				<b>206,315.20</b>	<b>408,322.69</b>



## 2. NOTES ON ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2022

### 2.03 (1) The following disclosure of ageing schedule for 'other Long term Liabilities due for payment

Particular		Outstanding for following periods from due				Total
		Less than 1 year	1-2 Year	2-3 year	More than 3 Year	
i	MSME					-
ii	Others	68,466.67	48,301.94	82,973.93	6,572.66	206,315.20
iii	Disputed Dues-MSME					
iv	Disputed Dues-other					

(Amount in Thousand Rupees)

### NOTE - 2.04: TRADE PAYABLES

	As at 31st March, 2022	As at 31st March, 2021
Total outstanding dues of Micro and Small Enterprises		
Total outstanding dues of creditors other than Micro and Small Enterprises	49,109.21	60,122.94
<b>Total</b>	<b>49,109.21</b>	<b>60,122.94</b>

(Amount in Thousand Rupees)

### 2.04 (1) The following disclosure of ageing schedule for 'trade payables due for payment

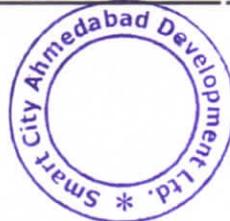
Particular		Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 Year	2-3 year	More than 3 Year	
i	MSME					-
ii	Others	48,595.71	500.00		13.50	49,109.21
iii	Disputed Dues-MSME					-
iv	Disputed Dues-other					-

(Amount in Thousand Rupees)

### NOTE -2.05: OTHER CURRENT LIABILITIES

	As at 31st March, 2022	As at 31st March, 2021
Advance /Funds received for project (Refer note 2.05.1)	21,840.85	22,840.85
Grant from government (Refer note 2.05.2)	4,213,368.90	3,890,467.33
Other Liabilities	524,082.86	8,395.32
Statutory Dues	6,794.96	8,794.58
Non- Current Liabilities		-
<b>Total</b>	<b>4,766,087.57</b>	<b>3,930,498.08</b>

(Amount in Thousand Rupees)



NOTE : 2.06 Property plant and Equipment, Intangible assets and Capital working progress

Sr. No.	NAME OF THE ASSETS	GROSS BLOCK				Revalued if change is more than 10% in net carrying value	DEPRECIATION				NET BLOCK				
		As at 01/04/2021	Additions	Disposals/ Adjustment	As At 31/03/2022		Balance As at 01/04/2021	Provision of Depreciation/ Amortisation for the year	Depreciation on Sales	Balance As At 31/03/2022	As On 31/03/2022	Prev. Year 31/03/2021			
<b>(A) TANGIBLE ASSETS</b>															
1	Office Building	2,458.80	-	-	2,458.80	-	242.03	-	242.03	-	2,216.77	2,458.80			
2	Furniture & Fixtures	192.83	-	-	192.83	-	61.07	-	61.07	-	131.76	192.83			
3	Computer & Printer	49.02	-	-	49.02	-	15.52	-	15.52	-	33.50	49.02			
4	Electrical Equipments	2,278.48	-	-	2,278.48	-	216.46	-	216.46	-	2,062.02	2,278.48			
	<b>TOTAL TANGIBLE ASSETS</b>	<b>4,979.13</b>	-	-	<b>4,979.13</b>	-	<b>535.08</b>	-	<b>535.08</b>	-	<b>4,444.05</b>	<b>4,979.13</b>			
<b>(B) INTANGIBLE ASSETS</b>															
1	Software	2.47	4.25	-	6.72	-	2.13	-	-	-	4.59	2.47			
2	CCPS Project	7,248.34	-	-	7,248.34	-	724.83	-	-	-	6,523.51	7,248.34			
	<b>TOTAL INTANGIBLE ASSETS</b>	<b>7,250.81</b>	<b>4.25</b>	-	<b>7,255.06</b>	-	<b>726.96</b>	-	-	-	<b>6,528.10</b>	<b>7,250.81</b>			
<b>(C) Capital WIP</b>															
1	Transportation	-	76,697.62	14,553.86	-	-	-	-	-	-	1,207,821.92	1,145,678.16			
2	ITMS & AFCS Project	1,145,678.16	-	-	1,145,678.16	-	-	-	-	-	-	-			
3	PAN City ICT Infrastructure (SASA Project)	1,352,871.29	333,427.76	95,940.64	1,590,358.41	-	-	-	-	-	1,352,871.29	1,352,871.29			
8	E-Library Project	5,157.64	6,933.65	12,091.29	12,091.29	-	-	-	-	-	-	5,157.64			
9	Heritage Project	2,884.17	23,280.44	26,164.61	26,164.61	-	-	-	-	-	-	2,884.17			
10	Multi Level Parking Project	331,296.84	122,796.48	-	454,093.32	-	-	-	-	-	454,093.32	331,296.84			
12	Smart Aanganwadi project	-	346.60	346.60	-	-	-	-	-	-	-	-			
13	Smart bike project	1,118.00	21,639.65	1,118.00	1,118.00	-	-	-	-	-	-	1,118.00			
14	Smart Light Project	-	21,639.65	21,639.65	-	-	-	-	-	-	-	-			
15	Sports Complex Project	204,096.03	37,412.28	-	241,508.31	-	-	-	-	-	241,508.31	204,096.03			
16	Smart Parking	-	3.50	3.50	-	-	-	-	-	-	-	-			
17	Smart Water ATM	58.92	239.79	298.71	298.71	-	-	-	-	-	298.71	58.92			
18	Water Distribution Network in New Wadaj	76,725.42	68,176.72	144,902.14	-	-	-	-	-	-	-	76,725.42			
19	Water-SCADA Project	139,238.88	73,131.99	17.71	212,353.16	-	-	-	-	-	212,353.16	139,238.88			
20	Smart toilet project	1,167.81	4,895.91	6,063.72	-	-	-	-	-	-	-	1,167.81			



23 Fire Protection & Suppression System	3,081.63					3,081.63
24 Inter Model Hub at Ramip Bus stop	2,696.86	9,582.13	12,278.98			2,696.86
25 Micro Tunneling Work	381,515.04	593,350.91	5.69			381,515.04
29 RFID based Automation of M J Library		2,527.01	2,527.01			
30 Sitr of Section Pillar Of VMD		1,888.58				1,888.58
31 Leased Circuities		188,626.90	188,626.90			
<b>TOTAL Capital WIP</b>	<b>3,647,586.69</b>	<b>1,564,957.92</b>	<b>526,280.30</b>	<b>-</b>	<b>-</b>	<b>3,647,586.69</b>
<b>GRAND TOTAL</b>	<b>3,659,816.63</b>	<b>1,564,962.17</b>	<b>526,280.30</b>	<b>-</b>	<b>12,234.19</b>	<b>3,659,816.63</b>
<b>PREVIOUS YEAR</b>	<b>2,283,492.68</b>	<b>1,763,106.69</b>	<b>385,048.47</b>	<b>-</b>	<b>1,734.27</b>	<b>2,283,492.68</b>

**Notes:**

- In the Managements view, there is no impairment to assets as per Accounting Standard 28 on Impairment of Assets issued under the Companies (Accounting Standard) Rules, 2006. Consequently, there is no impairment loss debited to the statement of Profit and Loss.
- The title deeds of immovable properties as disclosed in Note No. 9 on Property, Plant and Equipment to the financial statement as informed to us same are in the name of the company.

**NOTE : 2.06 (a) Capital working progress / Intangible asset under development ageing Schedule**

CWIP	Amount of CWIP For the Period of			Total
	Less than 1 Year	1-2 year	more than 3 Year	
Project in process	1,128,427.52	1,312,154.35	1,291,197.88	4,686,264.30

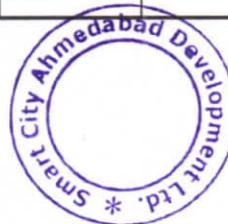
**(b) For capital-work-in progress/ Intangible Asset in development , whose completion is overdue or has exceeded its cost compared to its original plan, following is the CWIP completion schedule \*\*:**

CWIP	1-2 yrs.	2-3 yrs.	More than 3 years
Fire Protection and Suppression System		3,081.63	
Smart Water ATM	298.71		
Sports Complex Project	202,039.11	39,469.21	
ITMS and AFCS Project	437,081.77	269,128.01	501,612.14
Micro Tunneling Work	593,345.23	378,980.85	2,534.19

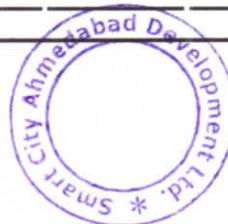


## 2. NOTES ON ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH,2022

NOTE - 2.07 LONG TERM LOANS AND ADVANCES		As at 31st March, 2022	As at 31st March, 2021			
Capital Advances (Unsecured)						
Considered Good						
Considered Doubtful		-	-			
Capital Advances		-	-			
Other Loan and advances						
Security deposits (unsecured, consider good)		4,883.83	1,608.02			
<b>Total</b>		<b>4,883.83</b>	<b>1,608.02</b>			
(Amount in Thousand Rupees)						
NOTE - 2.08: CASH AND CASH EQUIVALENTS		As at 31st March, 2022	As at 31st March, 2021			
(A)	Cash on Hand	5.76	4.81			
(B)	Balances with Banks					
	Current Account	19,149.05	46,208.83			
	Savings Account	5,161.14	151,612.60			
<b>Total</b>		<b>24,315.95</b>	<b>197,826.24</b>			
(Amount in Thousand Rupees)						
NOTE 2.09: SHORT TERM LOANS & ADVANCES		As at 31st March, 2022	As at 31st March, 2021			
Secured, considered good						
Unsecured considered good						
Advances given for project		-	53.34			
Other unsecured advance		2,198,050.57	2,478,803.58			
Balance with Govt.Parties		3.17	-			
Advance to Creditors		-	196.41			
Pre Paid Exps		130.29	395.28			
<b>Total</b>		<b>2,198,184.03</b>	<b>2,479,448.61</b>			
(Amount in Thousand Rupees)						
NOTE - 2.10: TRADE RECEIVABLES		As at 31st March, 2022	As at 31st March, 2021			
Trade receivables						
Secured, considered good						
Unsecured considered good		488.09	1,691.59			
Doubtful		-	-			
<b>Total</b>		<b>488.09</b>	<b>1,691.59</b>			
(Amount in Thousand Rupees)						
<b>2.10 (1) The following disclosure of ageing schedule for trade Receivables from due date of Payment</b>						
Particular	Outstanding for following periods from due					Total
	Less than 6	6 M to 1 Year	1-2 Year	2-3 year	More than 3 Year	
<b>Undisputed</b>						
i	Considered good	488.09				488.09
ii	Considered Doubtful					-
<b>Disputed</b>						
i	Considered good					-
ii	Considered Doubtful					-



<b>2. NOTES ON ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH,2022</b>			
		(Amount in Thousand Rupees)	
		As at	As at
		31st March, 2022	31st March, 2021
<b>NOTE - 2.11: REVENUE FROM OPERATIONS</b>			
Other Operating Revenues comprises :			
Licence Fees		6,218.08	4,040.39
<b>Total - Other Operating Revenues (B)</b>		<b>6,218.08</b>	<b>4,040.39</b>
<b>Gross Revenue (A+B)</b>		<b>6,218.08</b>	<b>4,040.39</b>
<b>Net Revenue</b>		<b>6,218.08</b>	<b>4,040.39</b>
		(Amount in Thousand Rupees)	
		As at	As at
		31st March, 2022	31st March, 2021
<b>NOTE - 2.12: OTHER INCOME</b>			
Saving bank Interest Income		3,548.54	10,997.41
Tender Fees		77.70	30.00
Interest on Income Tax Refund		1.05	-
Other Income		1,767.50	195.55
<b>Total</b>		<b>5,394.79</b>	<b>11,222.96</b>
		(Amount in Thousand Rupees)	
		As at	As at
		31st March, 2022	31st March, 2021
<b>NOTE - 2.13: EMPLOYEE BENEFIT EXPENSE</b>			
Salary Expense		2,394.20	477.38
Less: Grant for A&OE		(2,394.20)	(477.38)
Contribution to Provident Fund and other funds		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
		(Amount in Thousand Rupees)	
		As at	As at
		31st March, 2022	31st March, 2021
<b>NOTE - 2.14: FINANCE COST</b>			
Interest Expense		83.83	56.66
<b>Total</b>		<b>83.83</b>	<b>56.66</b>
		(Amount in Thousand Rupees)	
		As at	As at
		31st March, 2022	31st March, 2021
<b>NOTE - 2.15: OTHER EXPENSES</b>			
Accounting Expense		646.23	540.56
Advertisement Expense		269.69	681.59
Audit Fees		103.84	103.84
Legal and professional expense		3,950.27	3,679.23
Miscellaneous Expenses		78,374.24	40,257.26
Less : Grant for A & O E		(35,226.26)	(7,731.92)
<b>Total</b>		<b>48,118.01</b>	<b>37,530.56</b>



# **SMART CITY AHMEDABAD DEVELOPMENT LIMITED**

**Note : 1**

**(1) Corporate Information:**

Smart City Ahmedabad development limited was incorporated on 28-03-2016. The registered office of the company is situated at Command and Control Centre, Opp. Divan Ballubhai School, Nr. Sanskar Kendra, Paldi, Ahmedabad.

Company's objective is to drive economic growth and improve the quality of life of people by enabling local area development and harnessing technology leading to smart outcomes, improving livability, to create employment, economical progress and enhance income for all by providing urban planning, developing the entire eco-system, providing core infrastructure, urban mobility and public transport, affordable housing, energy management, communication including robust IT connectivity, good governance, green building, health and education and to provide economic infrastructure like incubators, skill development centers, specialized business parks, hubs etc. for residents of Ahmedabad city.

As of March 31, 2022, Ahmedabad Municipal Corporation owned 50% of the company's equity share capital and has the ability to control its operating and financial policies.

**(2) Significant Accounting Policies And Notes Forming Part Of Accounts**

The financial statements have been prepared on a going concern basis.

A summary of the significant accounting policies is set out below.

In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the company as at the date of approval of financial result has used internal and external sources on the expected future performance of the company. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.

**(a) System of Accounting**

The financial statement of the Company are prepared under historical cost convention in accordance with the generally accepted accounting principles comprising the applicable accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.



**(b) Fixed Assets**

**(1) Tangible Fixed Assets:**

Tangible fixed assets are stated at historical cost less accumulated depreciation. Cost comprises purchase price, duties, levies and other directly attributable expenses of bringing the asset to its working condition for the intended use.

The cost of assets acquired but not ready for use as at the balance sheet date are disclosed under capital work in progress.

**(2) Intangible Fixed assets:**

Intangible Fixed assets are stated at historical cost less accumulated amortization. Cost comprised purchase price, duties, levies and other directly attributable expense of bringing the assets to its working condition for the intended use. Cost is amortized over its useful economic life based on expected benefit.

Tally Software is amortized over its estimated useful life of three years commencing from date of capitalization.

Mobile Application is amortized over its estimated useful life of five years commencing from date of capitalization.

CCPS project is amortized over its estimated useful life of ten years commencing from date of capitalization.

**(3) Capital Work in Progress:**

Capital work in progress includes all direct and indirect expenditure related to project incurred during the period of project. The expenditure will be kept as capital Work in progress till the defined project phase is completed after which the same will be transferred /allocated to the identifiable fixed assets.

**(4) Incidental Expenses pending Capitalization:**

Incidental Expenses pending Capitalization are general overhead expenses which are transferred to Fixed Assets when project is completed & put to use. General overhead expenses incurred up to date of put to use of first fixed asset are proportionately allocated in the ratio of value of fixed asset capitalized to total value of capital Work in Progress as on that date.



(c) **Depreciation**

Depreciation is the systematic allocation of the depreciable amount of an asset over its useful life as per Straight Line method in the manner prescribed in Schedule II of the Companies Act 2013. In respect of fixed assets purchased during the year, depreciation is provided on a pro-rata basis from the date on which such asset is put to use.

(d) **Employee Benefits**

- i) Wages, Salaries, paid annual leave and sick leave, bonuses and non-monetary benefits are accrued in the year in which the services are rendered by the employees.
- ii) As explained to us the provisions of the payment of Gratuity act are not applicable to the Company at present. Therefore no provision for gratuity is made.
- iii) As explained to us no leave encashment is paid to employees by the company.

(e) **Other Income**

Interests on investments are booked on a time proportion basis, taking into account the amount invested and the rate of interest.

(f) **Accounting treatment of Grants, other funds**

Grant received from Government of India, Government of Gujarat and Ahmedabad Municipal Corporation in the nature of contribution towards capital outlay to create infrastructure that has public benefit outcomes and having characteristics similar to those of promoters' contribution has been treated as Grant.

Project expenses including Capital Cost of Project completed and O&M expenses related to project are shown as deduction from Grant received as the same being incurred for grant purpose

Government grants related to specific fixed assets is shown as a deduction from the gross value of the asset concerned in arriving at its book value, where there is reasonable assurance that the enterprise will comply with the conditions attached to them and after actual receipt of the grant.



**(g) Advances/Deposits received from Government/ Government Departments against works**

Advances/deposits received from various government or other agencies for carrying out various type of work is recognized on its actual receipt or if there is reasonable assurance as to its receipt and also when terms and conditions for sanction of such advance/deposit are capable of compliance, the same is accounted for on receipt basis.

When there is reasonable assurance about receipt of funds and in anticipation thereof an expenditure is incurred or when expenditure exceeds actual funds received and there is a reasonable assurance of receipt of remaining funds in future from Government, the same is treated as "Loans and Advances".

**(h) Investments**

- Long term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in nature.
- Current Investments are valued at lower of Cost or Fair Value.

**(i) 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.

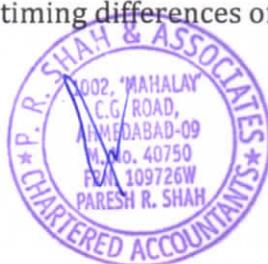
**(j) Provision**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources even though the amount cannot be determined with certainty and represents only a best estimate in the light of available information.

Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

**(k) Accounting for taxes on income:**

Tax expense comprises of Current Tax and Deferred Tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.



Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has carried forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**(l) Impairment of Assets:**

At each balance sheet date the company assesses whether there is any indication that an asset may be impaired. If any indication exists, the recoverable amount of the assets is estimated. An impairment loss is recognized immediately, whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of net selling price and value in use. In assessing value in use estimated future cash flows are discounted to their present value based on appropriate discount factor.

**(m) Events occurring after the Balance Sheet date:**

Material adjusting events (that provides evidence of condition that existed at the balance sheet date) occurring after the balance sheet date are recognized in the financial statements. Non adjusting events (that are indicative of conditions that arose subsequent to the balance sheet date) occurring after the balance sheet date that represents material change and commitment affecting the financial position are disclosed in the reports of the Board of Directors.

**(n) Earnings Per Share (EPS):**

Basic earnings per share is calculated by allowing the net profit for the period attributed to Equity share-holders by the weighted average number of equity shares outstanding during the period.



**NOTES:**

**2.17** All debit and credit balances are subject to confirmation/reconciliation and consequential adjustments if any as agreed by the management.

**2.18** In the opinion of the Management Loans and advances and current assets are approximately of the value stated if realized in the ordinary course of business. The provisions for all known liabilities are adequate and are not in excess of the amount considered reasonably payable.

**2.19 Contingent liabilities/Commitments:**

Estimated amount of contracts remaining to be executed for project development of Rs.247.55 Crs (P.Y. Rs. 280.09Crs.).

**2.20 Related Part Disclosure**

Related party disclosure are required under the accounting standard As-18 on "Related party disclosures" notified under companies (Accounting standards) rules, 2006 are given below:

(i) Name of the related parties and description of relationship:

<b>Enterprise under Common Control (EUC):</b>	
1	Ahmedabad Municipal Corporation

<b>Key Management personnel (KMP) *</b>	
Current Chairman	Mr. Lochan Sehra (IAS)
Chief Executive Officer	Mr. Praveen Chaudhary (IAS)
Chief Financial Officer	Mr. Mahendra Sokhadia

(Amount in Thousand Rupees)

<b>Related parties' transactions during the year</b>	<b>2021-22</b>	<b>2020-21</b>
	<b>Enterprise under common control</b>	<b>Enterprise under common control</b>
<b>Transactions during the year</b>		
Advance taken	7,95,000.00	9,33,072.87
Advance repaid	15,46,153.00	8,00,000.00



(Amount in Thousand Rupees)

Related parties' transactions during the year	2021-22	2020-21
	Enterprise under common control	Enterprise under common control
Outstanding Balances at the end of the year		
Advances	17,27,650.57	24,78,803.57

## 221 Payment to Auditor's

Particulars	Amount in Thousand Rupees
Statutory Audit Fees	103.84

## 222 Disclosure as per Accounting Standard 20 "Earning Per Share"

Particulars	Year Ended on 31-03-2022	Year Ended on 31-03-2021
Profit /(Loss) attributable to equity share holder (Rs. In Thousands)	(37,851.01)	(24,058.14)
Weighted Average no. of Ordinary equity shares for basic EPS	20,00,00,000	20,00,00,000
Nominal Value of Equity shares	10	10
Basic EPS	(0.19)	(0.12)
Diluted EPS	(0.19)	(0.12)

223 Since there is only one segment, no separate segment reporting as per AS-17 is required.

224 The Company has not received any intimation from the Suppliers regarding status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding:-

- Amount due and outstanding to suppliers as at the end of accounting year
- Interest paid during the year
- Interest payable at the end of the accounting year and
- Interest accrued and unpaid at the end of the accounting year has not been provided

The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.



**Note 2.25 :DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS**

Ratio	Numerator	Denominator	As at 31st March, 2022	As at 31st March, 2021	(Amount in Thousand Rupees)	
					% of variance	Reason for variance should be given if % of variance is more than 25%
Current Ratio	2,222,988.00	4,815,197.00	0.46	0.67	(0.21)	
Debt Equity ratio			#N/A			
Return on Equity	(37,851.00)	1,903,596.00	-2%	-1%	(0.01)	
Inventory Turnover			#N/A			
Trade receivable Ratio			#N/A			
Trade payable Ratio			#N/A			
Net Capital Turnover Ratio			#N/A			
Net Profit Ratio			#N/A			
ROCE			#N/A			



**Note 2.26 :Other disclosure forming part of notes to accounts****1 where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties**

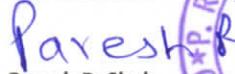
Type of Borrower	As at 31st March, 2022		As at 31st March, 2021	
	Amount of loan or	Percentage to the total	Amount of loan or advance	Percentage to the
Promoter				
Directors				
KMPS				
Related Party	1,727,650.58	100%	2,478,803.58	100%
<b>Total</b>	<b>1,727,650.58</b>	<b>100%</b>	<b>2,478,803.58</b>	<b>100%</b>

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

**As per our Report of even date attached herewith.****For, P. R. Shah & Associates**

Chartered Accountants

FRN. 109726W

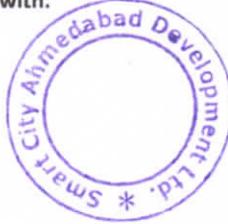
**Paresh R. Shah**

Partner

Membership No. 40750

Place : Ahmedabad

Date :

**For, Smart City Ahmedabad Development Limited**

Chairman

  
**Mr. Lochan Sehra (IAS)**

(DIN No : 07687091)

Chief Financial Officer

  
**Mr. Mahendra Sokhadia**

Place : Ahmedabad

Date : 27/09/2022

CEO/ Director

  
**Mr. Praveen Chaudhary**

(DIN : 09231125)

Company Secretary

  
**Mr. Brijesh Modi**