



# JAIPUR METRO RAIL CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

CIN : U60221RJ2010SGC030630

## 10<sup>TH</sup> ANNUAL REPORT 2018-2019







Project site visit for Chandpole-Badi Chaupar Extn (Phase-1B) by Hon'ble Minister, UDH Dept., GoR



JMRC Officials in dialogue with passengers during an on-board inspection of Jaipur Metro



Inspection of Phase-1B Project (Chandpole - Badi Chaupar Extn) of Jaipur Metro



JMRC Team at Mansarovar Depot on the occasion of Republic Day Celebration 2019



**JAIPUR METRO**

**10<sup>th</sup>  
Annual Report  
2018-19**

**JAIPUR METRO  
RAIL CORPORATION LIMITED**  
(A Government of Rajasthan Undertaking)

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# JAIPUR METRO RAIL CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

CIN: U60221RJ2010SGC030630

## *Board of Directors*

(as on 28<sup>th</sup> November, 2019)

**Shri Bhaskar Atmaram Sawant**

Chairman, JMRC and Principal Secretary, UDH Department, GoR

**Ms. Veenu Gupta**

Additional Chief Secretary, PWD, GoR

**Shri Rajesh Kumar Yadav**

Secretary, Transport Department, GoR

**Shri Hemant Kumar Gera**

Secretary, Finance (Budget) Dept., GoR

**Ms. Gayatri A. Rathore**

Independent Director, JMRC & Secretary, Aayurved & Indian Medicine Department, GoR

**Shri T. Ravikanth**

Commissioner, Jaipur Development Authority

**Shri Ashutosh A T Pednekar**

Managing Director, RIICO Ltd

**Shri Siddharth Mahajan**

Independent Director, JMRC & Secretary, Food, Civil Supplies & Consumer Affairs Department, GoR

**Shri Pawan Arora**

Commissioner, RHB, Jaipur

**Shri Vijay Pal Singh**

CEO & Commissioner, JMC

**Shri Mukesh Kumar Singhal**

Managing Director & Director (Operations & Systems), JMRC

**Shri Anil Kumar Gupta**

Managing Director, Jaipur Vidyut Vitran Nigam Ltd

**Shri Subodh Kumar Jindal**

Director (Project), JMRC

**Shri Rajesh Kumar Agerwal**

Director (Corporate Affairs), JMRC

**Shri M L Acharya**

Director (Finance) & CFO, JMRC

Ms. Harshita Chhabra, Company Secretary, JMRC, Jaipur

Statutory Auditors: M/s. C. R. Mehta & Co., Chartered Accountants, Jaipur

Secretarial Auditors: M/s. ATCS & Associates, Company Secretaries, Jaipur

### **Registered Office:**

Admin Building, Metro Depot, Bhargu Path, Mansarovar, Jaipur-302020

Tel:0141-2822210 • Fax:0141- 2822211

E-mail :cmd@jaipurmetrorail.in • Website : www.jaipurmetrorail.in



## **10<sup>th</sup> Annual General Meeting Notice with Change of Venue**

In continuation to the notice dated 6<sup>th</sup> November, 2019, issued for calling the tenth annual general meeting (AGM) of the members of Jaipur Metro Rail Corporation Limited scheduled to be held on **Thursday, 28<sup>th</sup> November, 2019, at 4.00 pm**, notice is hereby issued for change of venue from registered office of the Company to Housing Board Conference Hall, First Floor, **Awasthawan, Rajasthan Housing Board (RHB)**, Jan Path, Jaipur 302005, to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the financial statements of the Company for the year 2018-19 together with the Reports of Directors and Auditors thereon.
2. To confirm and approve the appointment of the Statutory Auditors of the Company for the financial year 2019-20.

### **SPECIAL BUSINESS:**

3. To consider and, if thought fit, to pass, with or without modification, the following Resolution as a Special Resolution:

**“RESOLVED THAT** in accordance with the provisions of section 149, 152 and 161 read with Schedule IV and all other applicable provisions, of the Companies Act, 2013 (“Act”), the Companies (Appointment and Qualification of Directors) Rules 2014, [including any statutory modifications (s) or reenactment thereof, for the time being in force], and other applicable provisions, Ms. Gayatri A. Rathore, IAS who was appointed as Additional Director (Independent) on the Board of the Company w.e.f. 22<sup>nd</sup> May, 2019 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as Independent Director of the Company for a term of 5 years from the date of initial appointment, i.e. 22<sup>nd</sup> May, 2019.

**RESOLVED FURTHER THAT** the Managing Director and the Company Secretary of the Company, be and are hereby authorized, severally and jointly, to sign and file and do any and all necessary filing(s), compliances and acts and to take all such steps as may be necessary, proper and expedient to give effect to this resolution.”

**By order of the Board  
For JAIPUR METRO RAIL CORPORATION LTD**

### **Regd. Office**

Admin Building, Metro Depot  
Bhargu Path, Mansarovar, Jaipur

**27<sup>th</sup> November, 2019**

  
**(MUKESH KUMAR SINGHAL)**  
**Managing Director**

### **Note:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. In case a proxy is appointed, the following form of proxy should be returned to the Company, duly completed, no later than forty eight hours before the commencement of the meeting.
2. Explanatory statement pursuant to Section 102 of the Companies Act, 2013 is enclosed herewith.

**EXPLANATORY STATEMENT FOR ITEM NUMBER 3, PURSUANT TO SEC 102 OF THE COMPANIES ACT, 2013:****Item Number 3:**

The UDH, GoR had issued order no. F.10(24)UDH/3/01 Pt.-I dated 22<sup>nd</sup> May, 2019 appointing Ms. Gayatri A. Rathore, IAS, presently the Secretary, Aayurved & Indian Medicine Department, GoR, Jaipur as Independent Director on the Board of JMRC. Accordingly, Ms. Gayatri A. Rathore, IAS, Additional Director (Independent) was appointed as such w.e.f. 22<sup>nd</sup> May, 2019 as per the provisions of Section 149, 152 and 161 of the Companies Act, 2013 read with Schedule IV and all other applicable provision, of the Companies Act, 2013 ("Act"), the Companies (Appointment and Qualification of Directors) Rules 2014, [including any statutory modifications (s) or reenactment thereof, for the time being in force], and other applicable provisions.

Now, as per the provisions of Section 161(1) of the Companies Act, 2013, she holds office as Director only till the date of the forthcoming Annual General Meeting, but is eligible for appointment as Director of the Company subject to the approval of shareholders at this Annual General Meeting.

Hence, the agenda for confirming the appointment of Ms. Gayatri A. Rathore, IAS as Director of the Company and designated as Independent Director of the Company has been placed at item number 3.

## Jaipur Metro Rail Corporation Limited

### BOARD'S REPORT

Dear Members,

Your Directors are pleased to present the 10<sup>th</sup> Annual Report on the business and operations of your Company together with the audited statement of accounts for the year ended on 31<sup>st</sup> March, 2019, and the Auditors' Report thereon.

#### FINANCIAL RESULTS

The year under report covers a period of 12 months ended on 31<sup>st</sup> March, 2019, for which the summarized financial results are as under:

(₹ in Lakhs)

| Particulars                       | For the year ended on<br>31 <sup>st</sup> March, 2019 | For the year ended on<br>31 <sup>st</sup> March, 2018 |
|-----------------------------------|---|---|
| Revenue from Operations           | 1851.19   | 1159.04   |
| Other Income (including interest) | 60.09   | 333.55  |
| RTIDF Grant-in-aid                | 7637.10   | 7056.75   |
| Deferred Capital Grant Amortized  | 820.44  | 766.83  |
| <b>Total Income</b>               | <b>10368.82</b>                                       | <b>9316.19</b>  |
| Revenue expenses for the year     | 5523.96   | 4592.04   |
| Depreciation and Amortization     | 7315.09   | 7328.81   |
| Finance Cost (Interest)           | 2826.81   | 2543.70   |
| <b>Total Expenses</b>             | <b>15665.86</b>                                       | <b>14464.54</b>                                       |
| <b>Profit/ (loss) before Tax</b>  | <b>(5297.04)</b>                                      | <b>(5148.30)</b>                                      |
| Tax Expenses (Net)                | 0.00  | 20.39   |
| <b>Profit/ (loss) after Tax</b>   | <b>(5297.04)</b>                                      | <b>(5168.75)</b>                                      |

The financial results for the year 2018-19 have been prepared as per applicable Indian Accounting Standards (Ind-AS).

The commercial operations of Phase-1A of Jaipur Metro Rail Project, i.e., from Mansarovar to Chandpole, commenced on 3<sup>rd</sup> June, 2015, and have resulted in heavy operating losses mainly on account of low ridership, fixed expenses on salary and allowances, administrative expenses, depreciation, etc. Net operational losses for the year 2018-19 are depicted below:

(₹ in Lakhs)

|   |                 |
|---|-----------------|
| Total Revenue (excluding grant)   | 1911.28         |
| Less: Total Expenses (excluding depreciation & finance cost)                      | 5523.96         |
| <b>Operating loss before depreciation &amp; finance cost</b>                      | <b>3612.68</b>  |
| Add: Depreciation (net of amortisation of grant) (₹ 7315.09 Lakh – ₹ 820.44 Lakh) | 6494.65         |
| <b>Operating loss after depreciation before finance cost</b>                      | <b>10107.33</b> |
| Add: Finance Cost (Interest)  | 2826.81         |
| <b>Operating loss after depreciation &amp; finance cost</b>                       | <b>12934.14</b> |
| Less: Grant-in-aid from RTIDF   | 7637.10         |
| <b>Net loss</b>   | <b>5297.04</b>  |

Though Jaipur Metro is doing well in terms of its average daily ridership as against the other Metro Rails in India, still, it seems almost certain that projected levels of ridership and revenues may be achievable only after the whole planned network of Phase 1 (1A + 1B) and Phase 2 is completed and commissioned. However, Jaipur Metro is providing a safe, energy efficient, environment friendly and quality public transport at affordable fare to the commuters as social obligation of the welfare state.

## **CORPORATE REVIEW**

### **JAIPUR METRO RAIL PROJECT:**

As the members are aware, the Government of Rajasthan (GoR) had resolved to take up Jaipur Metro Rail Project; and Jaipur Metro Rail Corporation Ltd. (JMRC) was created as an undertaking of the State Government for implementing the Project. The DPR Version January-2010 prepared by Delhi Metro Rail Corporation Ltd. (DMRC) was revised in June, 2011, and further revised in March, 2012, according to which Jaipur Metro Rail Project is to be implemented in two Phases :

#### **1. Phase-1 (East-West Corridor from Mansarovar to Badi Chaupar):**

East-West Corridor from Mansarovar to Badi Chaupar, currently under implementation, has a route length of 12.067 kms and a total estimated cost of ₹ 3149 crore. The brief details of Phase-1 are as under:-

| <b>Description</b>                 | <b>Phase-1A</b>                | <b>Phase-1B</b>                  | <b>Total Phase-1</b>              |
|------------------------------------|--------------------------------|----------------------------------|-----------------------------------|
| <b>From – To</b>                   | <b>Mansarovar to Chandpole</b> | <b>Chandpole to Badi Choupar</b> | <b>Mansarovar to Badi Chaupar</b> |
| Elevated Route Length (in kms)     | 9.1                            | Nil                              | 9.1                               |
| Under Ground Route Length (in kms) | 0.5                            | 2.4                              | 2.9                               |
| Total Route Length (in kms)        | 9.6                            | 2.4                              | 12                                |
| Elevated Stations                  | 8                              | Nil                              | 8                                 |
| Under Ground Stations              | 1                              | 2                                | 3                                 |
| Total Stations                     | 9                              | 2                                | 11                                |
| Total Completion Cost (in Crore ₹) | 2023                           | 1126                             | 3149                              |



### 1A. Phase-1A (Mansarovar to Chandpole)

The Phase-1A of Jaipur Metro was successfully opened for public carriage of passengers on 3<sup>rd</sup> June, 2015. With completion of 4 years of operation, this line has been providing 'safe, comfortable and affordable' public transportation to an ever growing body of residents and visitors.

Some highlights of the operation up to August 2019 are as under:-

|                            |   |
|----------------------------|---|
| Safety & Security          | Accident free & Incident free                       |
| Punctuality                | 99.90%<br>(punctuality loss criteria is 60 seconds) |
| Average passenger per day  | 20,498  |
| Earning per passenger      | ₹ 11.6  |
| Smart Cards in circulation | 87820   |

**Some measures/ achievements during the financial year 2018-19 were as under:-**

- State level "**Rajasthan Energy Conservation Award, 2018**" in Govt. department Category.
- The **frequency** of trains were increased from 15 min. to 10 min. w.e.f. 22.06.2018 and the peak hours fare (17:00 hr to till last train) was reduced to normal fare since 01.07.2018. This has resulted in 16% increase in passenger ridership.
- Midi Bus Service (Route No. 37) of JCTSL from Mansarovar Metro station to Kapurwala via Muhana Mandi has been started from 01.12.2018. This is providing a feeder service to metro passenger.
- 30 Nos. **Tata** Magic type feeder services for JMFR-9 route from Chandpole to Khole Ke Hanuman Ji and back has been started.
- E-Rickshaw feeder services have been started from Mansarovar, New Aatish Market and Chandpole Metro Stations through service provider t adjoining areas at discounted rates.
- For Last mile **connectivity** Jaipur Metro has tied-up with various service providers namely UBER, ONN Bike, Mobike, Road Panda and Zoom Car, etc.

### NON-FARE BOX REVENUE

JMRC has placed great emphasis on non-fare box earnings to supplement fare box revenue. Contracts for leasing of bank ATM space & Telecom Towers space, advertisement license, parking license, mobile coverage license, etc., have been awarded.

Further, the tenders for retail space leasing for rest of stations are under process. Consultants are also being appointed for leasing of large retail spaces and land spaces/land parcels for property development.

The details of non fare box revenue earned during 2018-19 are given as under:

| Item   | Revenue (in ₹ Lakh) | Percentage   |
|--|---------------------|--------------|
| Advertisement                                  | 776                 | 80.17%       |
| Lease Rent from Indoor Mobile Coverage License | 45                  | 4.65%        |
| Lease Rent from Parking                        | 30                  | 3.10%        |
| Lease Rent from ATM and Roof Top Tower         | 112                 | 11.57 %      |
| Other  | 5                   | 0.51 %       |
| <b>Total</b>                                   | <b>968</b>          | <b>100 %</b> |

**1B. Phase-1B (Chandpole to Badi Chaupar)**

Construction of underground Metro from Chandpole to Badi Chaupar covering a distance of 2.4 km, at an estimated cost of Rs. 1126 crore, is in progress. A loan agreement of Rs. 969 crores (USD 176 Million) for this Phase- 1B project was signed with ADB on 29.05.2014. The loan had become effective from 30.06.2014, against which a sum of Rs. 588.45 crores has already been drawn from ADB till July, 2019, based on the progress made so far. Several challenges were posed to the project due to following reasons:-

- Delay in obtaining license from A&M Dept, GoR for construction of twin metro tunnels within the protected area of Chandpole Gate & Isarlat (4 months)
- Redesigning & extra work consumed an extra time. (14 months)
- Excavation of two historical kunds at chaupars with hand tools
- Restoration of both kunds to their original form
- Construction of additional floor at Chhoti Chaupar for Art Gallery
- Construction of additional floor at Badi Chaupar for future subway called for major changes in the design of the two stations as per directions of Government
- Preparation, approval and implementation of traffic diversion plans in most congested part of the city took more time than was budgeted. (2 months)
- Presence of a large number of uncharted electrical, water and telecom utilities, shifting of utilities took more time than was planned. (2 months).
- Court's stay over removal of trees at Chaupars (6 months)
- Relocation and construction of temples at Chhoti & Badi Chaupar. (3 months)
- Delay in handing over of land and removal of hindrance for Ancillary building at Badi Chaupar (6 months)
- Encounter of loose soil strata during execution of pipe pushing at Badi Chaupar (2 months)

The project is now in its final leg and all out efforts are being made to commission the project by January, 2020.

## 2. **Phase-2 (North-South Corridor from Ambabari to Sitapura) :**

Metro connecting Sitapura to Ambabari (North-South corridor) is planned as part of Phase-2 of Jaipur Metro. The DPR prepared by DMRC consists of total route length of 23.8 KM with 20 stations. Govt. of Rajasthan has decided to get it updated incorporating recent changes in Metro Policy, traffic pattern of Jaipur and technological developments. The updated DPR is expected to be submitted by January, 2020 by DMRC. Further decision shall be taken by the Government after submission of updated DPR.

### **SOURCES OF FUNDING**

| Sources                                     | Amount (₹ in Crore) |  | Percentage |
|---|---------------------|--|------------|
| (A) Equity (i+ii+iii):                      | 1694                |  | 53.80%     |
| I. Government of Rajasthan (GoR)            | 1494                |  |            |
| ii. RIICO                                   | 100                 |  |            |
| iii. RHB                                    | 100                 |  |            |
| (B) Debt from Government of Rajasthan (GoR) | 366                 |  | 11.62%     |
| (C) Grant from JDA                          | 120                 |  | 3.81%      |
| (D) Loan from ADB through Gol/GoR           | 969                 |  | 30.77%     |
| Total                                       | 3149                |  | 100%       |

### **SHARE CAPITAL AND BUY BACK**

During this financial year, there has been no change in the authorised and the paid-up share capital of the Company.

The Company has not done any buy back of shares during the year under review.

### **DIVIDEND**

The Company has incurred loss during the year. Hence, your Directors do not recommend any dividend for the year 2018-19.

### **DIRECTORS**

During the year Company appointed one Independent Director as Additional Director on the Board of the Company, to be regularized in this year's annual general meeting. This completes the Company's requirement of having two Independent Directors on the Board. During the year 2018-19, following were appointed as Directors of the Company:

| S. No. | Name                                      | Date of Appointment         |
|--------|---|-----------------------------|
| 1.     | Shri Naveen Mahajan, IAS                  | 1 <sup>st</sup> May, 2018   |
| 2.     | Shri Rohit Gupta, IAS                     | 7 <sup>th</sup> May, 2018   |
| 3.     | Shri Pawan Kumar Goyal, IAS               | 7 <sup>th</sup> May, 2018   |
| 4.     | Shri Ganga Sahai Bhawaria                 | 2 <sup>nd</sup> July, 2018  |
| 5.     | Dr. Pritam B. Yashwant, IAS* <sup>1</sup> | 16 <sup>th</sup> July, 2018 |
| 6.     | Dr. Mohan Lal Yadav, IAS                  | 25 <sup>th</sup> July, 2018 |

|     |  |                                  |
|-----|--|----------------------------------|
| 7.  | Shri Rohit Kumar Singh, IAS                    | 17 <sup>th</sup> September, 2018 |
| 8.  | Shri Pawan Kumar Goyal, IAS                    | 17 <sup>th</sup> September, 2018 |
| 9.  | Shri Mukesh Kumar Singhal                      | 28 <sup>th</sup> November, 2018  |
| 10. | Shri Subodh Kumar Jindal                       | 28 <sup>th</sup> November, 2018  |
| 11. | Shri Gaurav Goyal, IAS                         | 19 <sup>th</sup> December, 2018  |
| 12. | Ms Veenu Gupta, IAS                            | 19 <sup>th</sup> December, 2018  |
| 13. | Shri Pawan Kumar Goyal, IAS <sup>*2</sup>      | 21 <sup>st</sup> December, 2018  |
| 14. | Shri Anil Kumar Gupta, IAS                     | 21 <sup>st</sup> December, 2018  |
| 15. | Dr. Ravi Kumar Surpur, IAS                     | 28 <sup>th</sup> December, 2018  |
| 16. | Shri Ravikanth Tatipudi, IAS                   | 29 <sup>th</sup> December, 2018  |
| 17. | Shri Vijay Pal Singh, IAS                      | 3 <sup>rd</sup> January, 2019    |
| 18. | Shri Subir Kumar, IAS                          | 5 <sup>th</sup> January, 2019    |
| 19. | Shri Bhaskar Atmaram Sawant, IAS               | 8 <sup>th</sup> February, 2019   |
| 20. | Shri Rajesh Kumar Yadav, IAS                   | 8 <sup>th</sup> February, 2019   |
| 21. | Shri Bhaskar Atmaram Sawant, IAS <sup>*3</sup> | 8 <sup>th</sup> March, 2019      |
| 22. | Shri Neelesh Sharma                            | 10 <sup>th</sup> March, 2019     |

\*1 holding DIN 06893379 under the name 'Preetm Bhimappa Yashvant'

\*2 appointment as Chairman and Managing Director

\*3 appointment as Chairman

During the year 2018-19, following ceased to be Directors of the Company:

| S. No. | Name                          | Date of Cessation                |
|--------|-------------------------------|----------------------------------|
| 1.     | Shri Mukesh Kumar Sharma, IAS | 7 <sup>th</sup> May, 2018        |
| 2.     | Dr. Pritam B. Yashwant, IAS   | 7 <sup>th</sup> May, 2018        |
| 3.     | Shri Chain Sukh Jeengar       | 19 <sup>th</sup> June, 2018      |
| 4.     | Shri Rohit Gupta, IAS         | 16 <sup>th</sup> July, 2018      |
| 5.     | Shri Naveen Mahajan, IAS      | 20 <sup>th</sup> July, 2018      |
| 6.     | Shri Ravi Jain, IAS           | 25 <sup>th</sup> July, 2018      |
| 7.     | Shri Pawan Kumar Goyal, IAS   | 17 <sup>th</sup> September, 2018 |
| 8.     | Shri Ashwani Saxena           | 11 <sup>th</sup> October, 2018   |
| 9.     | Shri Ganga Sahai Bhawaria     | 11 <sup>th</sup> October, 2018   |
| 10.    | Shri Rohit Kumar Singh, IAS   | 21 <sup>st</sup> December, 2018  |
| 11.    | Shri Rajeeva Swarup, IAS      | 19 <sup>th</sup> December, 2018  |
| 12.    | Shri Alok, IAS                | 19 <sup>th</sup> December, 2018  |
| 13.    | Shri Ram Gopal Gupta, IAS     | 19 <sup>th</sup> December, 2018  |
| 14.    | Dr. Pritam B. Yashwant, IAS   | 28 <sup>th</sup> December, 2018  |
| 15.    | Shri Vaibhav Galriya, IAS     | 29 <sup>th</sup> December, 2018  |
| 16.    | Shri Pawan Kumar Goyal, IAS   | 3 <sup>rd</sup> January, 2019    |



|     |                                    |                                 |
|-----|------------------------------------|---------------------------------|
| 17. | Dr. Mohan Lal Yadav, IAS           | 3 <sup>rd</sup> January, 2019   |
| 18. | Shri Shailendra Kumar Agrawal, IAS | 8 <sup>th</sup> February, 2019  |
| 19. | Dr. Ravi Kumar Surpur, IAS         | 25 <sup>th</sup> February, 2019 |
| 20. | Dr. Brij Bhushan Sharma            | 10 <sup>th</sup> March, 2019    |

### **DECLARATION BY INDEPENDENT DIRECTOR**

The Independent Directors had submitted the declaration of independence, as required pursuant to Section 149 of the Companies Act, 2013 stating that they are not disqualified to become independent directors under the Companies Act, 2013, respectively, in Jaipur Metro Rail Corporation Limited and that they comply with all the criteria of independent directors envisaged in applicable provisions of the Companies Act, 2013.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors of the Company confirms that-

- in the preparation of the Annual Accounts, the applicable accounting standards have been followed;
- the Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that year;
- the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the Annual Accounts on a going concern basis; and
- 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."

### **NUMBER OF MEETINGS OF THE BOARD**

The Board has met four times during the year 2018-19. Details of the Board Meetings, along with the meetings attended by each Director are as given below:

| <b>Board Meeting</b>     | <b>35<sup>th</sup><br/>Meeting<br/>04.04.18</b> | <b>36<sup>th</sup><br/>Meeting<br/>28.06.18</b> | <b>37<sup>th</sup><br/>Meeting<br/>08.10.18</b> | <b>38<sup>th</sup><br/>Meeting<br/>31.12.18</b> |
|--------------------------|---|---|---|---|
| <b>Name of Director</b>  |   |   |   |   |
| Shri Mukesh Kumar Sharma | Yes   | NA  | NA  | NA  |
| Shri S.K. Agarwal        | No  | No  | No  | No  |
| Shri Vaibhav Galriya     | No  | Yes   | No  | NA  |
| Ms. Mugdha Sinha         | No  | No  | No  | No  |
| Ms. Manju Rajpal         | No  | No  | No  | No  |
| Shri Siddharth Mahajan   | No  | No  | Yes   | No  |
| Shri Ravi Jain           | No  | Yes   | NA  | NA  |
| Shri Ram Gopal Gupta     | Yes   | No  | No  | NA  |
| Shri Ashwani Saxena      | Yes   | Yes   | Yes   | NA  |

|                           |     |     |     |     |
|---------------------------|-----|-----|-----|-----|
| Shri C.S. Jeengar         | Yes | NA  | NA  | NA  |
| Shri Rajesh Kumar Agerwal | Yes | Yes | Yes | Yes |
| Dr. Brij Bhushan Sharma   | Yes | Yes | Yes | Yes |
| Shri Alok                 | Yes | Yes | Yes | NA  |
| Shri Rajeeva Swarup       | Yes | Yes | No  | NA  |
| Dr. Pritam B. Yashwant    | No  | NA  | No  | NA  |
| Shri Pawan Kumar Goyal    | NA  | Yes | No  | Yes |
| Shri Naveen Mahajan       | NA  | No  | NA  | NA  |
| Shri Rohit Gupta          | NA  | No  | NA  | NA  |
| Shri Rohit Kumar Singh    | NA  | NA  | Yes | NA  |
| Dr. Mohan Lal Yadav       | NA  | NA  | Yes | Yes |
| Shri G. S. Bhawaria       | NA  | NA  | Yes | NA  |
| Shri Gaurav Goyal         | NA  | NA  | NA  | Yes |
| Shri Anil Kumar Gupta     | NA  | NA  | NA  | Yes |
| Shri Mukesh Kumar Singhal | NA  | NA  | NA  | Yes |
| Shri Subodh Kumar Jindal  | NA  | NA  | NA  | Yes |
| Ms. Veenu Gupta           | NA  | NA  | NA  | No  |
| Shri Ravikanth Tatipudi   | NA  | NA  | NA  | No  |
| Dr. Ravi Kumar Surpur     | NAs | NA  | NA  | No  |

## **DEPOSITS**

During the year under review, your Company has not accepted any deposits from public.

## **NOMINATION AND REMUNERATION COMMITTEE (NRC)**

As on 31<sup>st</sup> March, 2019, the Nomination and Remuneration Committee (NRC) of the Company consisted of the following:

- i. Ms. Mugdha Sinha
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

Currently it consists currently of the following (reconstituted as such on 25<sup>th</sup> June, 2019):

- i. Ms. Gayatri A. Rathore
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

Being a Government Company, the appointment and remuneration of senior management of the Company is

governed either by the rules of service of their parent organization (from where they come on deputation) or by the JMRC Recruitment Rules, 2012 (which are duly approved by the Board of the Company and the State Government), as may be applicable. Being based on the Government Rules (Centre/ State, as the case may be), these Rules grant hardly any scope for unreasonableness. Accordingly, the NRC had observed in its meeting held on 20<sup>th</sup> December, 2017 that the present arrangement of control, supervision and other parameters is satisfactory.

### **CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE**

As on 31<sup>st</sup> March, 2019, the Corporate Social Responsibility (CSR) Committee of the Company consisted of the following:

- i. Ms. Mugdha Sinha
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

Currently it consists currently of the following (reconstituted as such on 25<sup>th</sup> June, 2019):

- I. Ms. Gayatri A. Rathore
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

The CSR Committee met on 20<sup>th</sup> December, 2017 and took note of the below given CSR Policy of the Company; however, as currently there are no profits in the Company, it is not required to spend any amount on CSR activities:

#### **A. SHORT TITLE & APPLICABILITY:**

- (1) This policy shall be known as the "CSR Policy of JMRC".
- (2) This policy would apply for all Corporate Social Responsibility (CSR) initiatives, projects, programmes, and activities ( hereinafter referred to as 'tasks') undertaken by JMRC in India as per the provisions of the Companies Act, 2013, the Companies (Corporate Social Responsibility Policy) Rules, 2014 and circulars issued thereunder from time to time (hereinafter referred to as 'the Act').

#### **B. RESOURCES:**

- (1) A minimum of 2% of the Company's average net profits, if any, made during immediately preceding three financial years shall be allocated as the CSR Budget, per annum. Net profit shall be assigned the meaning as per the Act.
- (2) Any unutilized/ unspent CSR Budget of a particular year would be carried forward to the following year, i.e., the CSR budget would be non lapsable in nature.
- (3) Surplus arising out of the CSR projects or programmes or activities shall not form part of the business profit of the Company, but shall be liable to be added back to the CSR Budget.

#### **C. SCOPE AND FOCUS AREAS :**

- (1) The scope of CSR Policy of JMRC would be as per the provisions of the Act.

- (2) The focus of this policy would be on the following activities, from out of the activities included in Schedule VII of the Companies Act, 2013:
- promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
  - ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set up by the Central Government for rejuvenation of river Ganga; and
  - protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts.
- (3) Tasks that benefit only the employees of the company and their families or tasks which are in the normal course of business of the Company would not be considered to be a CSR activity and only activities in India would be considered for computing CSR expenditure.

**D. MODALITIES OF EXECUTION:**

The modalities of execution of each task would be charted out by the CSR Committee (or the person made in-charge for the purpose by the CSR Committee) at the time of sanctioning the same.

**E. IMPLEMENTATION SCHEDULE:**

The implementation schedule of each task would be charted out by the CSR Committee (or the person made in-charge for the purpose by the CSR Committee) at the time of sanctioning the same.

**F. MONITORING:**

- Monitoring of tasks would be done task-wise and benchmarked to the respective implementation schedule.
- Minutes of the Committee's meetings shall be placed before the Board at the following meeting of the Board of the Company.
- The Board of the Company would reserve complete discretion to withdraw/ cancel CSR budget allocation relating to any task, fully or partially, and/or recall unutilized amount relating to any task, fully or partially.

**G. DISPLAY AND REPORTING:**

- This policy would be displayed on the Company's website, with such amendments as may be made by the Company, from time to time.
- This policy along with the Annual Report on CSR activities would, as part of the Board's Report, be reported in the Company's Annual Report, as per the provisions of the Act.

**AUDIT COMMITTEE**



As on 31<sup>st</sup> March, 2019, the Audit Committee of the Company consisted of the following:

- I. Ms. Mugdha Sinha
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

Currently it consists currently of the following (reconstituted as such on 25<sup>th</sup> June, 2019):

- I. Ms. Gayatri A. Rathore
- ii. Shri Siddharth Mahajan
- iii. Shri Gaurav Goyal

The Audit Committee of the Company meets from time to time to carry out its statutory functions. During this financial year 2018-19, the Committee met on 08<sup>th</sup> October, 2018.

### **RISK MANAGEMENT POLICY**

Jaipur Metro Rail Project has been planned keeping in view the urban transport demands of the city for the next many decades. Planned to provide a state-of-the-art, affordable and reliable system of public transport, the project intends to spur economic development of the city while preserving its rich heritage and culture. Thus, the launch of Jaipur Metro is a significant step in making Jaipur a smart city.

The responsibility of security & policing of Jaipur Metro has been entrusted to Rajasthan Police. A strength of 789 police personnel has been sanctioned for security and policing of Jaipur Metro. Latest security equipments have been provided at all Metro Stations.

Operation and maintenance of the Metro is being handled by Jaipur Metro Rail Corporation with the help of over 400 trained and competent manpower. In Defect Liability Period (DLP), DMRC and concerned suppliers are providing the technical resource support, wherever required. Further, as per requirement JMRC is entering into AMC contracts after completion of DLP.

Jaipur Metro has taken various steps to ensure that at the time of emergency, all basic support systems are in place. One Standard Gauge self-propelled Rail-cum-Road Vehicle (RRV) and one four-wheeled Tower Wagon (SG self-propelled rail vehicle) are available. To take care of any medical help required during any accident/incident, Jaipur Metro has signed a MoU with well-equipped Metro Manas Arogya Sadan Heart Care & Multispecialty Hospital, Mansarovar to provide their emergency medical services. A MoU has also been signed with NHM, GoR for "108" Ambulance services. Although Metro system is a failsafe system, still as a precautionary measure Jaipur Metro has, through public sector insurance company, put in place a free accident insurance scheme for its passengers, including visitors and employees (i.e., non-passengers visiting Metro Stations).

Local Self Government Department, GoR had created the Rajasthan Transport Infrastructure Development Fund (RTIDF) vide its Order dated 29<sup>th</sup> February, 2012. The Company receives financial assistance from the RTIDF to the extent of 15% of total receipts in the said RTIDF (No Relation to Loss & No Upper Limit) as per DLB notification dated 27.03.2018.

Further, Phase-1B of Jaipur Metro Rail Project having total cost of ₹ 1126 crores has been funded by way of loan

from ADB through Gol as Pass Through Assistance to the extent of ₹ 969 crores (USD 176 million). The loan is repayable in 15 years after a moratorium period of 8 year The interest rate is linked with London interbank offered rate (LIBOR) plus 0.5% (which includes spread of 0.40% and maturity premium of 0.10%). Additionally, the commitment charges @ 0.15 % per annum on undisbursed amount is also payable. The ADB loan has been provided by Gol to GoR on a back-to-back basis, and given to JMRC as Interest Free Loan. The original closing date of loan was 30.09.2018, the same has now been got extended by 18 months, i.e. up to 31.03.2020. Also, on 26.06.2018 \$19 Million have been surrendered from the sanctioned loan, i.e., the loan amount is now USD 157 million.

Thus, JMRC has appropriate risk management systems in place for identification and assessment of various risks, measures to mitigate them and mechanisms for proper and timely monitoring and reporting of any and all incidents. From time to time, the respective HoDs and Audit Committee of the Company review the implementation and monitoring of its various decisions, plans and strategies to ensure safeguarding of the Company against any kind of risks, be it technological, legal, physical, financial or relating to the image of the Company.

### **THE VIGIL MECHANISM OF JMRC**

JMRC is a law-abiding, wholly-owned Company of the State Government, being duly audited by the statutory auditors appointed by C&AG, internal auditors, secretarial auditors and also covered under the ambit of supplementary audit of the C&AG.

JMRC is an employee oriented organization which has taken various steps to promote the welfare of its employees, laid emphasis on adequate training of its staff, conducted interactions/ feedback sessions with the employees from time to time.

Further, additional measures have been undertaken by the Management, i.e., the contact details of all senior officers and nodal officer of JMRC have been made available on the official website of Jaipur Metro, the Management is responding to various issues raised by public through their suggestions/complaints manually at all Metro Stations and through the link provided on the website, RTI and Sampark Portal of GoR. Still, to comply with the provisions of the Companies Act, 2013, the Company has established a proper vigil mechanism system for directors and employees for reporting genuine concerns in the most appropriate manner.

This mechanism provides for adequate safeguards against victimisation of persons who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases.

All the members of the Board and employees of the Company are eligible to report genuine concerns and/or make a complaint under this Vigil Mechanism and adequate safeguards shall be provided by the Audit Committee and Management of the Company against victimization of persons who use such mechanism (herein after referred to as complainant) by way of following means:

- a. At the request of the complainant, his/her identity shall not be revealed till necessary in the interest of the matter in question.
- b. The complainant shall not be subjected to victimization due to the fact that he/she had reported a matter or filed a complaint under this Mechanism.
- c. Protection under this Vigil Mechanism would not mean protection against disciplinary action arising out of

any false, motivated or vexatious complaint.

- d. Any other employee assisting in the investigation or furnishing evidence with regard to a matter shall also be protected against victimization.

The Contact details of the Chairman of the Audit Committee of the Company, be made available on the official website of the Company, so that the concerned person has access for reporting of genuine concerns and/or making complaint under this Vigil Mechanism. The Audit Committee of the Company shall also oversee the Vigil Mechanism of the Company.

Further, this Vigil Mechanism and JMRC Conduct, Discipline & Appeal Rules, 2017 (JMRC CDA Rules, 2017) be disclosed on the official website of Jaipur Metro.

### **INTERNAL FINANCIAL CONTROL SYSTEMS, ITS ADEQUACY AND EFFECTIVENESS**

The Company has an adequate internal financial control system commensurate with the size and nature of its business. Processes have been 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. The internal financial controls are adequate and operating effectively.

### **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

The Company has not given loans, guarantees or made investments in terms of provisions of Section 186 of the Companies Act, 2013.

### **KEY MANAGERIAL PERSONNEL**

For purposes of Section 203 of the Companies Act, 2013, during the financial year 2018-19, following are the Key Managerial Personnel of the Company, on the terms and conditions of their appointment as already approved by the Board and/or as determined under the JMRC Recruitment Rules, 2012:

1. Chairman and Managing Director: Shri Mukesh Kumar Sharma<sup>\*1</sup>
2. Chairman and Managing Director: Shri Pawan Kumar Goyal<sup>\*2</sup>
3. Chairman and Managing Director: Shri Rohit Kumar Singh<sup>\*3</sup>
4. Managing Director: Shri Subir Kumar<sup>\*4</sup>
5. Director (Finance) & Chief Financial Officer: Dr. Brij Bhushan Sharma<sup>\*5</sup>
6. Director (Finance) & Chief Financial Officer: Shri Neelesh Sharma<sup>\*5</sup>
7. Director (Project), Whole Time Director: Shri Ashwani Saxena<sup>\*6</sup>
8. Director (Project), Whole Time Director: Shri Subodh Kumar Jindal<sup>\*6</sup>
9. Director (Operations and Systems), Whole Time Director: Shri C.S. Jeengar<sup>\*7</sup>
10. Director (Operations and Systems), Additional Director: Shri G.S. Bhawaria<sup>\*7</sup>
11. Director (Operations and Systems), Whole Time Director: Shri Mukesh K Singhal<sup>\*7</sup>
12. Director (Corporate Affairs), Whole Time Director: Shri Rajesh Kumar Agerwal

13. Company Secretary: Ms. Harshita Chhabra <sup>\*8</sup>

\*1 Shri Mukesh Kumar Sharma as CMD till 07.05.2018

\*2 Shri Pawan Kumar Goyal as CMD from 07.05.2018 to 17.09.2018 and from 21.12.2018 to 03.01.2019

\*3 Shri Rohit Kumar Singh as CMD from 17.09.2018 to 21.12.2018

\*4 Presently the the Managing Director is Shri Subir Kumar, w.e.f. 05.01.2019 and the Chairman is Shri Bhaskar Atmaram Sawant, w.e.f. 08.03.2019

\*5 Presently the Director (Finance)/CFO is Shri Neelesh Sharma w.e.f. 10.03.2019 appointed in place of Dr. Brij Bhushan Sharma who was Director (Finance)/CFO till 10.03.2019

\*6 Presently the Director (Project) is Shri Subodh Kumar Jindal w.e.f. 28.11.2018 appointed in place of Shri Ashwani Saxena who was Director (Project) till 11.10.2018

\*7 Presently the Director (Operations and Systems) is Shri Mukesh Kumar Singhal w.e.f. 28.11.2018 appointed in place of Shri C.S. Jeengar who was Director (Operations and Systems) till 19.06.2018, and the interim charge was given to Shri G.S. Bhawaria who was appointed as Additional Director w.e.f. the date of procurement of DIN, i.e., 02.07.2018, till 11.10.2018

\*8 Name changed from Ms. Harshita C. Kochhar

#### **EXTRACT OF ANNUAL RETURN**

Extract of Annual Return in form MGT-9 is annexed as Addendum-1 with this report.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTY REFERRED TO IN SUB-SECTION (1) OF SECTION 188**

Information pertaining to the disclosure of particulars of contracts/ arrangements entered into by the Company with related parties referred to in Sub-section (1) of Section 188 of the Companies Act, 2013 is provided under Note 38 of the Notes on Accounts.

#### **DISCLOSURES UNDER SECTION 134(3)(I) OF THE COMPANIES ACT, 2013**

There have been following material change in commitments that occurred between the end of the year and the date of this report which can affect the financial position of the Company:

1. Revised fare structure of Phase 1A was implemented w.e.f. 01.06.2019

#### **TRANSFER TO RESERVES IN TERMS OF SECTION 134(3)(j) OF THE COMPANIES ACT, 2013**

For the year under report, the Company has not transferred any sum to Reserves.

#### **PARTICULARS OF EMPLOYEES**

There is no employee in the Company whose particulars are required to be given under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **OTHER DISCLOSURES UNDER THE COMPANIES ACT, 2013**



The Company does not have any Subsidiary/ Associate Company.

The details of the significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future is as follows: NIL. The contingent liabilities on account of pending court cases has been provided in Note 40.1 of the Notes on Accounts.

The provisions of disclosure of policy relating to appointment of directors, payment of managerial remuneration, directors' qualification, positive attributes, independence of directors and other related matters under Section 178(3) of the Companies Act, 2013 have been exempted for Government companies as per MCA notification G.S.R. 463(E) dated 5<sup>th</sup> June, 2015.

The provisions of Section 134(3)(p) relating to Board evaluation are also exempted for Government companies as per MCA notification G.S.R. 463(E) dated 5<sup>th</sup> June, 2015.

The Company has complied with the applicable Secretarial Standards 1 and 2 issued by the Institute of Company Secretaries of India.

**DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

During the year 2017-18, the Company had a duly constituted Internal Complaints Committee in place as per Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 and the decision of the Supreme Court of India in *the case of Vishakha and others vs. State of Rajasthan* [writ petition (criminal) no. 666-70/1992]. The information required under Section 21 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 is provided below:

|    |   |     |
|----|---|-----|
| a) | Committee formed as per Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 and the decision of the Supreme Court of India in <i>the case of Vishakha and others vs. State of Rajasthan</i> [writ petition (criminal) no. 666-70/1992]. | Yes |
| b) | No. of complaints received during the year  | NIL |
| c) | No. of complaints disposed of during the year   | NIL |
| d) | No. of cases pending for more than 90 days  | NIL |
| e) | No. of workshops or awareness programmes against sexual harassment carried out  | NIL |

**SECRETARIAL AUDITORS' REPORT**

The secretarial audit report of the Company is annexed herewith as Addendum-2 and there are no observations therein to this report.

**STATUTORY AUDITORS' REPORT**

The reply to the observations of the auditors is given in Addendum-3 to this report.

**APPOINTMENT OF STATUTORY AUDITORS**

Your Directors recommend the appointment of statutory auditors of the Company for the year 2019-20 as per directions of the Comptroller and Auditor General of India.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars, as required under the provisions of Section 134(3)(q) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014, in respect of conservation of energy, technology absorption and foreign exchange earnings and outgo, are as under:

### **A. ENERGY CONSERVATION:**

The conservation of energy has received highest attention of the management on a continuous basis.

Your Company has provided a Mass Rapid Transit System to the city of Jaipur, which requires about 1/5<sup>th</sup> energy per passenger km compared to road-based system and cause no air pollution in the city.

Further, a regenerative braking system has been provided in Jaipur Metro coaches, which is causing a substantial saving upto 25% in energy consumption during operations.

A solar system of 100 Kilo Watts has been installed at the roof top of Mansarovar Depot.

The Company has adopted idle mode operation activated in all 37 Escalators at stations and Vivek Vihar has been made the first LED lit Railway Station in Rajasthan.

### **B. TECHNOLOGY ABSORPTION:**

State of the art technology is being used in all the operation of Jaipur Metro. There have been no expenses under this head.

### **C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The details of foreign exchange earnings and outgo are provided under Note 37 of the Notes on Accounts.

## **ACKNOWLEDGEMENTS -**

Your Directors wish to place on record their gratitude for the continuing support of Government of India, Government of Rajasthan, Railway Board, Commission of Railway Safety, RDSO (Research Designs & Standards Organisation), Delhi Metro Rail Corporation, and various Departments of the State Government including the Police Commissionerate of Jaipur, Collectorate of Jaipur, Jaipur Nagar Nigam, Jaipur Development Authority, RIICO (Rajasthan State Industrial Development & Investment Corporation Ltd), Jaipur Vidyut Vitran Nigam Ltd, Rajasthan Housing Board, and the Department of Archaeology & Museums.

Before parting, your Directors also wish to record their appreciation to the various agencies working for execution and operation of the project for their hard work and various licensees and lessees who are associated with Jaipur Metro for having shown their trust in the Company; and also of the cooperation and encouragement the Company has received and continues to receive from people of the State, traders and Vyapaar Mandals of Walled City, including the project affected persons.

### **CAUTIONARY STATEMENTS**

This Report contains certain statements relating to the future and therefore are forward looking within the meaning of applicable laws and regulations. Various factors such as economic conditions, changes in Government regulations, tax regime, other statutes, market forces and other associated and incidental factors may however lead to variation in actual results.

#### **For and on behalf of the Board**



**(SUBIR KUMAR)**

**Managing Director**



**(BHASKAR ATMARAM SAWANT)**

**Chairman**

**Date: 18<sup>th</sup> September, 2019**

**Place: Jaipur**

## ADDENDUM -1 TO THE BOARD'S REPORT DATED 18<sup>TH</sup> SEPTEMBER, 2019

### Form No. MGT-9

### EXTRACT OF ANNUAL RETURN As on the financial year ended on 31.03.2019

*[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management & Administration) Rules, 2014]*

#### I. REGISTRATION AND OTHER DETAILS:

|   |  |
|---|--|
| i) <b>CIN</b>   | U60221RJ2010SGC030630  |
| ii) <b>Registration Date</b>  | 01.01.2010   |
| iii) <b>Name of the Company</b>   | Jaipur Metro Rail Corporation Limited  |
| iv) <b>Category/ Sub-Category of the Company</b>                                      | State Government Company limited by shares                                     |
| v) <b>Address of the Registered office and contact details</b>                        | Admin Building , Bhriugu Path, Mansarovar, Jaipur – 302 020<br>+91 141 2822210 |
| vi) <b>Whether listed company</b>   | No   |
| vii) <b>Name, Address and Contact details of Registrar and Transfer Agent, if any</b> | Nil  |

#### 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       | Providing Mass Rapid Transit System (MRTS) in the city of Jaipur by way of metro rail network | 99532124                         | 100%                               |

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES - NIL

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



## i) Category-wise shareholding

| Category of Shareholders   | No. of Shares held at the beginning of the year |                 |                 |                   | No. of Shares held at the end of the year |                 |                 |                   | % Change during the year |
|--|---|-----------------|-----------------|-------------------|---|-----------------|-----------------|-------------------|--------------------------|
|  | Demat   | Physical        | Total           | % of Total Shares | Demat                                     | Physical        | Total           | % of Total Shares |                          |
| <b>A. Promoters</b>  |   |                 |                 |                   |   |                 |                 |                   |                          |
| (1) <b>Indian</b>  |   |                 |                 |                   |   |                 |                 |                   |                          |
| a. Individual/ HUF   |   |                 |                 |                   |   |                 |                 |                   |                          |
| b. Central Govt  |   |                 |                 |                   |   |                 |                 |                   |                          |
| c. <u>State Govt (s)</u>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| Government of Rajasthan  | 0   | 14939854        | 14939854        | 88%               | 0   | 14939854        | 14939854        | 88%               | 0%                       |
| Sh Mukesh Kumar Sharma   | 0   | 10              | 10              | 0.0001%           | 0   | 0               | 0               | 0                 | 0.0001%                  |
| Sh S K Agarwal   | 0   | 10              | 10              | 0.0001%           | 0   | 10              | 10              | 0.0001%           | 0%                       |
| Sh Ravi Jain   | 0   | 10              | 10              | 0.0001%           | 0   | 0               | 0               | 0                 | 0.0001%                  |
| Sh Vaibhav Galri a   | 0   | 10              | 10              | 0.0001%           | 0   | 10              | 10              | 0.0001%           | 0%                       |
| Sh Alok  | 0   | 10              | 10              | 0.0001%           | 0   | 10              | 10              | 0.0001%           | 0%                       |
| Dr Mohan Lal Yadav   | 0   | 0               | 0               | 0%                | 0   | 10              | 10              | 0.0001%           | 0.0001%                  |
| Sh Pawan Kumar Goyal   | 0   | 0               | 0               | 0%                | 0   | 10              | 10              | 0.0001%           | 0.0001%                  |
| Ms Manju Rajpal  | 0   | 440             | 440             | 0.0026%           | 0   | 440             | 440             | 0.0026%           | 0%                       |
| Sh Ram Gopal Gupta   | 0   | 10              | 10              | 0.0001%           | 0   | 10              | 10              | 0.0001%           | 0%                       |
| Rajasthan Housing Board  | 0   | 1000000         | 1000000         | 5.90%             | 0   | 1000000         | 1000000         | 5.90%             | 0%                       |
| d. <u>Bodies Corp.</u>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| Rajasthan State Industrial Development & Investment Corporation Ltd. (RIICO) | 0   | 1000000         | 1000000         | 5.90%             | 0   | 1000000         | 1000000         | 5.90%             | 0%                       |
| e. Banks / FI  |   |                 |                 |                   |   |                 |                 |                   |                          |
| f. Any Other   |   |                 |                 |                   |   |                 |                 |                   |                          |
| <b>Sub-total A.(1):-</b>   | <b>0</b>  | <b>16940354</b> | <b>16940354</b> | <b>100%</b>       | <b>0</b>                                  | <b>16940354</b> | <b>16940354</b> | <b>100%</b>       |                          |
| (2) <b>Foreign</b>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| a. NRIs – Individual   |   |                 |                 |                   |   |                 |                 |                   |                          |
| b. Other – Individuals   |   |                 |                 |                   |   |                 |                 |                   |                          |
| c. Bodies Corp.  |   |                 |                 |                   |   |                 |                 |                   |                          |
| d. Banks / FI  |   |                 |                 |                   |   |                 |                 |                   |                          |
| e. Other (Specify)   |   |                 |                 |                   |   |                 |                 |                   |                          |
| <b>Sub-total A.(2):-</b>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| <b>Total shareholding of Promoter (A) = A.(1)+A.(2)</b>                      | <b>0</b>  | <b>16940354</b> | <b>16940354</b> | <b>100%</b>       | <b>0</b>                                  | <b>16940354</b> | <b>16940354</b> | <b>100%</b>       |                          |
| <b>B. Public Shareholding</b>  |   |                 |                 |                   |   |                 |                 |                   |                          |
| 1. <b>Institutions</b>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| a. Mutual Funds  |   |                 |                 |                   |   |                 |                 |                   |                          |
| b. Banks / FI  |   |                 |                 |                   |   |                 |                 |                   |                          |
| c. Central Govt  |   |                 |                 |                   |   |                 |                 |                   |                          |
| d. State Govt(s)   |   |                 |                 |                   |   |                 |                 |                   |                          |
| e. Venture Capital Funds   |   |                 |                 |                   |   |                 |                 |                   |                          |
| f. Insurance Companies   |   |                 |                 |                   |   |                 |                 |                   |                          |
| g. FIIs  |   |                 |                 |                   |   |                 |                 |                   |                          |
| h. Foreign Venture Capital Funds   |   |                 |                 |                   |   |                 |                 |                   |                          |
| i. Others (specify)  |   |                 |                 |                   |   |                 |                 |                   |                          |
| <b>Sub-total B.(1):-</b>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| 2. <b>Non-Institutions</b>   |   |                 |                 |                   |   |                 |                 |                   |                          |
| a. Bodies Corp.  |   |                 |                 |                   |   |                 |                 |                   |                          |

|  |          |                 |                 |             |          |                 |                 |             |  |
|--|----------|-----------------|-----------------|-------------|----------|-----------------|-----------------|-------------|--|
| <b>2. Non-Institutions</b>   |          |                 |                 |             |          |                 |                 |             |  |
| a. Bodies Corp.  |          |                 |                 |             |          |                 |                 |             |  |
| i) Indian  |          |                 |                 |             |          |                 |                 |             |  |
| ii) Overseas   |          |                 |                 |             |          |                 |                 |             |  |
| b. Individuals   |          |                 |                 |             |          |                 |                 |             |  |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh         |          |                 |                 |             |          |                 |                 |             |  |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh |          |                 |                 |             |          |                 |                 |             |  |
| c. Others (specify)  |          |                 |                 |             |          |                 |                 |             |  |
| <b>Sub-total (B)(2):-</b>  |          |                 |                 |             |          |                 |                 |             |  |
| Total Public Shareholding (B)=B.(1)+ B.(2)                                       |          |                 |                 |             |          |                 |                 |             |  |
| <b>C. Shares held by Custodian for GDRs &amp; ADRs</b>                           |          |                 |                 |             |          |                 |                 |             |  |
| <b>Grand Total (A+B+C)</b>   | <b>0</b> | <b>16940354</b> | <b>16940354</b> | <b>100%</b> | <b>0</b> | <b>16940354</b> | <b>16940354</b> | <b>100%</b> |  |

**(ii) Shareholding of Promoters**

| SI No. | Shareholder's Name   | Shareholding at the beginning of the year |                                  |   | Share holding 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      | Government of Rajasthan  | 14939854                                  | 88%                              |   | 14939854                             | 88%                              |   | 0%  |
| 2      | Sk Mukesh Kumar Sharma   | 10  | 0.0001%                          |   | 0                                    | 0%                               |   | 0.0001%                                   |
| 3      | Sh S K Agarwal   | 10  | 0.0001%                          |   | 10                                   | 0.0001%                          |   | 0%  |
| 4      | Sh Ravi Jain   | 10  | 0.0001%                          |   | 0                                    | 0%                               |   | 0.0001%                                   |
| 5      | Sh Vaibhav Galriya   | 10  | 0.0001%                          |   | 10                                   | 0.0001%                          |   | 0%  |
| 6      | Sh Alok  | 10  | 0.0001%                          |   | 10                                   | 0.0001%                          |   | 0%  |
| 7      | Sh Ram Gopal Gupta   | 10  | 0.0001%                          |   | 10                                   | 0.0001%                          |   | 0%  |
| 8      | Dr Mohan Lal Yadav   | 0   | 0%                               |   | 10                                   | 0.0001%                          |   | 0.0001%                                   |
| 9      | Sh Pawan Kumar Goyal   | 0   | 0%                               |   | 10                                   | 0.0001%                          |   | 0.0001%                                   |
| 10     | Ms Manju Rajpal  | 440                                       | 0.0026%                          |   | 440                                  | 0.0026%                          |   | 0%  |
| 11     | Rajasthan Housing Board  | 1000000                                   | 5.90%                            |   | 1000000                              | 5.90%                            |   | 0%  |
| 12     | Rajasthan State Industrial Development & Investment Corporation Ltd. (RIICO) | 1000000                                   | 5.90%                            |   | 1000000                              | 5.90%                            |   | 0%  |

**(iii) Change in Promoters' Shareholding (please specify, if there is no change)**

| No. |  | 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   | 16940354                                  | 100%                             | 16940354                                | 100%                             |
|     | Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc. |   |                                  |   |                                  |
| 1   | Shares transferred from Sh. M.K. Sharma to Sh. Pawan Kumar Goyal   | 10  | 0.0001%                          | 10                                      | 0.0001%                          |
| 2   | Shares transferred from Sh. Ravi Jain to Dr. Mohan Lal Yadav   | 10  | 0.0001%                          | 10                                      | 0.0001%                          |
|     | At the end of the year   | 16940354                                  | 100%                             | 16940354                                | 100%                             |

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): NIL**

**(v) Shareholding of Directors and Key Managerial Personnel:**

| Sl. No. |  | 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 |
|         | <b>For Each of the Directors and KMP</b>   |   |                                  |   |                                  |
|         | At the beginning of the year   | Same as (iii) above                       |                                  |   |                                  |
|         | Date wise Increase/ Decrease in Share holding 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**

Rs. in Crore

|  | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|----------------------------------|-----------------|----------|--------------------|
| <b>Indebtedness at the beginning of the financial year</b> |                                  |                 |          |                    |
| i) Principal Amount  |                                  | 505.31          |          | 505.31             |
| ii) Interest due but not paid                              |                                  | 83.87           |          | 83.87              |
| iii) Interest accrued but not due                          |                                  |                 |          |                    |
| <b>Total (i+ii+iii)</b>                                    |                                  | 589.18          |          | 589.18             |
| <b>Change in Indebtedness during the financial year</b>    |                                  |                 |          |                    |
| · Addition   |                                  | 73.30           |          | 73.30              |
| · Reduction  |                                  | 0               |          | 0                  |
| <b>Net Change</b>  |                                  | 73.30           |          | 73.30              |
| <b>Indebtedness at the end of the financial year</b>       |                                  |                 |          |                    |
| i) Principal Amount  |                                  | 592.80          |          | 592.80             |
| ii) Interest due but not paid                              |                                  | 110.46          |          | 110.46             |
| iii) Interest accrued but not                              |                                  |                 |          |                    |
| <b>Total (i+ii+iii)</b>                                    |                                  | 703.26          |          | 703.26             |

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **Annexed herewith as Annexure I**

B. Remuneration to other directors: **NIL**

C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD

| In Rupees |   |                          |                   |     |                |
|-----------|---|--------------------------|-------------------|-----|----------------|
| Sl. no.   | Particulars of Remuneration   | Key Managerial Personnel |                   |     |                |
|           |   | CEO                      | Company Secretary | CFO | Total          |
| 1.        | Gross salary  |                          |                   |     |                |
|           | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 |                          | 1226171           |     | 1226171        |
|           | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             |                          | 12356             |     | 12356          |
|           | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961              |                          |                   |     |                |
| 2.        | Stock Option  |                          |                   |     |                |
| 3.        | Sweat Equity  |                          |                   |     |                |
| 4.        | Commission<br>- as % of profit<br>- others, specify...                              |                          |                   |     |                |
| 5.        | Others, please specify  |                          |                   |     |                |
|           | <b>Total</b>  |                          | <b>1238527</b>    |     | <b>1238527</b> |

## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

For and on behalf of the Board

  
 (SUBIR KUMAR)  
 Managing Director

  
 (BHASKAR ATMARAM SAWANT)  
 Chairman

Date: 18<sup>th</sup> September, 2019

Place: Jaipur

## Annexure I

| S<br>N | Particulars of<br>Remuneration  | Name of MD/WTD/ Manager |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    | Total Amount |
|--------|---|-------------------------|--------------------------|--------------------------|--------------------|-------------------|-----------------------|-----------------------|----------------------------|-------------------|----------------------|------------------------------------|--------------|
|        |   | Sh Mukesh<br>K Sharma   | Sh. Pawan<br>Kumar Goyal | Sh. Rohit<br>Kumar Singh | Sh. Subir<br>Kumar | Dr. B B<br>Sharma | Sh. Neelesh<br>Sharma | Sh. Ashwani<br>Saxena | Sh. Subodh<br>Kumar Jindal | Sh C S<br>Jeengar | Sh. G.S.<br>Bhawaria | Sh. Mukesh<br>K. Singha<br>Agerwal |              |
| 1.     | Gross salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -                       | -                        | 744364                   | 408780             | 2322185           | -                     | 2041732               | 1216363                    | 1204298           | -                    | 2890753                            | 12912604     |
|        | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961   | -                       |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |
|        | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                               | -                       | 10295                    | 27325                    | 159980             | 57909             | -                     | 303929                | 32575                      | 202533            | -                    | 111459                             | 186322       |
|        | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961               |                         |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |
| 2.     | Stock Option  |                         |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |
| 3.     | Sweat Equity  |                         |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |
| 4.     | Commission<br>- as % of profit<br>- others, specify.                                  |                         |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |
| 5.     | Others, please specify<br>Fee for Addl. charge  | 26740                   | 20796                    |                          |                    |                   |                       |                       |                            |                   |                      |                                    | 47536        |
|        | Total (A)   | -                       | -                        | 771689                   | 568760             | 2380094           | -                     | 2345661               | 1248938                    | 1406831           | -                    | 2195588                            | 14052467     |
| 399    | Ceiling as per the Act  |                         |                          |                          |                    |                   |                       |                       |                            |                   |                      |                                    |              |



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**ADDENDUM - 2 TO THE BOARD'S REPORT DATED 18<sup>TH</sup> SEPTEMBER, 2019**

**ATCS & Associates**  
*Company Secretaries*

Add: 23 KA 4, Jyoti Nagar  
Jaipur-302 005  
Ph: 91-141-2740960, 9829188834 (M)  
Email : aroracs2@gmail.com

**FORM MR-3**  
**SECRETARIAL AUDIT REPORT**  
FOR THE FINANCIAL YEAR 2017-18

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

To,  
The Members,  
JAIPUR METRO RAIL CORPORATION LIMITED  
Admin Building, Metro Depot,

Bhrigu Path Mansarovar Jaipur 302020  
Rajasthan

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

Based on our verification of the **JAIPUR METRO RAIL CORPORATION LIMITED'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, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31<sup>st</sup> March, 2019** 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 **JAIPUR METRO RAIL CORPORATION LIMITED** for the financial year ended on **31<sup>st</sup> March, 2019** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder **(Not applicable to the Company during the Audit Period);**
- (iii) The Depositories Act, 1996. and the Regulations and Bye-laws framed thereunder **(Not applicable to the Company during the Audit Period);**
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not applicable to the Company during the 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 (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not applicable to the Company during the Audit Period);**
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 (repealed w.e.f. 15th May, 2015) **(Not applicable to the Company during the Audit Period);**
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(Not applicable to the Company during the Audit Period);**
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 **(Not applicable to the Company during the Audit Period);**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the Audit Period);**
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not applicable to the Company during the Audit Period);**
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the Audit Period);**
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the Audit Period);**
  - (i) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 **(Not applicable to the Company during the Audit Period);** and
  - (j) The Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 **(Not applicable to the Company during the Audit Period);**
- (vi) The other specific laws applicable to the company are:
- (a) The Metro Railways (Constructions of works) Act, 1978
  - (b) The Metro Railways (Operations and Maintenance) Act, 2002
  - (c) Electricity Act, 2003 and Indian electricity Rules, 1956

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The Listing Agreements entered into by the Company with Stock Exchanges and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Not applicable to the Company during the Audit Period).**

During the period under review 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 Directors and Non-Executive 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 was sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions were taken through majority in the meetings and no dissenting views were observed in the minutes.

**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 except that the company needs strengthen the compliance of Labour Laws.

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.

for **ATCS & ASSOCIATES**

**Company Secretaries**

ICSI Unique Code I2001RJ191000

Place: Jaipur

Date: 18<sup>th</sup> September, 2019



**CS Deepak Arora**  
**Partner**

**M NO: FCS 5104**

**C P No.: 3641**

**UDIN NO. F005104A000011541**



**ATCS & Associates**  
*Company Secretaries*

**Add:** 23 KA 4, Jyoti Nagar  
Jaipur-302 005  
**Ph:** 91-141-2740960, 9829188834 (M)  
**Email :** aroracs2@gmail.com

**ANNEXURE 'A'**

To,

The Members

**JAIPUR METRO RAIL CORPORATION LIMITED**

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

1. Maintenance of Secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these Secretarial records based on our audit.
2. We have followed the Audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company. We have relied upon the Report of Statutory Auditors regarding compliance of Companies Act, 2013 and Rules made thereunder relating to maintenance of Books of Accounts, papers and financial statements of the relevant Financial Year, which give a true and fair view of the state of the affairs of the company and we have not reproduced the Qualifications/ observations made by Statutory Auditors to avoid duplicity.
4. We have relied upon the Report of Statutory Auditors regarding compliance of Fiscal Laws, like the Income Tax Act, 1961 & Finance Acts, the Customs Act, 1962, the Central Excise Act, 1944 and Service Tax.
5. Where ever required, we have obtained the Management representation about the compliance of Laws, rules and regulations and happening of events etc.
6. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.



7. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

for **ATCS & ASSOCIATES**  
**Company Secretaries**  
ICSI Unique Code I2001RJ191000

Place: Jaipur  
Date: 18th September, 2019



**CS Deepak Arora**  
**Partner**  
**M NO: FCS 5104**  
**C P No.: 3641**  
**UDIN NO. F005104A000011541**



## **ADDENDUM-3 TO THE BOARD'S REPORT DATED 18<sup>TH</sup> SEPTEMBER, 2019**

Replies on the observations of the statutory auditors of the Company for the year 2018-19:

### **Observation # i**

As regarding capitalization of Rs. 1891.50 crore for construction of phase 1A Project, i.e. Mansarovar to Chandpole on Deposit work basis, DMRC has given Utilization Certificate of Rs. 1732.26 crore with classification of assets whereas as per the important condition of agreement with DMRC dated 05<sup>th</sup> August, 2010 point no. 25 clause K with regard to providing full details / bills for the expenditure incurred on behalf of JMRC has not been provided by DMRC the executing agency. Moreover item wise details were also not provided for Rs. 6.00 Lacs.

In absence of the above information we are unable to comment on the value / classification of any particular asset and consequently effect thereof.

The fixed assets register and physical verification thereof has not been done during the year 2018-19, hence discrepancy, if any, could not be commented.

### **Reply # i**

The nature of work allotted to Delhi Metro Rail Corporation is on "Deposit basis" as per the referred agreement. Under the "Deposit Work basis contract" such evidences except Utilization Certificate are not submitted to Employer. The total amount of Rs. 1732.26 crore as per utilization certificate given by DMRC had been accounted for and the assets record and their verification were conducted. Recently, a further amount of Rs. 23,906 has been verified. For the balance amount of about Rs. 5.76 lakhs, for which details have been received from DMRC, physical verification of the said assets is under process at the level of Directorates of Project and Operations & Systems. Regular follow up is being taken with DMRC.

### **Observation # ii**

As detailed in Note No. 2 of Notes on Accounts with regard to acquisition of land and structure of East-West corridor of Metro Project for which company has paid Rs. 0.78Crore (accumulated amount as on 31.3.2018 is Rs. 92.26 Crore) in Financial year 2018-19. It is also stated that documentary evidence on the basis of which payment made and area acquired is not being provided for verification except statement received from Land acquisition officer of JDA, further to state that the title of ownership for the above stated acquisition is not being transferred in favour of JMRC Ltd. However the same has been accounted as Property, Plant, Equipment of the company.

### **Reply # ii**

The Company has made the payment for land acquisition on the basis of the calculation sheet issued by the Land Acquisition officer containing all the details regarding name of owner, khasara no., area of land, rate of land acquired, compensation, payment for structure and solatium amount etc., which was made available to the Auditor.

The Company has acquired land under section-6 read with section 16 and 17 of the Land Acquisition Act, 1894. In such cases either 80% compensation or full amount of award was paid and possession was taken. As soon as

the company has paid the compensation or amount is deposited in the Civil Court and possession is taken, land vests in the Company free from all encumbrances.

The Company has acquired entire land following the above procedure and the process of entering in record of Rights is under process. The Company has requested concerned authorities to transfer title of the lands in favour of Company.

#### **Observation # iii**

As detailed in Note No. 40.2 of Notes on Accounts with regarding to GST applicability and compliances, though due care has been taken to comply with the provision of GST, however, looking to the regular changes being made in GST Law and rules and the complexities involved in compliances, error / omission cannot be overruled. The GST Liability and payment are subject to GST Audit and any difference to impact the Financial Statement will be made as it is reported / come to the notice of the Company.

#### **Reply # iii**

The matter was reported in the notes of accounts itself by the Management. The GST reconciliation and filing of annual return along with GST Audit has to be completed by 30.11.2019. Hence, any difference/short/excess payment, if any reported, the same will be accounted for accordingly.

#### **Replies on the observations in the Annexure-2 to the Independent Auditors' Report:**

#### **Observation # i (a)**

The company has not maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and intangible assets.

#### **Reply # i (a)**

The Company is maintaining registers for its property, plant, equipment and intangible assets (fixed assets register). The fixed assets register was updated in December 2018 and February 2019 by respective directorates of the Company. Thereafter, the same is being regularly maintained and updated.

#### **Observation # i (b)**

As explained to us, the property, plant and equipment have been physically verified by the management once in the year, report of which has not been furnished before us for verification hence cannot be quantified.

#### **Reply # i (b)**

The physical verification of the assets was carried out after updating the fixed assets register. The physical verification has been performed in a planned way and same is being done on regular intervals at the level of all directorates. Due caution will be taken in future to ensure that the auditors are provided the copies of such reports.

#### **Observation # i (c)**

Formal title deeds of 137 immovable properties are not in the name of Company under property, plant and equipment head by Rs 43.12crore.

**Reply # i (c)**

JMRC was transferred properties which were owned by the Government deptts/ authorities/ bodies only. The letter of allotment/ possession has been received from the State Government/ respective body/ authority. The Request has been made to the respective department/ authority/ body of the State Government for execution of the title deeds in favor of the Company. The same are in process. The details have also been explained in note no 2 of the financial statement. The Company has succeeded in obtaining the titles of 34 out of 171 properties. Further, the efforts are being for getting the title deeds in favor of the Company for the remaining properties.

**Observation # vii (b)**

The company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Duty of Customs, Duty of Excise, Cess, Goods and Service Tax and any other material Statutory dues to the appropriate authorities except in some case of delays for a period of less than six months from the date they became payable.

**Reply # vii (b)**

There was a tax demand which was under dispute in appeal with the Income Tax Appellate Tribunal and the same has been decided in favor of the Company. There are no more pending/delayed payments of taxes.

**Observation # viii**

The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to debenture holders, except Rs. 110.46 crore due to GoR on account of interest.

**Reply # viii**

The company has raised loan funds from the Government of Rajasthan on which interest payable as on 31.03.2019, Rs. 110.46 Crore, could not be paid due to losses in the Company.

**For and on behalf of the Board**



**(SUBIR KUMAR)**

**Managing Director**



**(BHASKAR ATMARAM SAWANT)**

**Chairman**

**Date: 18<sup>th</sup> September, 2019**

**Place: Jaipur**



# C.R. MEHTA & CO.

CHARTERED ACCOUNTANTS

21, GOLIMAR GARDEN, OPP. BHARAT PETROLIUM, BHAWANI SINGH ROAD, JAIPUR - 302001  
Tel.: 2740030, 2740250 Fax : (0141) 2740250 E-mail: crmehtaca@gmail.com • crmehtaca@yahoo.com

## INDEPENDENT AUDITORS' REPORT

To, The Members of  
Jaipur Metro Rail Corporation Limited  
Jaipur

### Report on the Audit of Indian Accounting Standards (Ind AS) Financial Statements

We have audited the accompanying financial statements of **Jaipur Metro Rail Corporation Limited, Jaipur**, which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

#### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and **except for the indeterminate effects of the matter described in the Basis for Qualified Opinion paragraph above**, give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2019 and its total comprehensive income (comprising of profit and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

#### Basis for Opinion

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





# C.R. MEHTA & CO.

CHARTERED ACCOUNTANTS

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evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS 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 Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility**

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncement require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the







# C.R. MEHTA & CO.

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assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

## **Basis of Qualified Opinion**

- i. ***As regarding capitalization of Rs. 1891.50 crore for construction of phase 1A Project i.e. Mansarovar to Chandpole on Deposit work basis, DMRC has given Utilization Certificate of Rs. 1732.26 crore with classification of assets whereas as per the important condition of agreement with DMRC dated 05<sup>th</sup> August, 2010 point no. 25 clause K with regard to providing full details / bills for the expenditure incurred on behalf of JMRC has not been provided by DMRC the executing agency. Moreover item wise details were also not provided for Rs. 6.00 Lacs.***

***In absence of the above information we are unable to comment on the value / classification of any particular asset and consequently effect thereof.***

***The fixed assets register and physical verification thereof has not been done during the year 2018-19, hence discrepancy, if any, could not be commented.***

- ii. ***As detailed in Note No. 2 of Notes on Accounts with regard to acquisition of land and structure of East-West corridor of Metro Project for which company has paid Rs. 0.78 Crore (accumulated amount as on 31.3.2019 is Rs. 92.26 Crore) in Financial year 2018-19. It is also stated that documentary evidence on the basis of which payment made and area acquired is not being provided for verification except statement received from Land acquisition officer of JDA, further to state that the title of ownership for the above stated acquisition is not being transferred in favour of JMRC Ltd. However the same has been accounted as Property, Plant, Equipment of the company.***

- iii. ***As detailed in Note No. 40.2 of Notes on Accounts with regarding to GST applicability and compliances, though due care has been taken to comply with the provision of GST, however, looking to the regular changes being made in GST Law and rules and complexities involved in compliances, error / omission cannot be overruled. The GST Liability and payment are subject to GST Audit and any difference to impact the Financial Statement will be made as it / come to the notice of the Company.***





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## **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order 2016 ("the order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the **Annexure-2** a statement on the matters specified in the paragraph 3 and 4 of the said order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and except for the matter described in the Basis for Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income) the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
  - (e) Being a Government company, pursuant to the notification number GSR 463(E) dated on 5<sup>th</sup> June 2015, issued by Government of India; the provision of sub-section (2) of Section 164 of The companies Act 2013, are not applicable on the Company.
  - (f) With respect to the adequacy of Internal Financial Controls over financial reporting of the company and operative effectiveness of such controls refer to our separate report in Annexure "1". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations wherever it is possible and quantifiable on its financial position as detailed in Note no. 40.1(ii).





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- 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.

For C.R. Mehta & Company  
Chartered Accountants  
FRN: 000789C

Place: Jaipur

Date: 18/09/2019

UDIN: 19429820AAAABF9458



(PALAK BANSAL)  
Partner  
M. No. : 429820



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## ANNEXURE '1' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS FINANCIAL STATEMENTS OF JAIPUR METRO RAIL CORPORATION LIMITED

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

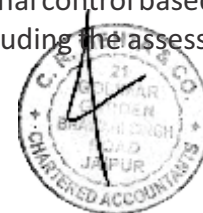
1. We have audited the internal financial controls over financial reporting of M/s Jaipur Metro Rail Corporation Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the Ind AS financial statements for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

2. The Management of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('the Standards'), issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls.. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks





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of material misstatement of the financial statements, whether due to fraud or error.

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

## Meaning of Internal Financial Controls over Financial Reporting

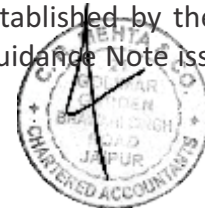
6. A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's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

## Inherent Limitations of Internal Financial Controls over Financial Reporting

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

## Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting, except those which the Company is in process of preparing & implementing,
9. Such internal financial controls over financial reporting were operating effectively as at March 31, 2019, 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 issued by the





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ICAI.

## Other Matters

10. Our opinion is limited to those internal financial controls over financial reporting that the Company is responsible for maintaining.
11. As per section 197(16) of the Companies act, 2013 the Company has paid remuneration to its Whole Time Directors in accordance with the provisions of this section. The Company is a Government Company & the remuneration is paid as per Government guidelines therefore the section is complied with.
12. As per section 143(5) of the companies act, 2013 the following directions followed by the Company:
  - I. The Company is maintaining accounts in the Tally- (ERP 9) software system in place to process all the accounting transactions and there is no IT system adopted. Hence there is no implication of process of accounting transactions outside IT system on the integrity of the accounts along with the Financial implication.
  - II. There is no such case of restructuring of an existing loan or cases of Waiver/write off of debts/loans/interest etc. made by lender to the company due to the company's inability to repay the loan except the repayment of loans due to the Company and they are as follows;
    - Interest free Loan from GoR for phase II of Rs. 8.38 crore,
    - Interest free Loan from GoR against ADB Loan of Rs. 5.23 Crore&
    - 10% interest bearing Loan from GoR of Rs. 265.96 Crore.
  - III. There is no funds received/receivable for specific schemes from central/state agencies.

For C.R. Mehta & Company  
Chartered Accountants  
FRN: 000789C



(PALAK BANSAL)  
Partner

Place:Jaipur

Date: 18/09/2019





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**UDIN: 19429820AAAABF9458**

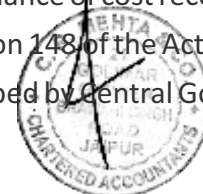
**M. No. : 429820**

## **Annexure-2 to the Independent Auditors' Report**

Annexure-1 referred to in paragraph 1 of Our Report on Other Legal and Regulatory Requirements in our Independent Auditors' Report to the members of Jaipur Metro Rail Corporation Limited on the Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2019.

We report that:

- i. (a) The company has not maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and intangible assets.  
(b) As explained to us, the property, plant and equipment have been physically verified by the management once in the year, report of which has not been furnished before us for verification hence cannot be quantified.  
(c) Formal Title deeds of 137 immovable properties are not in the name of Company under property, plant and equipment head by Rs43.12 crore.
- ii. The Company is in the business of providing Transportation of passenger services and does not have physical inventories. Accordingly reporting under Clause 3(ii) of the Order is not applicable to the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of Clauses iii (a), iii (b) and iii (c) of the order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans making investments or provided any guarantees or security to the parties covered under Section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public covered under section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.
- vi. As per information & explanation given by the management, maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Act, is not applicable on the Company, as the turnover is not falling under the limits prescribed by Central Government under





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the said section.

- vii. The company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Duty of Customs, Duty of Excise, Cess, Goods and Service Tax and any other material Statutory dues to the appropriate authorities except in some case of delays for a period of less than six months from the date they became payable.
- viii. The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to debenture holders, except Rs 110.46 croredue to GoRon account of interest.
- ix. The Company has not raised any money by ways of initial public offer ,futher public offer(including debt instruments) and term loans during the year.Accordingly,the provisions of Clause 3(ix) of the Order are not applicable to the Company. The Company have a accumulated loss and has incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year.
- x. During the course of our examination of the books and records of the Company,carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us,we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees,noticed or reported during the year,nor we have been informed of any such case by the Management.
- xi. During the Managerial remuneration has been paid or provided in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules,2014 are not applicable to it,the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in theInd AS Financial Statements as required under Indian Accounting Standard(Ind AS) 24,Related Party Disclosures specified under section 133 of the Act.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly





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convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.

- xv. The company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For C.R. Mehta & Company  
Chartered Accountants  
FRN: 000789C



Place: Jaipur

Date: 18/09/2019

UDIN: 19429820AAAABF9458

(PALAK BANSAL)  
Partner  
M. No. : 42982

# Jaipur Metro Rail Corporation Limited

## Balance Sheet as at 31<sup>st</sup> March, 2019

₹ Lakhs

| Particulars  | Note No.  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|-----------|--------------------------|--------------------------|
| <b>I. ASSETS</b>   |           |                          |                          |
| <b>(1) Non-current assets</b>  |           |                          |                          |
| (a) Property, Plant and Equipment  | <u>2</u>  | 174,879.26               | 181,898.77               |
| (b) Capital work-in-progress   | <u>3</u>  | 75,680.59                | 51,612.33                |
| (c) Intangible assets  | <u>4</u>  | 4,022.31                 | 4,171.87                 |
| (d) Financial Assets   |           |                          |                          |
| (i) Loans & Advances   | <u>5</u>  | 267.94                   | 189.43                   |
| (ii) Bank Balances   | <u>6</u>  | 1.49                     | -                        |
| (e) Other non current assets   | <u>7</u>  | 675.75                   | 240.77                   |
| (f) Deferred tax assets (Net)  | <u>8</u>  | -                        | -                        |
| <b>Total Non Current Assets</b>  |           | <b>255,527.34</b>        | <b>238,113.17</b>        |
| <b>(2) Current assets</b>  |           |                          |                          |
| (a) Financial Assets   |           |                          |                          |
| (i) Trade Receivable   | <u>9</u>  | 463.14                   | 46.03                    |
| (ii) Cash and cash equivalents   | <u>10</u> | 3,554.79                 | 1,780.46                 |
| (iii) Bank balances other than cash & cash equivalents                                 | <u>11</u> | 197.36                   | 1.45                     |
| (iv) Loans & Advances  | <u>12</u> | 17.11                    | 9.88                     |
| (v) Other financial assets   | <u>13</u> | 9,259.32                 | 8,784.03                 |
| (b) Other current assets   | <u>14</u> | 615.76                   | 29.36                    |
| (c) Current Tax Assets (Net)   | <u>15</u> | 252.87                   | 160.85                   |
| <b>Total Current Assets</b>  |           | <b>14,360.35</b>         | <b>10,812.06</b>         |
| <b>Total Assets</b>  |           | <b>269,887.69</b>        | <b>248,925.23</b>        |
| <b>II. EQUITY AND LIABILITIES</b>  |           |                          |                          |
| <b>(1) Equity</b>  |           |                          |                          |
| (a) Equity Share capital   | <u>16</u> | 169,403.54               | 169,403.54               |
| (b) Other Equity   | <u>17</u> | (28,774.04)              | (23,486.54)              |
| <b>Total Equity</b>  |           | <b>140,629.50</b>        | <b>145,917.00</b>        |
| <b>(2) LIABILITIES</b>   |           |                          |                          |
| <b>(A) Non-current liabilities</b>   |           |                          |                          |
| (a) Financial Liabilities  |           |                          |                          |
| (i) Borrowings   | <u>18</u> | 59,279.61                | 50,530.91                |
| (ii) Other financial liabilities   | <u>19</u> | 293.26                   | 58.13                    |
| (b) Provisions   | <u>20</u> | 531.18                   | 428.10                   |
| (c) Deferred tax liabilities (Net)   |           | -                        | -                        |
| <b>Total Non Current Liabilities</b>   |           | <b>60,104.05</b>         | <b>51,017.14</b>         |
| <b>(B) Current liabilities</b>   |           |                          |                          |
| (a) Financial Liabilities  |           |                          |                          |
| (i) Trade Payables   |           |                          |                          |
| Total outstanding dues of micro enterprises and small enterprises                      |           | -                        | -                        |
| Total outstanding dues of creditors other than micro enterprises and small enterprises |           | -                        | -                        |
| (ii) Other financial liabilities   | <u>21</u> | 19,899.87                | 13,636.23                |
| (b) Provisions   | <u>22</u> | 1,060.53                 | 442.09                   |
| (c) Other current liabilities  | <u>23</u> | 220.64                   | 239.81                   |
| <b>Total Current Liabilities</b>   |           | <b>21,181.03</b>         | <b>14,318.13</b>         |
| (C) Deferred Revenue   | <u>24</u> | 47,973.10                | 37,672.96                |
| <b>Total Equity and Liabilities</b>  |           | <b>269,887.69</b>        | <b>248,925.23</b>        |
| <b>Significant accounting policies</b>   | <u>1</u>  |                          |                          |

The accompanying notes 1 to 48 form integral part of these financial statements.

 In terms of our audit report of even date  
 For C.R. Mehta & Co.  
 Chartered Accountants  
 FRN 000789C

For and on behalf of the Board of Directors

  
 (Bhaskar Atmaram Sawant)  
 Chairman  
 DIN 06926384

  
 (Subir Kumar)  
 Managing Director  
 DIN 03307805

  
 (Gayatri A. Rathore)  
 Director  
 DIN 05196259

  
 (Neelesh Sharma)  
 Director Finance  
 DIN 07933560

  
 (Harshita Chhabra)  
 Company Secretary  
 M. No. F-8341

  
 (Palak Bansal)  
 Partner  
 M.No. 429820

 Place : Jaipur  
 Date : 18th September 2019


## Jaipur Metro Rail Corporation Limited

### Statement of profit and loss for the year ended 31st March 2019

₹ Lakhs

| Particulars   | Note No.  | For the year ended<br>31st March 2019 | For the year ended<br>31st March 2018 |
|---|-----------|---------------------------------------|---------------------------------------|
| <b>Income</b>   |           |                                       |                                       |
| Revenue from operations   | <u>25</u> | 10,308.73                             | 8,982.58                              |
| Other income  | <u>26</u> | 60.09                                 | 333.60                                |
| <b>Total Income</b>   |           | <b>10,368.81</b>                      | <b>9,316.18</b>                       |
| <b>Expenses</b>   |           |                                       |                                       |
| Operating expenses  | <u>27</u> | 1,486.32                              | 1,323.50                              |
| Employee benefits expense   | <u>28</u> | 2,756.75                              | 2,789.84                              |
| Finance costs   | <u>29</u> | 2,826.81                              | 2,543.70                              |
| Depreciation & Amortisation   | <u>30</u> | 7,315.09                              | 7,328.81                              |
| Other expenses  | <u>31</u> | 1,280.89                              | 478.70                                |
| <b>Total expenses</b>   |           | <b>15,665.85</b>                      | <b>14,464.55</b>                      |
| <b>Profit before Exceptional Items &amp; Tax</b>  |           | <b>(5,297.04)</b>                     | <b>(5,148.36)</b>                     |
| Exceptional Items   |           |                                       |                                       |
| <b>Profit before tax</b>  |           | <b>(5,297.04)</b>                     | <b>(5,148.36)</b>                     |
| <b>Tax expense</b>  |           |                                       |                                       |
| <b>Current tax</b>  |           |                                       |                                       |
| Current Years   |           | -                                     | -                                     |
| Earlier Years   |           | -                                     | 20.39                                 |
| <b>Deferred tax</b>   |           | -                                     | -                                     |
| <b>Total Tax Expenses</b>   |           | <b>-</b>                              | <b>20.39</b>                          |
| <b>Profit/(loss) for the year</b>   |           | <b>(5,297.04)</b>                     | <b>(5,168.75)</b>                     |
| <b>Other Comprehensive Income</b>   |           |                                       |                                       |
| <b>Items that will not be reclassified to profit or loss (net of tax)</b>   |           |                                       |                                       |
| Re-measurement gains (losses) on defined benefit plans transferred to Other Comprehensive Income                      |           | 9.54                                  | 11.82                                 |
| <b>Total Comprehensive Income for the year (Comprising Profit (Loss) and Other Comprehensive Income for the year)</b> |           | <b>(5,287.50)</b>                     | <b>(5,156.93)</b>                     |
| <b>Earnings per equity share</b>  |           |                                       |                                       |
| Basic (₹)   |           | <b>(31.27)</b>                        | <b>(30.51)</b>                        |
| Diluted (₹)   |           | <b>(31.27)</b>                        | <b>(30.51)</b>                        |
| <b>Significant accounting policies</b>  | <u>1</u>  |                                       |                                       |

The accompanying notes 1 to 48 form integral part of these financial statements.

In terms of our audit report of even date  
For C.R. Mehta & Co.  
Chartered Accountants  
FRN 000789C

For and on behalf of the Board of Directors


  
 (Bhaskar Atmaram Sawant)  
 Chairman  
 DIN 06926384

  
 (Subir Kumar)  
 Managing Director  
 DIN 03307805

  
 (Gayatri A. Rathore)  
 Director  
 DIN 05196259

  
 (Neelesh Sharma)  
 Director Finance  
 DIN 07933560

  
 (Harshita Chhabra)  
 Company Secretary  
 M. No. F-8341

  
 (Palak Bansal)  
 Partner  
 M.No. 429820

Place : Jaipur  
Date : 18th September 2019



## Jaipur Metro Rail Corporation Limited

### Statement of Cash Flows for the year ended 31st March, 2019

₹ Lakhs

| Particulars  | For the year ended<br>31st March 2019 | For the year ended<br>31st March 2018 |
|--|---------------------------------------|---------------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITY</b>  |                                       |                                       |
| <b>Net Profit before tax</b>   | <b>(5,297.04)</b>                     | <b>(5,148.36)</b>                     |
| Other comprehensive income   | 9.54                                  | 11.82                                 |
| <b>Total Comprehensive Income</b>  | <b>(5,287.50)</b>                     | <b>(5,136.54)</b>                     |
| <b>Adjustments for:</b>  |                                       |                                       |
| Depreciation, amortisation and Impairment of Property, Plant and Equipment and Intangible Assets | 7,315.09                              | 7,328.81                              |
| Finance Costs - Interest on Loan   | 2,539.65                              | 2,539.65                              |
| Unwinding of discount on Security Deposit payable  | 15.04                                 | 3.53                                  |
| Recognised From Deferred revenue income Security Deposit payable                                 | (14.58)                               | (3.77)                                |
| Amortisation of government grant - capital grant   | (820.44)                              | (766.84)                              |
| Amortisation of government grant - Revenue grant   | -                                     | -                                     |
| Loss by Fire   | -                                     | 2.65                                  |
| <b>Operating Profit before Working Capital Changes</b>   | <b>3,747.25</b>                       | <b>3,967.49</b>                       |
| <b>Adjustment For:</b>   |                                       |                                       |
| (Increase)/Decrease in Trade Receivables   | (417.10)                              | (34.95)                               |
| (Increase)/Decrease Financial Assets   | (758.43)                              | 573.72                                |
| (Increase)/Decrease in Other Non Current Assets  | (434.98)                              | (240.77)                              |
| (Increase)/Decrease in Other Current Assets  | (678.43)                              | (15.00)                               |
| Increase/(Decrease) in Trade Payables, Provisions and Other Liabilities                          | 4,757.91                              | 236.59                                |
| <b>Cash generated/(used) from Operations</b>   | <b>6,216.22</b>                       | <b>4,487.08</b>                       |
| Direct taxes refund/(paid)   | -                                     | (20.40)                               |
| <b>Net cash flow/(used) from/in Operating Activities (A)</b>                                     | <b>6,216.22</b>                       | <b>4,466.68</b>                       |
| <b>B. CASH FLOW FROM INVESTING ACTIVITY</b>  |                                       |                                       |
| Interest Income  |                                       |                                       |
| Investment in Capital work-in-progress   | (21,975.33)                           | (16,141.84)                           |
| Purchase of Property, Plant and Equipment  | (146.02)                              | (9.57)                                |
| <b>Net Cash Flow from Investing Activities (B)</b>   | <b>(22,121.35)</b>                    | <b>(16,151.41)</b>                    |
| <b>C. CASH FLOW FROM FINANCING ACTIVITY</b>  |                                       |                                       |
| Long term borrowings raised  | 17,679.46                             | 11,139.19                             |
| <b>Net Cash Flow from Financing Activities (C)</b>   | <b>17,679.46</b>                      | <b>11,139.19</b>                      |
| <b>Net (Decrease)/ Increase in cash and cash equivalents (A+B+C)</b>                             | <b>1,774.33</b>                       | <b>(545.54)</b>                       |
| <b>Cash and cash equivalents in the beginning of the year (See note 1&amp;2 below)</b>           | <b>1,780.46</b>                       | <b>2,326.00</b>                       |
| <b>Cash and cash equivalents at the end of the year (See note 1&amp;2 below)</b>                 | <b>3,554.79</b>                       | <b>1,780.46</b>                       |

**Notes:**

- Cash and cash equivalents consist of balances with banks in current accounts, auto-sweep fixed deposits, fixed deposits having original maturity period upto 3 months and interest accrued thereon
- Reconciliation of cash and cash equivalents: cash and cash equivalents as per Note 10
- Previous year figures have been regrouped/rearranged wherever considered necessary.

**In terms of our audit report of even date**  
**For C.R. Mehta & Co.**  
**Chartered Accountants**  
**FRN 000789C**

**For and on behalf of the Board of Directors**


  
 (Bhaskar Atmaram Sawant)  
 Chairman  
 DIN 06926384

  
 (Subir Kumar)  
 Managing Director  
 DIN 03307805

  
 (Gayatri A. Rathore)  
 Director  
 DIN 05196259

  
 (Neelesh Sharma)  
 Director Finance  
 DIN 07933560

  
 (Harshita Chhabra)  
 Company Secretary  
 M. No. F-8341

  
 (Palak Bansal)  
 Partner  
 M.No. 429820

Place : Jaipur  
 Date : 18th September 2019



## Jaipur Metro Rail Corporation Limited

### Statement of Changes in Equity

#### A. Equity Share Capital

For the year ended 31st March, 2019

| ₹ Lakhs                      |                                   |                               |
|------------------------------|-----------------------------------|-------------------------------|
| Balance as at 1st April 2018 | Changes in equity during the year | Balance as at 31st March 2019 |
| 169,403.54                   | -                                 | 169,403.54                    |

For the year ended 31st March, 2018

| ₹ Lakhs                      |                                   |                               |
|------------------------------|-----------------------------------|-------------------------------|
| Balance as at 1st April 2017 | Changes in equity during the year | Balance as at 31st March 2018 |
| 169,403.54                   | -                                 | 169,403.54                    |

#### B. Other Equity

For the year ended 31st March, 2019

| Particulars                       | Capital Fund - Against Land# | Reserves and Surplus | Total              |
|-----------------------------------|------------------------------|----------------------|--------------------|
|                                   |                              | Retained Earnings    |                    |
| Balance as at 1st April 2018      | 0.00                         | (23,486.54)          | (23,486.54)        |
| Profit for the year               | -                            | (5,297.04)           | (5,297.04)         |
| Other Comprehensive Income        |                              | 9.54                 | 9.54               |
| <b>Total Comprehensive Income</b> | <b>0.00</b>                  | <b>(28,774.04)</b>   | <b>(28,774.04)</b> |
| Balance as at 31st March 2019     | 0.00                         | (28,774.04)          | (28,774.04)        |

For the year ended 31st March, 2018

| Particulars                       | Capital Fund - Against Land# | Reserves and Surplus | Total              |
|-----------------------------------|------------------------------|----------------------|--------------------|
|                                   |                              | Retained Earnings    |                    |
| Balance as at 1st April 2017      | 0.00                         | (18,329.60)          | (18,329.60)        |
| Profit for the year               | -                            | (5,168.75)           | (5,168.75)         |
| Other Comprehensive Income        |                              | 11.82                | 11.82              |
| <b>Total Comprehensive Income</b> | <b>0.00</b>                  | <b>(23,486.54)</b>   | <b>(23,486.54)</b> |
| Balance as at 31st March 2018     | 0.00                         | (23,486.54)          | (23,486.54)        |

For and on behalf of the Board of Directors

In terms of our audit report of even date

For C.R. Mehta & Co.

Chartered Accountants

FRN 000789C


  
 (Bhaskar Atharam Sawant)  
 Chairman  
 DIN 06926384

  
 (Subir Kumar)  
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 (Harshita Chhabra)  
 Company Secretary  
 M. No. F-8341

  
 (Palak Bansal)  
 Partner  
 M.No. 429820

Place : Jaipur  
 Date : 18th September 2019





**Note 1:****Company Information and Significant Accounting Policies****A. Reporting entity**

Jaipur Metro Rail Corporation Limited (referred to as “the Company”) is domiciled and incorporated in India (CIN No.U60221RJ2010SGC030630) with equity participation of the Government of Rajasthan being its major shareholder and other shareholders being; Rajasthan State Industrial Development & Investment Corporation Ltd and Rajasthan Housing Board. The registered office of the Company is situated at Admin Building, Metro Depot, Bhrigu Path, Mansarovar, Jaipur-302020. The Company is primarily involved in providing Mass Rapid Transport System (MRTS) in Jaipur and adjoining areas. Other business includes rental of properties and leasing out spaces at Metro Stations for ATM's, Mobile towers, Roof Top towers etc.

**B. Basis of preparation****1. Statement of Compliance**

These financial statements are prepared on accrual basis of accounting and comply with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and subsequent amendments thereto, the Companies Act, 2013 (to the extent notified and applicable), applicable provisions of the Companies Act, 1956, to the extent applicable.

These financial statements were approved by Board of Directors vide board meeting held on 18<sup>th</sup> September, 2019.

**2. Basis of measurement**

The financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at fair value (refer accounting policy Point No. 18 i.e. “financial instruments”). The methods used to measure fair values are discussed further in notes to financial statements.

**3. Functional and presentation currency**

These financial statements are presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest Lakhs (up to two decimals), except as stated otherwise.

**4. Current and non-current classification**

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

An asset is current when it is:

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



All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

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

### **C. Significant accounting policies**

A summary of the significant accounting policies applied in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all periods presented in the financial statements.

The Company has elected to utilise the option under Ind AS 101 by not applying the provisions of Ind AS 16 & Ind AS 38 retrospectively and continue to use the previous GAAP carrying amount as a deemed cost under Ind AS at the date of transition to Ind AS. Therefore, the carrying amount of property, plant and equipment and intangible assets as per the previous GAAP as at 1 April 2016, i.e.; the Company's date of transition to Ind AS, were maintained on transition to Ind AS.

#### **1. Property, plant and equipment**

##### **1.1. Initial recognition and measurement**

An item of property, plant and equipment is recognized as an asset if and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Items of property, plant and equipment are initially recognized at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

When parts of an item of property, plant and equipment have different useful lives, they are recognized separately.

In the case of assets put to use, where final settlement of bills with contractors is yet to be effected, capitalization is done on provisional basis subject to necessary adjustment in the year of final settlement.

Deposits, payments/liabilities made provisionally towards compensation, rehabilitation and other expenses relating to land in possession are treated as cost of land.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized.

Expenditure incurred on Utilities shifting/ Road work is considered as part of Viaduct construction work.



Machinery spares, which can be used only in connection with an item of Property Plant & Equipment and whose use is expected to be irregular, is capitalized.

Assets created/ acquired under “deposit work” are capitalized and item wise value and other details are accounted for on the basis of the certificate/ statement given by the executing agency.

Land acquired for Project is stated at cost including cost of structure acquired and also other direct & indirect expenditure related to its acquisition.

### **1.2. Subsequent costs**

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

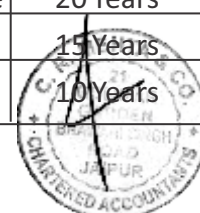
### **1.3. Derecognition**

Property, plant and equipment are derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized in the statement of profit and loss.

### **1.4. Depreciation**

Depreciation on Property Plant and equipment of the Company is charged to the Statement of Profit & Loss on a straight-line method as per Schedule II of the Companies Act, 2013 taking into account the useful life of the asset as given in the schedule except in respect of following assets/ components of assets, where useful life is determined on technical assessment as followed by DMRC:-

| S.No. | Nature of Assets/ Components   | Useful Life |
|-------|--|-------------|
| A.    | Rolling Stock  | 30 Years    |
| A.1   | Components of Rolling Stock- Power Supplies, Auxiliaries, Brakes, Air- conditioning system, Interiors, Onboard controls, Announcement & CCTV system    | 18 Years    |
| B.    | Escalators   | 30 Years    |
| B.1   | Components of Escalators- Steps, Handrail Drive System, Step Chain and Axels, Tension Carriage Assembly, Main Drive Assembly, Emergency Brake Assembly | 15 Years    |
| C.    | Elevators  | 30 Years    |
| C.1   | Components of Elevators- Traction Machine/ Motor, Governor, Anti Creep Device  | 20 Years    |
| D.    | Automatic Fare Collection Equipment  | 15 Years    |
| D.1   | Components of AFC  | 10 Years    |



Parameters considered for identification of components of assets:

Component of assets are defined as auxiliary parts which are considered integral element to the main asset.

- Assets having value of Rs.10 lakhs and above or having value of more than 10% in relation to the main asset have been considered for componentization.
- The maximum life of component has been restricted to the life of main asset.
- Components of assets having same useful life have been clubbed together irrespective of the percentage in relation to main asset.

Depreciation is provided on pro rata basis from/up to the date on which the asset becomes available to use/is disposed off.

Freehold Lands have not been depreciated.

Fixed Assets costing ₹ 5,000 or less are depreciated fully in the year of purchase.

Viaduct, Bridges & Tunnels, Permanent Way/ track Work and payment made towards permission for construction of viaduct, bridges and tunnels is depreciated/ amortized on straight line method in line with the useful life prescribed for "Bridges, Culverts etc." in Schedule-II of the Companies Act, 2013.

Where the cost of depreciable assets has undergone a change during the year due to increase/decrease in long-term liabilities on account of exchange fluctuation, price adjustment, change in duties or similar factors, the unamortized balance of such asset is charged off prospectively over the remaining useful life determined following the applicable accounting policies relating to depreciation.

Where it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably, subsequent expenditure on a PPE along-with its unamortized depreciable amount is charged off prospectively over the revised useful life determined by technical assessment.

## **2. Capital work-in-progress**

The cost of self-constructed assets includes the cost of materials & direct labour, any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and borrowing costs.

Expenses directly attributable to construction of property, plant and equipment incurred till they are ready for their intended use are identified and allocated on a systematic basis on the cost of related assets.

The company has commenced construction of Phase-IB of the project by directly awarding the work to the contractor, the expenses related to personnel, office expenses of Project Directorate who are engaged in this phase, commitment charges on ADB loan and interest on loan from State Government have been capitalized as an identified direct cost over the project.

Claims including price variation are accounted for on acceptance and liquidated damages are accounted for on settlement of final bill.

## **3. Intangible assets and intangible assets under development**

### **3.1. Initial recognition and measurement**

An intangible asset is recognized if and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably.



Intangible assets that are acquired by the Company, which have finite useful lives, are recognized at cost. Subsequent measurement is done at cost less accumulated amortization and accumulated impairment losses. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use.

Expenditure on development activities is capitalized only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Company intends to & has sufficient resources to complete development and to use or sell the asset.

Expenditure incurred which are eligible for capitalizations under intangible assets are carried as intangible assets under development till they are ready for their intended use.

Payments made towards permissions/ Leave way charges for construction of viaduct, bridges, tunnels, culverts etc. from various land owning agencies is capitalized as intangible assets.

### **3.2. Derecognition**

An intangible asset is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and losses on disposal of an item of intangible assets are determined by comparing the proceeds from disposal with the carrying amount of intangible assets and are recognized in the statement of profit and loss.

### **3.3. Amortization**

(a) Software: Cost incurred on Computer Software purchased / developed resulting in future economic benefits, are capitalized as Intangible Assets and amortized over a period of 4 years on Straight Line Method.

(b) Right to way: Cost of Right to way i.e. permission to cross railway track, is being amortized over the remaining useful life of Asset, commencing from the year of operation.

### **4. Borrowing costs**

Borrowing costs consist of (a) interest expense calculated using the effective interest method as described in Ind AS 109 - 'Financial Instruments' (b) finance charges in respect of finance leases recognized in accordance with Ind AS 17 - 'Leases' and (c) exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Borrowing costs that are directly attributable to the acquisition, construction/exploration/ development or erection of qualifying assets are capitalized as part of cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial period of time to get ready for their intended use or sale.

When the Company borrows funds specifically for the purpose of obtaining a qualifying asset, the borrowing costs incurred are capitalized. When Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the capitalization of the borrowing costs is computed based on the weighted average cost of general borrowing that are outstanding during the period and used for the acquisition, construction/exploration or erection of the qualifying asset.

Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete. Borrowing costs consist of interest and other costs that



an entity incurs in connection with the borrowing of funds.

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Other borrowing costs are recognized as an expense in the year in which they are incurred.

## **5. Inventories**

Inventories are valued at the lower of cost and net realizable value. Cost includes cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

## **6. Cash and cash equivalents**

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

## **7. Government grants**

Government grants are recognized initially as deferred income when there is reasonable assurance that they will be received and the Company will comply with the conditions associated with the grant. Grants that compensate the Company for the cost of an asset are recognized in profit or loss on a systematic basis over the useful life of the related asset. Grants that compensate the Company for expenses incurred are recognized over the period in which the related costs are incurred and deducted from the related expenses.

The benefit of a government loan at a below market rate of interest is treated as government grant. The loan is recognised and recorded in accordance with IND AS 109, financial instruments. The below market rate of interest is measured as difference between the initial carrying value of loan determined in accordance with IND AS 109 and the proceeds received.

## **8. Provisions, contingent liabilities and contingent assets**

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount





cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Contingent assets are possible assets that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are disclosed in the financial statements when inflow of economic benefits is probable on the basis of judgment of management. These are assessed continually to ensure that developments are appropriately reflected in the financial statements.

## **9. Revenue**

Company's revenue includes Traffic and Non traffic earnings and other income. Revenue from other income comprises interest from banks, sale of scrap, other miscellaneous income etc.

Revenue is accounted on the basis of accrual method of accounting. Revenue is measured at the fair value of the consideration received or receivable.

Effective 1 April 2018, the Company has adopted Ind AS 115 "Revenue from Contracts with Customers" using the cumulative effect method and therefore the comparatives have not been restated and continues to be reported as per Ind AS 18 "Revenue" and Ind AS 11 "Construction Contracts".

### **9.1 Revenue from Traffic Earnings:**

Income from fare collection is recognized on the basis of use of tokens, money value of the actual usage in case of smart cards and other direct fare collection. The refundable deposit on sale of smart cards is accounted for as deposit from customer. At the time of surrender of the card, any processing fee charged is recognized as revenue in the year of surrender.

### **9.2 Revenue from Non Traffic Earnings:**

Rental income/ Lease Charges/ License fees are recognized in accordance with terms and conditions of the respective contract with licensee/ lessee. One time receipt like upfront fees is recognized as revenue over the period it relates and non-refundable deposits are recognized as revenue in the year of receipt.

### **9.3 Others:**

Interest income is recognized on time proportion basis taking into account the outstanding amount and rate applicable. Income from sale of scrap is accounted on realization basis.

## **10. Employee benefits**

Employee benefits, inter-alia includes pension, gratuity, leave benefits and post-retirement benefits.

### **10.1. Short Term Benefit**

Short term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related services are rendered.

A liability is recognized for the amount expected to be paid under performance related pay if the Company has





a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

### **10.2. Defined contribution plans**

Defined contribution plans are those plans in which an entity pays fixed contribution into separate entities and will have no legal or constructive obligation to pay further amounts. Company's contribution paid/payable during the year to Pension Fund is recognized in the Statement of Profit and Loss on accrual basis.

### **10.3. Defined benefit plans**

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan.

Company's liability towards gratuity, leave benefits, post-retirement benefits is determined on the basis of actuarial valuation at the end of financial year using the projected unit credit method.

The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted. 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.

The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a liability to the company, the present value of liability is recognized as provision for employee benefit. Any actuarial gains or losses are recognized in OCI in the period in which they arise.

### **10.4. Long Term Employee Benefit**

Benefits under the Company's leave encashment constitute other long term employee benefits. Leave Encashment is determined based on the available leave entitlement at the end of the year.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

### **10.5. Deputation**

Liability in respect of gratuity, leave encashment of employees on deputation with the Company are accounted for on the basis of terms and conditions of deputation of the parent organizations.

## **11. Foreign currency transactions and translation**

Transactions in foreign currencies are initially recorded at the functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in profit or loss in the year in which it arises. Foreign exchange difference arising in respect of monetary items relating to construction of capital asset is adjusted to capital work-in-



progress prior to capitalization.

Non-monetary items are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

## **12. Income tax**

Income tax expense comprises current and deferred tax. Current tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in other comprehensive income (OCI) or equity, in which case it is recognized in OCI or equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized by providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority.

Deferred tax is recognized in profit or loss except to the extent that it relates to items recognized directly in OCI or equity, in which case it is recognized in OCI or equity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

## **13. Leases**

### **13.1. Accounting for operating leases**

#### **Where the Company is Lessee**

Assets acquired on lease where a significant portion of the risk and rewards of the ownership is retained by the Lessor are classified as Operating Lease.

Operating lease payments are recognized as an expense in the Statement of Profit and Loss over the lease term. Initial direct costs such as legal costs, brokerage costs etc. are recognized immediately in the Statement of Profit and Loss.

#### **Where the Company is Lessor**

Assets acquired on lease where a significant portion of the risk and rewards of the ownership is retained by the Lessor are classified as Operating Lease. Lease income on an operating lease is recognized in the statement of profit and loss over the lease term. Depreciation is recognized as an expense in the statement of Profit and Loss.



#### **14. Impairment of non-financial assets**

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment considering the provisions of Ind AS 36 'Impairment of Assets'. If any such indication exists, then the asset's recoverable amount is estimated. The recoverable amount of an asset is the higher of its fair value less costs to disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in profit or loss. Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

#### **15. Material prior period errors**

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

#### **16. Earnings per share**

Basic earnings per equity share are computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

Diluted earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

#### **17. Cash flow statement**

Statement of cash flows is prepared in accordance with the indirect method prescribed in Ind AS 7 'Statement of cash flows'.

#### **18. Financial instruments**

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



## **18.1. Financial assets**

### **Initial recognition and measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition or issue of the financial asset.

### **Subsequent measurement**

#### **Debt instruments at amortized cost**

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

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

After initial measurement, such financial assets are subsequently measured at amortized cost using the EIR (Effective interest rate) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

#### **Equity investments**

All equity investments in entities other than subsidiaries and joint venture companies are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

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

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

#### **Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) when:

The rights to receive cash flows from the asset have expired, or

The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either



- (a) The Company has transferred substantially all the risks and rewards of the asset, or
- (b) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### **Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure: Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, deposits, trade receivables and bank balance.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

## **18.2. Financial liabilities**

### **Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, borrowings, payables, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, security deposits and borrowings.

### **Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

#### **Financial liabilities at amortized cost**

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss. This category generally applies to borrowings, trade payables and other contractual liabilities.

#### **Derecognition**

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

## **D. Use of estimates and management judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets,



liabilities, income, expenses and related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. The estimates and management's judgments are based on previous experience and other factors considered reasonable and prudent in the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. In order to enhance understanding of the financial statements, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is as under

### **1. Useful life of property, plant and equipment**

The estimated useful life of property, plant and equipment is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. The Company reviews at the end of each reporting date the useful life of property, plant and equipment and are adjusted prospectively, if appropriate.

### **2. Impairment test of Non-financial assets**

The recoverable amount of plant and equipment is based on estimates and assumptions of technical experts. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.

### **3. Post-employment benefit plans**

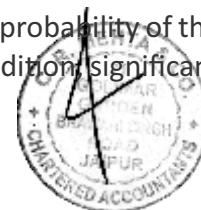
Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

### **4. Provisions and contingencies**

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date. Contingent liabilities/assets are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

### **5. Recognition of Deferred Tax Assets**

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized. In addition, significant judgement is required in assessing the impact of any legal or economic limits.





**Note 2: Non Current Assets - Property, Plant & Equipment As at 31st March 2019**

| Particulars                               | Gross block          |               |                       |                       | Depreciation, Amortization and Impairments |                 |                       |                      | Net book value        |                      |
|---|----------------------|---------------|-----------------------|-----------------------|--|-----------------|-----------------------|----------------------|-----------------------|----------------------|
|   | As at 1st April 2018 | Additions     | Deductions/Adjustment | As at 31st March 2019 | Upto 1st April 2018                        | For the Year    | Deductions/Adjustment | Upto 31st March 2019 | As at 31st March 2019 | As at 1st April 2018 |
| Leasehold Land (Incl transferred by GoR)# | 0.00                 | -             | -                     | 0.00                  | -  | -               | -                     | -                    | 0.00                  | 0.00                 |
| Freehold Land (Acquired for Project)      | 9,147.81             | 77.95         | -                     | 9,225.75              | -  | -               | -                     | -                    | 9,225.75              | 9,147.81             |
| Buildings (Depot & Stations)              | 50,925.14            | -             | -                     | 50,925.14             | 1,634.19                                   | 817.10          | -                     | 2,451.29             | 48,473.85             | 49,290.95            |
| Residential Flats                         | 3,553.55             | -             | -                     | 3,553.55              | 102.25                                     | 57.32           | -                     | 159.56               | 3,393.98              | 3,451.30             |
| Viaduct                                   | 32,266.34            | -             | -                     | 32,266.34             | 2,098.92                                   | 1,049.46        | -                     | 3,148.38             | 29,117.96             | 30,167.42            |
| Temporary Structure                       | 21.73                | 0.21          | -                     | 21.94                 | 13.96                                      | 5.75            | -                     | 19.71                | 2.23                  | 7.77                 |
| Plant & Machinery                         | 15,362.25            | -             | -                     | 15,362.25             | 2,054.31                                   | 1,027.15        | -                     | 3,081.46             | 12,280.79             | 13,307.94            |
| Rolling Stock                             | 38,489.86            | -             | -                     | 38,489.86             | 2,932.58                                   | 1,466.29        | -                     | 4,398.87             | 34,090.99             | 35,557.28            |
| Signalling & Telecom Equipments           | 16,563.71            | -             | -                     | 16,563.71             | 2,214.97                                   | 1,107.49        | -                     | 3,322.46             | 13,241.25             | 14,348.73            |
| Track Work (Permanent Way)                | 11,327.40            | -             | -                     | 11,327.40             | 736.85                                     | 368.42          | -                     | 1,105.27             | 10,222.13             | 10,590.56            |
| Traction Equipments                       | 8,977.69             | -             | -                     | 8,977.69              | 1,200.54                                   | 600.27          | -                     | 1,800.80             | 7,176.89              | 7,777.16             |
| Escalators                                | 3,129.52             | -             | -                     | 3,129.52              | 288.13                                     | 144.06          | -                     | 432.19               | 2,697.33              | 2,841.40             |
| Elevators                                 | 1,412.61             | -             | -                     | 1,412.61              | 108.01                                     | 54.00           | -                     | 162.01               | 1,250.60              | 1,304.60             |
| Automatic fare Collection System          | 4,026.74             | -             | -                     | 4,026.74              | 647.64                                     | 323.82          | -                     | 971.46               | 3,055.28              | 3,379.10             |
| I T System                                | 20.54                | -             | -                     | 20.54                 | 17.67                                      | 1.47            | -                     | 19.15                | 1.40                  | 2.87                 |
| Safety Equipments                         | 324.48               | -             | -                     | 324.48                | 43.39                                      | 21.70           | -                     | 65.09                | 259.39                | 281.09               |
| Library Books                             | 0.22                 | 0.08          | -                     | 0.30                  | 0.22                                       | 0.08            | -                     | 0.30                 | -                     | -                    |
| Furniture & Fixtures                      | 265.38               | 2.53          | -                     | 267.90                | 57.79                                      | 29.36           | -                     | 87.16                | 180.74                | 207.58               |
| Computer & Peripherals                    | 33.74                | 3.20          | -                     | 36.94                 | 25.89                                      | 2.43            | -                     | 28.32                | 8.62                  | 7.85                 |
| Vehicle                                   | 97.22                | 9.72          | -                     | 106.94                | 34.46                                      | 18.34           | -                     | 52.79                | 54.15                 | 62.76                |
| Office Equipments                         | 305.72               | 52.34         | -                     | 358.06                | 141.12                                     | 71.01           | -                     | 212.13               | 145.93                | 164.60               |
| <b>TOTAL</b>                              | <b>196,251.65</b>    | <b>146.02</b> | -                     | <b>196,397.67</b>     | <b>14,352.87</b>                           | <b>7,165.53</b> | -                     | <b>21,518.41</b>     | <b>174,879.26</b>     | <b>181,898.77</b>    |

# Leasehold Land (Incl transferred by GoR) - ₹ 35/-



## As at 31st March 2018

₹ Lakhs

| Particulars                               | Gross block          |           |                          | Depreciation, Amortization and Impairments |                     |              |                          | Net book value  |                       |                      |
|---|----------------------|-----------|--------------------------|--|---------------------|--------------|--------------------------|-----------------|-----------------------|----------------------|
|   | As at 1st April 2017 | Additions | Deducti ons/ Adjust ment | As at 31st March 2018                      | Upto 1st April 2017 | For the Year | Deducti ons/ Adjust ment | Upto March 2018 | As at 31st March 2018 | As at 1st April 2017 |
| Leasehold Land (Incl transferred by GoR)# | 0.00                 | -         | -                        | 0.00                                       | -                   | -            | -                        | -               | 0.00                  | 0.00                 |
| Freehold Land (Acquired for Project)      | 9,147.81             | -         | -                        | 9,147.81                                   | -                   | -            | -                        | -               | 9,147.81              | 9,147.81             |
| Buildings (Depot & Stations)              | 50,925.14            | -         | -                        | 50,925.14                                  | 817.09              | 817.10       | -                        | 1,634.19        | 49,290.95             | 50,108.05            |
| Residential Flats                         | 3,551.52             | 2.03      | -                        | 3,553.55                                   | 44.94               | 57.31        | -                        | 102.25          | 3,451.30              | 3,506.58             |
| Viaduct                                   | 32,266.34            | -         | -                        | 32,266.34                                  | 1,049.46            | 1,049.46     | -                        | 2,098.92        | 30,167.42             | 31,216.88            |
| Temporary Structure                       | 20.84                | 0.89      | -                        | 21.73                                      | 6.75                | 7.21         | -                        | 13.96           | 7.77                  | 14.09                |
| Plant & Machinery                         | 15,362.25            | -         | -                        | 15,362.25                                  | 1,027.15            | 1,027.15     | -                        | 2,054.31        | 13,307.94             | 14,335.10            |
| Rolling Stock                             | 38,489.86            | -         | -                        | 38,489.86                                  | 1,466.29            | 1,466.29     | -                        | 2,932.58        | 35,557.28             | 37,023.57            |
| Signalling & Telecom Equipments           | 16,563.71            | -         | -                        | 16,563.71                                  | 1,107.49            | 1,107.49     | -                        | 2,214.97        | 14,348.73             | 15,456.22            |
| Track Work (Permanent Way)                | 11,327.40            | -         | -                        | 11,327.40                                  | 368.42              | 368.42       | -                        | 736.85          | 10,590.56             | 10,958.98            |
| Traction Equipments                       | 8,977.69             | -         | -                        | 8,977.69                                   | 600.27              | 600.27       | -                        | 1,200.54        | 7,777.16              | 8,377.42             |
| Escalators                                | 3,129.52             | -         | -                        | 3,129.52                                   | 144.06              | 144.06       | -                        | 288.13          | 2,841.40              | 2,985.46             |
| Elevators                                 | 1,412.61             | -         | -                        | 1,412.61                                   | 54.00               | 54.00        | -                        | 108.01          | 1,304.60              | 1,358.60             |
| Automatic fare Collection System          | 4,026.74             | -         | -                        | 4,026.74                                   | 323.82              | 323.82       | -                        | 647.64          | 3,379.10              | 3,702.92             |
| I T System                                | 20.54                | -         | -                        | 20.54                                      | 8.84                | 8.84         | -                        | 17.67           | 2.87                  | 11.71                |
| Safety Equipments                         | 324.48               | -         | -                        | 324.48                                     | 21.70               | 21.70        | -                        | 43.39           | 281.09                | 302.78               |
| Library Books                             | 0.03                 | 0.19      | -                        | 0.22                                       | 0.03                | 0.19         | -                        | 0.22            | -                     | -                    |
| Furniture & Fixtures                      | 261.91               | 3.47      | -                        | 265.38                                     | 28.78               | 29.01        | -                        | 57.79           | 207.58                | 233.12               |
| Computer & Peripherals                    | 33.54                | 0.20      | -                        | 33.74                                      | 17.60               | 8.29         | -                        | 25.89           | 7.85                  | 15.94                |
| Vehicle                                   | 101.07               | -         | -                        | 97.22                                      | 17.90               | 17.76        | (1.20)                   | 34.46           | 62.76                 | 83.17                |
| Office Equipments                         | 302.93               | 2.79      | -                        | 305.72                                     | 70.30               | 70.82        | -                        | 141.12          | 164.60                | 232.63               |
| TOTAL                                     | 196,245.93           | 9.57      | (3.85)                   | 196,251.65                                 | 7,174.89            | 7,179.18     | (1.20)                   | 14,352.88       | 181,898.77            | 189,071.03           |

# Leasehold Land (Incl transferred by GoR) - ₹ 35/-

Note 3: Non Current Assets - Capital work-in-progress  
As at 31st March 2019

₹ Lakhs

| Particulars  | As at 1st April 2018 | Additions        | Deductions/ Adjustment | Capitalized | Upto 31st March 2019 |
|--|----------------------|------------------|------------------------|-------------|----------------------|
| <b>Project - Phase 1B (Chandpole to Badi Chopar)</b>     |                      |                  |                        |             |                      |
| Direct Expenditure on project through CEC                | 45,378.66            | 9,951.87         | -                      | -           | 55,330.52            |
| Direct Expenditure Incidental to Construction of Project | 6,058.17             | 14,045.47        | -                      | -           | 20,103.64            |
| <b>Project - Phase II (Ambabari to Sitapura)</b>         |                      |                  |                        |             |                      |
| Phase II (Ambabari to Sitapura)                          | 175.50               | 70.92            | -                      | -           | 246.42               |
| <b>TOTAL</b>   | <b>51,612.33</b>     | <b>24,068.26</b> | <b>-</b>               | <b>-</b>    | <b>75,680.59</b>     |

**As at 31st March 2018**

₹ Lakhs

| Particulars  | As at<br>1st April<br>2017 | Additions        | Deductions/<br>Adjustment | Capitalized | Upto 31st<br>March 2018 |
|--|----------------------------|------------------|---------------------------|-------------|-------------------------|
| <b>Project - Phase 1B (Chandpole to Badi Chopar)</b>     |                            |                  |                           |             |                         |
| Direct Expenditure on project through CEC                | 30,292.32                  | 15,086.34        | -                         | -           | 45,378.66               |
| Direct Expenditure Incidental to Construction of Project | 4,281.37                   | 1,776.80         | -                         | -           | 6,058.17                |
| <b>Project - Phase II (Ambabari to Sitapura)</b>         |                            |                  |                           |             |                         |
| Phase II (Ambabari to Sitapura)                          | 7.74                       | 167.76           |                           |             | 175.50                  |
| <b>TOTAL</b>   | <b>34,581.43</b>           | <b>17,030.90</b> | <b>-</b>                  | <b>-</b>    | <b>51,612.33</b>        |

3.1 The Company is executing the work of Phase-IB i.e. from Chandpole to Badi Chaupar on EPC mode and apart from others, a major contract amounting to ₹507.37 crore for the work of Design and Construction of tunnel from Chandpole to Badi Chaupar was awarded to M/s Continental Engineering Corporation in September, 2013. The estimated cost of Phase-I B is ₹ 1126 crore which is being funded by way of a loan of 176 Million US Dollar (₹969 crore) from Asian Development Bank through Government of India/ Government of Rajasthan and remaining project cost i.e. ₹ 157 Crore is being provided by the Government of Rajasthan.

3.2 Direct Expenditure relating to Phase 1B and Phase II includes borrowing cost charged on Interest Free Loan From Govt of Rajasthan Against ADB Loan, Loan from Govt of Rajasthan (Asian Development Bank) and Interest Free Loan From Govt of Rajasthan (Phase II) of ₹ 1064.79 Lakhs and ₹ 70.92 Lakhs (As at 31st March 2018 - ₹ 816.39 Lakhs and ₹ 72.65 Lakhs) respectively.



# **JAIPUR METRO RAIL CORPORATION LTD.**

## **Note 4: Non Current Assets - Intangible Assets** **As at 31st March 2019**

| Particulars                | Gross block          |           |                        | Amortization          |                     |               |                        | Net book value       |                             |
|----------------------------|----------------------|-----------|------------------------|-----------------------|---------------------|---------------|------------------------|----------------------|-----------------------------|
|                            | As at 1st April 2018 | Additions | Deductions/ Adjustment | As at 31st March 2019 | Upto 1st April 2018 | For the Year  | Deductions/ Adjustment | Upto 31st March 2019 | As at 31st March 2019       |
| Computer Software          | 5.71                 |           |                        | 5.71                  | 2.61                | 1.55          |                        | 4.16                 | 1.55                        |
| Right of Way (N/W Railway) | 4,440.10             |           |                        | 4,440.10              | 271.33              | 148.00        |                        | 419.34               | 4,020.76                    |
| <b>TOTAL</b>               | <b>4,445.81</b>      | <b>-</b>  | <b>-</b>               | <b>4,445.81</b>       | <b>273.94</b>       | <b>149.56</b> | <b>-</b>               | <b>423.50</b>        | <b>4,022.31</b>             |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>As at 1st April 2018</b> |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>3.10</b>                 |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>4,168.77</b>             |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>4,171.87</b>             |

₹ Lakhs

## **As at 31st March 2018**

| Particulars                | Gross block          |           |                        | Amortization          |                     |               |                        | Net book value       |                             |
|----------------------------|----------------------|-----------|------------------------|-----------------------|---------------------|---------------|------------------------|----------------------|-----------------------------|
|                            | As at 1st April 2017 | Additions | Deductions/ Adjustment | As at 31st March 2018 | Upto 1st April 2017 | For the Year  | Deductions/ Adjustment | Upto 31st March 2018 | As at 31st March 2018       |
| Computer Software          | 5.71                 |           |                        | 5.71                  | 0.98                | 1.63          |                        | 2.61                 | 3.10                        |
| Right of Way (N/W Railway) | 4,440.10             |           |                        | 4,440.10              | 123.33              | 148.00        |                        | 271.33               | 4,168.77                    |
| <b>TOTAL</b>               | <b>4,445.81</b>      | <b>-</b>  | <b>-</b>               | <b>4,445.81</b>       | <b>124.31</b>       | <b>149.63</b> | <b>-</b>               | <b>273.94</b>        | <b>4,171.87</b>             |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>As at 1st April 2017</b> |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>4.73</b>                 |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>4,316.77</b>             |
|                            |                      |           |                        |                       |                     |               |                        |                      | <b>4,321.50</b>             |

4.14 The rights to use the way were sanctioned by the railway for 35 years in the year 2011-12. The said right is actually put to use in the year 2015-16. Hence, the effect of this expenditure is charged only for remaining 31 years. Accordingly the company has amortized the rights (Intangible Assets).

## Jaipur Metro Rail Corporation Limited

### Note 5: Non Current Financial Assets - Loans and Advances

₹ Lakhs

| Particulars                  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|------------------------------|--------------------------|--------------------------|
| Security Deposit Receivables | 267.94                   | 189.43                   |
| <b>TOTAL</b>                 | <b>267.94</b>            | <b>189.43</b>            |

### Note 6: Non Current Financial Assets - Bank Balances

₹ Lakhs

| Particulars   | As at<br>31st March 2019 | As at<br>31st March 2018 |
|---|--------------------------|--------------------------|
| <b>Balance with bank having maturity period of more than 12 month</b> |                          |                          |
| Fixed deposit   | 1.49                     | -                        |
| <b>TOTAL</b>  | <b>1.49</b>              | <b>-</b>                 |

6.1 Fixed deposit includes ₹ 1 Lakh on account of Bank Guarantee given to Prasar Bharti. (Refer Note No. 40(iii)).

### Note 7: Other Non-current assets

₹ Lakhs

| Particulars     | As at<br>31st March 2019 | As at<br>31st March 2018 |
|-----------------|--------------------------|--------------------------|
| <b>Advances</b> |                          |                          |
| Capital Advance | 675.75                   | 240.77                   |
| <b>TOTAL</b>    | <b>675.75</b>            | <b>240.77</b>            |

### Note 8: Deferred tax assets

₹ Lakhs

| Particulars            | As at<br>31st March 2019 | As at<br>31st March 2018 |
|------------------------|--------------------------|--------------------------|
| Deferred Tax Assets    | 15,808.49                | 14,027.67                |
| Deferred Tax Liability | (15,808.49)              | (14,027.67)              |
| <b>TOTAL</b>           | <b>-</b>                 | <b>-</b>                 |



## 8.1 Movement in Deferred tax Assets

₹ Lakhs

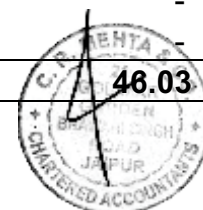
| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| <b>(A) Deferred Tax Assets</b>   |                          |                          |
| Deferred tax assets as at beginning of the year  | 14,027.67                | 11,803.92                |
| <b>Addition -</b>  |                          |                          |
| On Account of unabsorbed depreciation  | 6,409.38                 | 4,807.43                 |
| <b>Less -</b>  |                          |                          |
| Deferred tax assets of earlier years reversed due to no probability of availability of taxable profits in future | (4,628.55)               | (2,583.68)               |
| <b>Deferred tax assets as at closing of the year</b>   | <b>15,808.49</b>         | <b>14,027.67</b>         |
| <b>(B) Deferred Tax Liabilities</b>  |                          |                          |
| Deferred tax Liabilities as at beginning of the year   | 14,027.67                | 11,803.92                |
| <b>Addition -</b>  |                          |                          |
| On Account of depreciation   | 1,780.83                 | 2,223.75                 |
| <b>Deferred tax liabilities as at closing of the year</b>  | <b>15,808.49</b>         | <b>14,027.67</b>         |

8.1. Disclosures as required by Ind AS 12 are given in Note no. 33.

## Note 9: Current Financial Assets - Trade Receivables

₹ Lakhs

| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| <b>Trade Receivables</b>   |                          |                          |
| Secured considered good  | -                        | -                        |
| Unsecured considered good  | 463.14                   | 46.03                    |
| Trade Receivables which have significant increase in Credit risk | -                        | -                        |
| Trade Receivables credit impaired                                | -                        | -                        |
| Less:-Impairment allowance                                       | -                        | -                        |
| <b>TOTAL</b>   | <b>463.14</b>            | <b>46.03</b>             |



**Note 10: Current Financial Assets - Cash and cash equivalents**

₹ Lakhs

| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| Cash on Hand   | 6.24                     | 3.97                     |
| <b>Balance with bank (Including Interest Accrued)</b>    |                          |                          |
| Current Accounts   | 3,548.55                 | 1,422.92                 |
| Fixed Deposit having original maturity upto three months | -                        | 353.57                   |
| <b>TOTAL</b>   | <b>3,554.79</b>          | <b>1,780.46</b>          |

**10.1** Fixed deposit includes balances and interest accrued thereon ₹ Nil (As at 31st March 2018 - ₹ 3.57 Lakhs )

**10.2** Current accounts includes balances and interest accrued thereon ₹ 3.20 Lakhs (As at 31st March 2018 - ₹ 1.80 Lakhs)

**10.3** Current accounts includes P.D. Balances (Non - Interest Bearing) ₹ 2561.79 Lakhs (As at 31st March 2018 - ₹ 1122.65 Lakhs)

**10.4** Cash in hand includes cash in transit ₹ 4.24 Lakhs (As at 31st March 2018 - ₹ 1.97 Lakhs)

**Note 11: Current Financial Assets - Bank balances other than cash & cash equivalents**

₹ Lakhs

| Particulars   | As at<br>31st March 2019 | As at<br>31st March 2018 |
|---|--------------------------|--------------------------|
| <b>Balance with bank (Including Interest Accrued)</b>                                   |                          |                          |
| Fixed deposits with original maturity period of more than 3 months, less than 12 months | 197.36                   | 1.45                     |
| <b>TOTAL</b>  | <b>197.36</b>            | <b>1.45</b>              |

**11.1** Fixed deposit includes balances and interest accrued thereon ₹ 7.36 Lakhs (As at 31st March 2018 - ₹ .45 Lakhs)

**Note 12: Current Financial Assets - Loans and Advances**

₹ Lakhs

| Particulars     | As at<br>31st March 2019 | As at<br>31st March 2018 |
|-----------------|--------------------------|--------------------------|
| <b>Advances</b> |                          |                          |
| Other Advances  | 17.11                    | 9.88                     |
| <b>TOTAL</b>    | <b>17.11</b>             | <b>9.88</b>              |

**Note 13: Current Financial Assets - Other current Financial Assets**

₹ Lakhs

| Particulars                 | As at<br>31st March 2019 | As at<br>31st March 2018 |
|-----------------------------|--------------------------|--------------------------|
| Grant receivable from RTIDF | 8,110.05                 | 7,755.82                 |
| Accrued Interest            | 2.25                     | 6.28                     |
| Other Amounts Recoverable   | 1,021.93                 | 1,021.93                 |
| Deposit with Court          | 125.09                   | -                        |
| <b>TOTAL</b>                | <b>9,259.32</b>          | <b>8,784.03</b>          |

**13.1** Grant receivable from RTIDF is the amount to be received from the organization for compensating the operational loss of JMRC vides Sanction No. 308/2015-16 dated 29th September, 2015. This sanction was further revised on 27th March, 2018 by GoR to provide 15% of receipt of RTIDF fund irrespective of operational loss.

**Note 14: Other Current assets**

₹ Lakhs

| Particulars          | As at<br>31st March 2019 | As at<br>31st March 2018 |
|----------------------|--------------------------|--------------------------|
| <b>Advances</b>      |                          |                          |
| Advance to Employees | -                        | 0.90                     |
| Other Advances       | 589.31                   | 2.42                     |
| GST Receivable       | 0.17                     | 3.96                     |
| GST (TDS) Receivable | 12.34                    | -                        |
| Claims Receivable    | 2.02                     | 2.02                     |
| Prepaid Expenses     | 11.91                    | 20.06                    |
| <b>TOTAL</b>         | <b>615.76</b>            | <b>29.36</b>             |

**Note 15: Current Tax Assets**

₹ Lakhs

| Particulars           | As at<br>31st March 2019 | As at<br>31st March 2018 |
|-----------------------|--------------------------|--------------------------|
| TDS Receivables       | 62.03                    | 157.85                   |
| Income Tax refundable | 190.85                   | 3.00                     |
| <b>TOTAL</b>          | <b>252.87</b>            | <b>160.85</b>            |





### Note 16: Equity Share Capital

| ₹ Lakhs               |                       |  |
|-----------------------|-----------------------|--|
| As at 31st March 2019 | As at 31st March 2018 | Particulars  |
|                       |                       | <b>Equity Share Capital</b>  |
|                       |                       | <u><b>Authorized</b></u>   |
| -                     | -                     |  |
|                       |                       | 2,00,00,000 Equity Shares of par value ₹ 1000 each (2,00,00,000 Equity Shares of par value ₹ 1000 each as at 31st March 2018)    |
| 200,000.00            | 200,000.00            |  |
|                       |                       | <u><b>Issued &amp; Subscribed</b></u>  |
| -                     | -                     |  |
|                       |                       | 1,69,40,354 Equity Shares of par value ₹ 1000 each (1,69,40,354 Equity Shares of par value of ₹ 1000 each as at 31st March 2018) |
| 169,403.54            | 169,403.54            |  |
|                       |                       | <u><b>Fully paid up</b></u>  |
| -                     | -                     |  |
|                       |                       | 1,69,40,354 Equity Shares of par value ₹ 1000 each (1,69,40,354 Equity Shares of par value of ₹ 1000 each as at 31st March 2018) |
| 169,403.54            | 169,403.54            |  |



**[A] Reconciliation of the Equity Share Capital outstanding at the beginning and at the end of the year:**

₹ Lakhs

| Particulars  | As at<br>31st March 2019 |                | As at<br>31st March 2018 |                |
|--|--------------------------|----------------|--------------------------|----------------|
|  | No. of Shares            | Amount         | No. of Shares            | Amount         |
| <b>Shares outstanding at beginning of the year</b> | 16,940,354               | 169,404        | 16,940,354               | 44,216         |
| shares issued during the year                      | -                        | -              | -                        | 125,188        |
| <b>Shares outstanding at end of the year</b>       | <b>16,940,354</b>        | <b>169,404</b> | <b>16,940,354</b>        | <b>169,404</b> |

**[B] Terms and Rights attached to Equity Shares:**

The Company has issued only one kind of equity shares with voting rights proportionate to the share holding of the shareholders. These voting rights are exercisable at meeting of shareholders. The holders of the equity shares are also entitled to receive dividend as declared from time to time for them.

**[C] Details of shareholders holding more than 5% shares in the company:**

₹ Lakhs

| Particulars   | As at<br>31st March 2019 |               | As at<br>31st March 2018 |               | As at 31st<br>March<br>2017 |               | As at 1st April<br>2016 |
|---|--------------------------|---------------|--------------------------|---------------|-----------------------------|---------------|-------------------------|
|   | No. of<br>Share          | Percentage    | No. of<br>Share          | Percentage    | No. of<br>Share             | Percentage    |                         |
| His Excellency the Governor of Rajasthan &<br>on his behalf             | 14,940,294               | 88.19%        | 14,940,294               | 88.19%        | 14,940,294                  | 85.71%        |                         |
| Rajasthan State Industrial Development &<br>Investment Corporation Ltd. | 1,000,000                | 5.90%         | 1,000,000                | 5.90%         | 1,000,000                   | 14.28%        |                         |
| Rajasthan Housing Board   | 1,000,000                | 5.90%         | 1,000,000                | 5.90%         | 1,000,000                   | -             |                         |
| <b>TOTAL</b>  | <b>16,940,294</b>        | <b>99.99%</b> | <b>16,940,294</b>        | <b>99.99%</b> | <b>16,940,294</b>           | <b>99.99%</b> |                         |



**Note 17: Other Equity**

₹ Lakhs

| Particulars                  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|------------------------------|--------------------------|--------------------------|
| Capital Fund - Against Land# | 0.00                     | 0.00                     |
| Retained Earnings            | (28,771.95)              | (23,486.54)              |
| <b>TOTAL</b>                 | <b>(28,771.95)</b>       | <b>(23,486.54)</b>       |

# Capital Fund - Against Land - ₹ 35

**Retained earnings –**

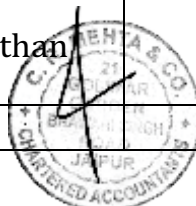
₹ Lakhs

| Particulars   | As at<br>31st March 2019 | As at 31st March<br>2018 |
|---|--------------------------|--------------------------|
| <b>Opening Balances</b>   | (23,486.54)              | (18,329.60)              |
| Add: Profit for the year as per statement of Profit and Loss                        | (5,294.95)               | (5,168.75)               |
| <b>Items of other comprehensive income directly recognized in Retained Earnings</b> | 9.54                     | 11.82                    |
| <b>Closing Balance</b>  | <b>(28,771.95)</b>       | <b>(23,486.54)</b>       |

**Note 18: Non current Financial Liabilities - Borrowings**

₹ Lakhs

| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| <b>Interest Bearing Loan</b>                               |                          |                          |
| 10% Loan from Government of Rajasthan                      | 26,596.46                | 26,596.46                |
| <b>Interest Free Loan</b>                                  |                          |                          |
| Interest Free Loan From Govt of Rajasthan Against ADB Loan | 523.26                   | 478.96                   |
| Loan from Govt of Rajasthan (Asian Development Bank)       | 30,911.84                | 22,688.79                |
| Interest Free Loan From Govt of Rajasthan (Phase II)       | 837.62                   | 766.70                   |
| Interest Free Loan From Govt of Rajasthan for Art Gallery  | 410.43                   | -                        |
| <b>TOTAL</b>   | <b>59,279.61</b>         | <b>50,530.91</b>         |



**18.1** Government Grant of ₹ 10000 lakhs received in 2016 -17 was shown as Loan due to condition that this amount will be repaid after receipt of Government of India (GoI) share to the Project. As these GoI share will not be received as per the decision taken by the State Government, the same amount has been accounted for as Capital Grant.

**Note 19: Non current Financial Liabilities - Other Financial Liabilities**

₹ Lakhs

| Particulars              | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--------------------------|--------------------------|--------------------------|
| Security Deposit Payable | 293.26                   | 58.13                    |
| <b>TOTAL</b>             | <b>293.26</b>            | <b>58.13</b>             |

**Note 20: Non- current Liabilities – Provisions**

₹ Lakhs

| Particulars                    | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--------------------------------|--------------------------|--------------------------|
| Provision for employee benefit | 531.18                   | 428.10                   |
| <b>TOTAL</b>                   | <b>531.18</b>            | <b>428.10</b>            |

**Note 21: Current Financial Liabilities - Other Financial Liabilities**

₹ Lakhs

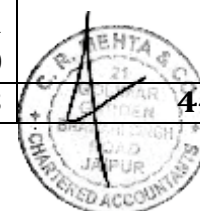
| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| Commitment charges on loan from ADB through Govt. Of Rajasthan | 83.20                    | 525.51                   |
| Earnest Money Deposit  | 70.90                    | 49.11                    |
| Interest payable   | 11,046.21                | 8,386.57                 |
| Other payables   | 57.62                    | 2.86                     |
| Payable against capital expenditure                            | 5,774.42                 | 3,580.18                 |
| Payable against expenditure                                    | 1,982.97                 | 850.92                   |
| Security Deposit payable                                       | 824.13                   | 108.85                   |
| Unearned Income  | 60.41                    | 132.23                   |
| <b>TOTAL</b>   | <b>19,899.87</b>         | <b>13,636.23</b>         |

**21.1** Unearned income includes ₹ 60.41 Lakhs (As at 31st March 2018 - ₹ 129.44 Lakhs) on account of unearned lease rentals and unearned license fees respectively.

**Note 22: Current Liabilities – Provisions**

₹ Lakhs

| Particulars                                | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| Provision for Sundry Land Owners           | 1.37                     | 66.59                    |
| Provision for Employee Benefit             | 176.95                   | 375.50                   |
| Provision for Urban Development Tax        | 612.21                   | -                        |
| Provision for Interest on Land Acquisition | 270.00                   | -                        |
| <b>TOTAL</b>                               | <b>1,060.53</b>          | <b>442.09</b>            |



### Note 23: Other Current Liabilities

₹ Lakhs

| Particulars   | As at<br>31st March 2019 | As at<br>31st March 2018 |
|---|--------------------------|--------------------------|
| Advance from Customers                                  | 76.41                    | 62.25                    |
| New Pension Scheme Contribution and<br>Other deductions | 34.77                    | 0.43                     |
| Statutory dues  | 109.45                   | 177.13                   |
| <b>TOTAL</b>  | <b>220.63</b>            | <b>239.81</b>            |

### Note 24: Deferred Revenue

₹ Lakhs

| Particulars  | As at<br>31st March 2019 | As at<br>31st March 2018 |
|--|--------------------------|--------------------------|
| Grants received from<br><b>Government of Rajasthan</b> |                          |                          |
| Phase 1A   | 8,591.14                 | 8,964.39                 |
| Phase 1B   | 28,499.77                | 17,653.71                |
| Phase II   | 305.95                   | 305.95                   |
| Art Gallery  | 177.61                   | -                        |
| <b>Jaipur Development Authority</b>                    |                          |                          |
| Phase 1A   | 10,292.84                | 10,740.03                |
| Deferred Revenue - Security Deposits                   | 105.79                   | 8.88                     |
| <b>TOTAL</b>   | <b>47,973.10</b>         | <b>37,672.96</b>         |

**24.1** Balances of Grant received from Government of Rajasthan and Jaipur Development Authority for Phase 1A represents originally received amount of ₹ 10000 Lakhs and ₹ 11980.77 Lakhs further reduced by amount transferred to the statement of profit and loss in accordance with accounting policy no. 1.C.7.

**24.2** Grants from Government of Rajasthan includes a sum of ₹ 26452.71 Lakhs (As at 31st March 2018 - ₹ 17653.71 Lakhs) for Phase 1B and ₹ 305.95 Lakhs (As at 31st March 2018 - ₹ 305.95 Lakhs) for Phase II on account of the difference between amount of Loan from GoR (ADB) received and the initial carrying value of the loan determined in accordance with Ind AS 109 and as reduced by amount transferred to the statement of profit and loss in accordance with accounting policy no. 1.C.7.



## JAIPUR METRO RAIL CORPORATION LTD.

### Notes to Statement of Profit and Loss

#### Note 25 : Revenue from Operations

₹ Lakhs

| Particulars              | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|--------------------------|------------------------------------|------------------------------------|
| Traffic Earnings         | 862.32                             | 785.22                             |
| Non-Traffic Earnings     | 968.17                             | 338.33                             |
| Other operational income | 8,478.24                           | 7,859.03                           |
| <b>TOTAL</b>             | <b>10,308.73</b>                   | <b>8,982.58</b>                    |

#### 25.1 Non Traffic Earnings Consists of :

₹ Lakhs

| Particulars   | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---------------|------------------------------------|------------------------------------|
| Lease rentals | 964.72                             | 336.29                             |
| License fees  | 3.45                               | 2.04                               |
| <b>TOTAL</b>  | <b>968.17</b>                      | <b>338.33</b>                      |

#### 25.2 Other operational income Consists of :

₹ Lakhs

| Particulars                      | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|----------------------------------|------------------------------------|------------------------------------|
| Amortization of Government Grant | 820.44                             | 766.83                             |
| Revenue Grant                    | 7,637.10                           | 7,056.75                           |
| Fees and Penalties               | 17.70                              | 32.39                              |
| Others                           | 3.00                               | 3.11                               |
| <b>TOTAL</b>                     | <b>8,478.25</b>                    | <b>7,859.08</b>                    |

Fees and penalties includes 'SHE' penalty of ₹ 14.09 Lakh (For 2017 -18 - ₹ 26.90 Lakhs) imposed by Company on M/s Continental Engineering Corporation.

#### Note 26: Other Income

₹ Lakhs

| Particulars                             | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| Interest Income                         | 43.33                              | 317.91                             |
| Recognised From Deferred revenue income | 14.58                              | 3.77                               |
| Security Deposit payable                |                                    |                                    |
| Other non operational income            | 2.18                               | 11.92                              |
| <b>TOTAL</b>                            | <b>60.09</b>                       | <b>333.60</b>                      |



**Note 27: Operating expenses**

₹ Lakhs

| Particulars                          | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|--------------------------------------|------------------------------------|------------------------------------|
| Customer Facilitation Service        | 140.50                             | 128.88                             |
| Facilities Management Services       | 12.55                              | 55.95                              |
| Housekeeping Service                 | 217.64                             | 179.05                             |
| Insurance charges                    | 24.85                              | 9.48                               |
| Pest Control Service                 | 10.72                              | 11.33                              |
| Power/Energy expenses                | 912.14                             | 813.69                             |
| Repair and Maintenance               | 125.66                             | 87.80                              |
| Revenue Collection Expenses          | 9.80                               | 3.57                               |
| Spectrum Charges (Telecommunication) | 32.15                              | 32.15                              |
| Ticket Vending Service               | -                                  | -                                  |
| Track Recording Work                 | 0.30                               | 0.34                               |
| Transformer Oil                      | -                                  | 0.39                               |
| Water Supply Charges                 | -                                  | 0.87                               |
| <b>TOTAL</b>                         | <b>1,486.32</b>                    | <b>1,323.50</b>                    |

**Note 28: Employee benefit expenses**

₹ Lakhs

| Particulars                             | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| Salaries, Wages, Allowances & Benefits  | 2,529.54                           | 2,517.42                           |
| Contribution to Provident & Other Funds | 209.90                             | 266.56                             |
| Staff Welfare                           | 17.31                              | 5.86                               |
| <b>TOTAL</b>                            | <b>2,756.75</b>                    | <b>2,789.84</b>                    |

**Note 29: Finance cost**

₹ Lakhs

| Particulars                                       | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| <b>Interest Expenses</b>                          |                                    |                                    |
| Loan  | 2,539.65                           | 2,539.65                           |
| Other   | 270.66                             | 0.13                               |
| Bank charges                                      | 1.46                               | 0.39                               |
| Unwinding of discount on Security Deposit payable | 15.04                              | 3.53                               |
| <b>TOTAL</b>                                      | <b>2,826.81</b>                    | <b>2,543.70</b>                    |



### Note 30: Depreciation & Amortization

₹ Lakhs

| Particulars                                   | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| <b>Depreciation and Amortization expenses</b> |                                    |                                    |
| Property, Plant and Equipment                 | 7,165.53                           | -                                  |
| Intangible Assets                             | 149.56                             | 7,328.81                           |
| <b>TOTAL</b>                                  | <b>7,315.09</b>                    | <b>7,328.81</b>                    |

### Note 31: Other expenses

₹ Lakhs

| Particulars                                 | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| Advertisement & Publicity                   | 80.07                              | 36.67                              |
| Books and periodicals                       | 0.32                               | 0.22                               |
| Consultancy fees                            | 16.23                              | 9.10                               |
| Electricity charges                         | 6.03                               | 5.60                               |
| Expenses on recruitment                     | 0.11                               | 52.00                              |
| Legal and Professional Expenses             | 16.15                              | 4.21                               |
| Loose Tools                                 | -                                  | 0.35                               |
| Loss by Fire                                | -                                  | 2.65                               |
| Meeting expenses                            | 4.23                               | 2.19                               |
| Miscellaneous expenses                      | 242.81                             | 144.05                             |
| Operation and maintenance expenses          | 69.77                              | 29.87                              |
| Payment to Auditors                         | 4.63                               | 4.21                               |
| Plantation Expenses                         | 0.24                               | 1.27                               |
| Printing, Postage & Stationary              | 13.01                              | 8.61                               |
| Rental Expenses                             | 35.55                              | 36.92                              |
| Repair and Maintenance expenses             | 31.11                              | 39.44                              |
| Telephone expenses                          | 30.99                              | 22.41                              |
| Training expenses                           | 57.84                              | 32.00                              |
| Travelling and conveyance expenses          | 15.17                              | 10.36                              |
| Vehicle hire/running & Maintenance Expenses | 44.36                              | 36.57                              |
| Urban Development Tax                       | 612.22                             | -                                  |
| Website Designing & Maintenance             | 0.03                               | 0.00                               |
| <b>TOTAL</b>                                | <b>1,280.89</b>                    | <b>478.70</b>                      |



### 31.1 Details in respect of payment to auditors

₹ Lakhs

| Particulars          | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|----------------------|------------------------------------|------------------------------------|
| Statutory Audit fees | 3.63                               | 3.30                               |
| Tax Audit fees       | 1.00                               | 0.91                               |
| <b>TOTAL</b>         | <b>4.63</b>                        | <b>4.21</b>                        |

### 32. Disclosure As per Ind AS- 7 Statement of Cash Flows

Amount of cash and cash equivalent balances held by the company that are not available for use by the Company.

₹ Lakhs

| Particulars | As at 31st March 2019 | As at 31st March 2018 |
|-------------|-----------------------|-----------------------|
| Cash        | -                     | -                     |
| Bank        | -                     | 1.00                  |

### 33. Disclosure as per Ind AS-12 'Income Taxes'

#### a) Income tax expense

#### (i) Income tax recognized in Statement of Profit and Loss

₹ Lakhs

| Particulars  | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|--|------------------------------------|------------------------------------|
| <b>Current tax expense</b>                               |                                    |                                    |
| Current year   | -                                  | -                                  |
| Adjustment for earlier years                             | -                                  | 20.39                              |
| Total current tax expense                                | -                                  | 20.39                              |
| <b>Deferred tax expense -</b>                            |                                    |                                    |
| Origination and reversal of temporary differences -      | -                                  | -                                  |
| On Account of reversal of deferred tax assets recognized | -                                  | -                                  |
| <b>Total deferred tax expense</b>                        | -                                  | -                                  |
| <b>Total income tax expense</b>                          | -                                  | <b>20.39</b>                       |



**(ii) Income tax recognized in other comprehensive income**

₹ Lakhs

| Particulars   | For the year ended 31st March 2019 |                          |            |
|---|------------------------------------|--------------------------|------------|
|   | Before tax                         | Tax expense / (benefit)* | Net of Tax |
| Net actuarial gains/(losses) on defined benefit plans | 9.54                               |                          |            |

₹ Lakhs

| Particulars   | For the year ended 31st March 2018 |                          |            |
|---|------------------------------------|--------------------------|------------|
|   | Before tax                         | Tax expense / (benefit)* | Net of Tax |
| Net actuarial gains/(losses) on defined benefit plans | 11.82                              |                          |            |

Tax expenses on actuarial gain/ (loss) is not recognized\*

**(iii) Reconciliation of tax expense and the accounting profit**

Considering the losses incurred by the company tax liability of the company is ₹ Nil.

**(iv) Tax Losses carried forward**

₹ Lakhs

| Particulars   | 31st March 2019 | Expiry Date      | 31st March 2018 | Expiry Date      |
|---|-----------------|------------------|-----------------|------------------|
| Unused Tax losses for which no deferred tax asset has been recognized |                 |                  |                 |                  |
| <b>a) Unabsorbed Depreciation</b>                                     |                 |                  |                 |                  |
| For the Assessment Years  |                 |                  |                 |                  |
| 2014-15   | 27.77           | N.A.             | 27.77           | N.A.             |
| 2015-16   | 141.69          | N.A.             | 141.69          | N.A.             |
| 2016-17   | 22,577.73       | N.A.             | 22,577.73       | N.A.             |
| 2017-18   | 19,507.40       | N.A.             | 19,507.40       | N.A.             |
| 2018-19   | 15,343.71       | N.A.             | 15,343.71       | N.A.             |
| 2019-20   | 13,265.27       | N.A.             |                 |                  |
| <b>b) Business loss</b>   |                 |                  |                 |                  |
| For the Assessment Years  |                 |                  |                 |                  |
| 2014-15   | 1,280.45        | 31st March, 2023 | 1,280.45        | 31st March, 2023 |
| 2015-16   | 1,126.14        | 31st March, 2024 | 1,126.14        | 31st March, 2024 |
| 2016-17   | 3,203.22        | 31st March, 2025 | 3,203.22        | 31st March, 2025 |
| 2017-18   | 559.58          | 31st March, 2026 | 559.58          | 31st March, 2026 |
| 2018-19   | 15366.08        | 31st March, 2027 |                 |                  |

No Deferred Tax Asset was created on the business losses carry forward up to the F.Y. 2018-19 as there is no probability for recovery of the same. However deferred tax liability and assets were created on account of temporary difference on account of depreciation. The same has been reviewed as on 31.03.2019. The Deferred tax liability and assets, both created on account of temporary differences only for depreciation and since the deferred tax assets were more, it has been restricted to the extent of Deferred tax liability in view of the fact that if there is any tax liability on account of depreciation (DTL) to that extent the unabsorbed and carry forward depreciation (DTA) will be set off, but for the remaining excess amount of DTA there are no convincing evidence that the company will be able to recover the remaining Deferred tax assets. Accordingly the net of both as shown in Note No 8 is ₹ Nil.

### 34. Disclosure as per Ind AS-17 'Leases'

#### 1. Operating Lease

##### (A) As a Lessee

The total of future minimum lease payments under operating lease for each of the following periods:-

| Particulars  | ₹ Lakhs                      |                              |
|--|------------------------------|------------------------------|
|  | As at<br>31st March,<br>2019 | As at<br>31st March,<br>2018 |
| <b>Minimum Lease payment</b>                       |                              |                              |
| Not later than one year;                           | 7.56                         | 72.22                        |
| Later than one year and not later than five years; | -                            | 37.09                        |
| Later than five years;                             |                              | -                            |
| <b>Total</b>                                       | <b>7.56</b>                  | <b>109.31</b>                |

##### (A) As a Lessor

The company has leased out space at Metro stations for ATM's, Mobile towers, Roof Top towers, for Advertisement etc. Income generated from leasing out such space has been considered as Revenue from operation. Rent for the F.Y. 18-19 of ₹ 964.72 Lakhs is recognized as revenue in P&L Account.

| Particulars  | ₹ Lakhs                      |                              |
|--|------------------------------|------------------------------|
|  | As at<br>31st March,<br>2019 | As at<br>31st March,<br>2018 |
| <b>Minimum Lease payment</b>                       |                              |                              |
| Not later than one year;                           | 213.17                       | 357.85                       |
| Later than one year and not later than five years; | 447.39                       | 593.20                       |
| Later than five Years                              | 36.49                        | 104.46                       |
| <b>Total</b>                                       | <b>696.05</b>                | <b>1055.51</b>               |

### 35. Disclosure as per Ind AS-19, Employee benefits

#### Defined Contribution Plans:

#### Employer's contribution to Pension Scheme:

The directly recruited employees after completion of their probation have been enrolled under appropriate statutory scheme, i.e. New Pension Scheme for which JMRC is paying monthly contributions.

#### General description of various defined employee's benefit plans are as under:

#### Defined benefit plan

#### Gratuity:

The Company has a defined benefit gratuity plan. Every employee who has rendered continuous service of five years or more is entitled to gratuity at 15 days salary (15/26 X last drawn basic salary plus dearness allowance) for each completed year of service subject to a maximum of ₹20 Lakhs on retirement, resignation, termination, disablement or on death. The liability towards gratuity has been provided on the basis of actuarial valuation. The liability is unfunded.

#### Leaves:

Leave Rules, 2016 shall be deemed to have come into force from the date the JMRC Recruitment Rules, 2012 came into force i.e., w.e.f. 12th September, 2012. It covers the following: Casual Leave, Special Casual Leave, Special Disability Leave, Hospital Leave, Privilege Leave (PL), half pay leave, Commuted leave, extra ordinary leave (OL), Maternity leave, Paternity leave etc.

Following table sets out the status of net defined assets/ (liability) based on actuarial valuation obtained in this respect as at balance sheet date:

| Particulars  | Gratuity           |                    | Leave Encashment   |                    |
|--|--------------------|--------------------|--------------------|--------------------|
|  | 31st March<br>2019 | 31st March<br>2018 | 31st March<br>2019 | 31st March<br>2018 |
| <b>Change in defined benefit obligations:</b>        |                    |                    |                    |                    |
| Defined benefit obligation, (beginning of the year)  | 263.69             | 207.02             | 176.47             | 132.55             |
| Current service cost                                 | 59.78              | 52.88              | 35.38              | 35.48              |
| Interest cost  | 20.33              | 15.61              | 13.61              | 9.99               |
| Past service cost                                    | -                  | -                  | -                  | -                  |
| Benefits paid  | -                  | -                  | (20.90)            | (14.08)            |
| Actuarial (gains)/losses                             | (9.54)             | (11.82)            | 6.51               | 12.53              |
| <b>Defined benefit obligation, (end of the year)</b> | <b>334.26</b>      | <b>263.69</b>      | <b>211.06</b>      | <b>176.47</b>      |

₹ Lakhs

**Amount recognized in the balance sheet consists of:**

₹ Lakhs

| Particulars                                 | Gratuity        |                 | Leave Encashment |                 |
|---|-----------------|-----------------|------------------|-----------------|
|   | 31st March 2019 | 31st March 2018 | 31st March 2019  | 31st March 2018 |
| Present value of defined benefit obligation | 334.27          | 263.69          | 211.06           | 176.47          |
| <b>Net liability</b>                        | <b>334.27</b>   | <b>263.69</b>   | <b>211.06</b>    | <b>176.47</b>   |
| <b>Amounts in the balance sheet:</b>        |                 |                 |                  |                 |
| Current Liability                           | 8.98            | 7.39            | 5.16             | 4.67            |
| Non-current liabilities                     | 325.29          | 256.30          | 205.90           | 171.80          |
| <b>Net liability</b>                        | <b>334.27</b>   | <b>263.69</b>   | <b>211.06</b>    | <b>176.47</b>   |

**Total amount recognized in Profit or Loss consists of:**

₹ Lakhs

| Particulars  | Gratuity        |                 | Leave Encashment |                 |
|--|-----------------|-----------------|------------------|-----------------|
|  | 31st March 2019 | 31st March 2018 | 31st March 2019  | 31st March 2018 |
| Current service cost   | 59.78           | 52.88           | 35.38            | 35.48           |
| Net Interest   | 20.33           | 15.61           | 13.61            | 9.99            |
| Net Actuarial (gain)/ loss recognized in the period            | -               | -               | 6.51             | 12.53           |
| <b>Total Expense recognized in statement of profit or loss</b> | <b>80.11</b>    | <b>68.49</b>    | <b>55.49</b>     | <b>58.00</b>    |

**Net Interest Consists:**

₹ Lakhs

| Particulars                | Gratuity        |                 | Leave Encashment |                 |
|----------------------------|-----------------|-----------------|------------------|-----------------|
|                            | 31st March 2019 | 31st March 2018 | 31st March 2019  | 31st March 2018 |
| Interest Expenses/(Income) | 20.33           | 15.61           | 13.61            | 9.99            |
| <b>Net Interest</b>        | <b>20.33</b>    | <b>15.61</b>    | <b>13.61</b>     | <b>9.99</b>     |

**Amount recognized in other comprehensive income consists of:**

₹ Lakhs

| Particulars  | Gratuity        |                 | Leave Encashment |                 |
|--|-----------------|-----------------|------------------|-----------------|
|  | 31st March 2019 | 31st March 2018 | 31st March 2019  | 31st March 2018 |
| Actuarial Gain/(Loss) on Obligation                    | 9.54            | 11.82           | -                | -               |
| Return on Plan Assets (excluding net Interest)         | -               | -               | -                | -               |
| <b>Total Actuarial Gain/(Loss) recognised in (OCI)</b> | <b>9.54</b>     | <b>11.82</b>    | <b>-</b>         | <b>-</b>        |

**Actuarial (Gain)/Loss on obligation Consists:**

₹ Lakhs

| Particulars  | Gratuity        |                 | Leave Encashment |                 |
|--|-----------------|-----------------|------------------|-----------------|
|  | 31st March 2019 | 31st March 2018 | 31st March 2019  | 31st March 2018 |
| Actuarial (gains)/losses arising from changes in demographic assumptions | -               | -               | -                | -               |
| Actuarial (gains)/losses arising from changes in financial assumptions   | (3.20)          | (9.01)          | 2.05             | (6.12)          |
| Actuarial (gains)/losses arising from changes in experience adjustments  | (12.74)         | (2.81)          | 4.46             | 18.65           |
| <b>Total Actuarial (Gain)/Loss</b>                                       | <b>(15.94)</b>  | <b>(11.82)</b>  | <b>6.51</b>      | <b>12.53</b>    |





### Actuarial Assumption:

The assumptions used in accounting for the Gratuity and Leave Encashment are set out below:

| Particulars                                    | Gratuity               |                 | Leave Encashment       |                 |
|--|------------------------|-----------------|------------------------|-----------------|
|  | 31st March 2019        | 31st March 2018 | 31st March 2019        | 31st March 2018 |
| Discount rate                                  | 7.66                   | 7.71            | 7.00                   | 7.71            |
| Mortality                                      | 100% of IALM (2006-08) |                 | 100% of IALM (2006-08) |                 |
| Expected average remaining services (in Years) | 28.84                  | 29.44           | 28.84                  | 29.44           |
| Retirement age                                 | 60.00                  | 60.00           | 60.00                  | 60.00           |
| Employee Attrition rate: (in %)                |                        |                 |                        |                 |
| Up to 30 Years                                 | 3.00                   | 3.00            | 3.00                   | 3.00            |
| From 31 to 44 Years                            | 2.00                   | 2.00            | 2.00                   | 2.00            |
| Above 44 Years                                 | 1.00                   | 1.00            | 1.00                   | 1.00            |
| Weighted Average duration of PBO               | 21.68                  | 21.94           | 21.68                  | 21.94           |

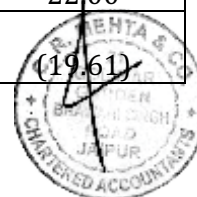
### Sensitivity Analysis:

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

The table below outlines the effect on the service cost, the interest cost and the defined benefit obligation in the event of a decrease/increase of 0.5% in the assumed rate of discount rate.

₹ Lakhs

| Assumptions                         | Change in assumption | Change in PV of obligation Gratuity | Change in assumption | Change in PV of obligation Leave Encashment |
|-------------------------------------|----------------------|-------------------------------------|----------------------|---|
| Impact of change in Discount rate   | Increase of 0.50%    | (30.41)                             | Increase of 0.50%    | (19.41)                                     |
|                                     | Decrease of 0.50%    | 34.46                               | Decrease of 0.50%    | 21.97                                       |
| Impact of change in Salary increase | Increase of 0.50%    | 34.52                               | Increase of 0.50%    | 22.00                                       |
|                                     | Decrease of 0.50%    | (30.72)                             | Decrease of 0.50%    | (19.61)                                     |



## Maturity Profile of Defined Benefit Obligation

₹ Lakhs

| Year           | Amount   |                  |
|----------------|----------|------------------|
|                | Gratuity | Leave Encashment |
| 0 to 1 Year    | 8.98     | 5.16             |
| 1 to 2 Year    | 7.13     | 4.80             |
| 2 to 3 Year    | 6.75     | 4.46             |
| 3 to 4 Year    | 6.61     | 4.23             |
| 4 to 5 Year    | 6.42     | 4.09             |
| 5 to 6 Year    | 7.20     | 3.95             |
| 6 Year onwards | 291.17   | 184.36           |

### Risk Exposure

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks which are as follow:

#### a) Salary Increases

Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

#### b) Investment Risk

If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

#### c) Changes in Discount rate:

Reduction in discount rate in subsequent valuations can increase the plan's liability.

#### d) Mortality & disability

Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

#### e) Withdrawals

Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

### 36. Disclosure as per Ind As 20 Accounting for Government Grants and Disclosure of Government Assistance

#### 1. Capital Grant

The company has received grants from GoR and Jaipur Development Authority for the purpose of development of Phase -1A Project i.e. from Mansarovar to Chandpole. The construction work of Phase -1A Project has been completed and commercial operation has been commenced from 3rd June, 2015.

The grant received from GoR and Jaipur Development Authority has been amortized to the extent proportionate depreciation charged based on the proportion of the amount of Grant capitalized to the total capitalized amount of Phase 1A.

GoR Grants include a sum of ₹ 10000 Lakhs earlier shown as loan and transferred to deferred revenue government grant as on 27th December 2016 notified vide order no. P.10 (9) NVV/Metro/2014 dated 26th December, 2016 and has been amortized and credited to statement of Profit and Loss as per accounting policy 1.C.7.

GoR grant includes a sum of ₹ 26452.71 Lakhs as at 31st march 2019 (₹17959.65 Lakhs as at 31st March 2018) on account of the difference between amount of Loan from Govt of Rajasthan (Asian Development Bank) and Interest Free Loan From Govt of Rajasthan Against ADB Loan received and the initial carrying value of the loan determined in accordance with Ind AS 109 and as reduced by amount transferred to the statement of profit and loss.

GoR grant also includes a sum of ₹ 305.95 Lakhs as at 31st march, 2019 on account of the difference between amount of Interest Free Loan from GoR for Phase II received on 15th February, 2017 and its amortized cost at initial recognition.

GoR grant also includes a sum of ₹ 177.61 Lakhs as at 31st march, 2019 on account of the difference between amount of Interest Free Loan From GoR for the construction of Art Gallery at Phase 1B received on 09th August, 2019 and its amortized cost at initial recognition.

## 2. Revenue Grant

The company has received a Revenue Grant from Rajasthan Transport Infrastructure Development Fund created under Local Self Governance Department, GoR for compensation of operational loss and shown under the head "Other Income" in accounts. Grant amounting to ₹ 7637.10 Lakhs and ₹ 7056.75 Lakhs are shown as grant receivable for F.Y. 2018-19 and F.Y. 2017-18 respectively.

## 37. Disclosure as per Ind AS 21 'The Effects of Changes in Foreign Exchange Rates'

Amount recognized in statement of profit and loss on account of exchange difference is ₹ 2.85 Lakhs during the year 2018-19.

## 38. Disclosure as per Ind AS 24 'Related Parties Disclosures'

### A) List of related parties

#### i) Key Managerial Personnel:

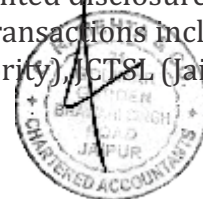
| S. No. | Name                     | Designation                  | Period                                     |
|--------|--------------------------|------------------------------|--|
| 1      | Shri Mukesh Kumar Sharma | Chairman & Managing Director | 11th November, 2016 to 7th May, 2018       |
| 2      | Shri Rajeeva Swarup      | Director                     | 29th November, 2017 to 19th December, 2018 |
| 3      | Shri Alok                | Director                     | 30th June, 2017 to 19th December, 2018     |
| 4      | Shri Ram Gopal Gupta     | Director                     | 27th May, 2017 to 19th December, 2018      |
| 5      | Shri Ashwai Saxena       | Whole time Director          | 27th August, 2013 to 11th October, 2018    |



|    |                             |                              |  |
|----|-----------------------------|------------------------------|--|
| 6  | Shri Chain Sukh Jeengar     | Whole time Director          | 27th August, 2013 to 19th June, 2018         |
| 7  | Shri Rajesh Kumar Agerwal   | Whole time Director          | 5th February, 2014 onwards                   |
| 8  | Dr. Brij Bhushan Sharma     | Whole time Director/CFO      | 11th July, 2016 to 10th March, 2019          |
| 9  | Shri S.K. Agarwal           | Director                     | 2nd May, 2016 to 8th February, 2019          |
| 10 | Shri Vaibhav Galriya        | Director                     | 6th September, 2016 to 29th December, 2018   |
| 11 | Ms. Mugdha Sinha            | Independent Director         | 6th December, 2017 onwards to 22nd May, 2019 |
| 12 | Ms. Manju Rajpal            | Director                     | 8th May, 2017 onwards                        |
| 13 | Dr. Pritam B. Yashwant      | Director                     | 28th February, 2018 to 7th May, 2018         |
| 14 | Dr. Pritam B. Yashwant      | Director                     | 16th July, 2018 to 28th December, 2018       |
| 15 | Shri Siddharth Mahajan      | Independent Director         | 28th February, 2017 onwards                  |
| 16 | Shri Ravi Jain              | Director                     | 6th May, 2017 to 25th July, 2018             |
| 17 | Shri Pawan Kumar Goyal      | Chairman & Managing Director | 7th May, 2018 to 17th September, 2018        |
| 18 | Shri Pawan Kumar Goyal      | Chairman & Managing Director | 21st December, 2018 to 3rd January, 2019     |
| 19 | Shri Naveen Mahajan         | Director                     | 1st May, 2018 to 20th July, 2018             |
| 20 | Shri Rohit Gupta            | Director                     | 7th May, 2018 to 16th July, 2018             |
| 21 | Shri Rohit Kumar Singh      | Chairman & Managing Director | 17th September, 2018 to 21st December, 2018  |
| 22 | Dr. Mohan Lal Yadav         | Director                     | 25th July, 2018 to 3rd January, 2019         |
| 23 | Shri G. S. Bhawaria         | Whole time Director          | 2nd July, 2018 to 11th October, 2018         |
| 24 | Shri Pawan Kumar Goyal      | Director                     | 17th September, 2018 to 3rd January, 2019    |
| 25 | Shri Gaurav Goyal           | Director                     | 19th December, 2018 onwards                  |
| 26 | Shri A.K. Gupta             | Director                     | 21st December, 2018 onwards                  |
| 27 | Shri Mukesh Kumar Singhal   | Whole time Director          | 28th November, 2018 onwards                  |
| 28 | Shri Subodh Kumar Jindal    | Whole time Director          | 28th November, 2018 onwards                  |
| 29 | Ms. Veenu Gupta             | Director                     | 19th December, 2018 onwards                  |
| 30 | Shri T. Ravikanth           | Director                     | 29th December, 2018 onwards                  |
| 31 | Dr. Ravi Kumar Surpur       | Director                     | 28th December, 2018 to 25th February, 2019   |
| 32 | Shri Bhaskar Atmaram Sawant | Director                     | 8th February, 2019 onwards                   |
| 33 | Shri Rajesh Kumar Yadav     | Director                     | 8th February, 2019 onwards                   |
| 34 | Shri Neelesh Sharma         | Whole time Director/CFO      | 10th March, 2019 onwards                     |
| 35 | Shri Bhaskar Atmaram Sawant | Chairman                     | 8th March, 2019 onwards                      |
| 36 | Shri Subir Kumar            | Managing Director            | 5th January, 2019 onwards                    |
| 37 | Shri Vijay Pal Singh        | Director                     | 3rd January, 2019 onwards                    |
| 38 | Ms. Harshita Chhabra        | Company Secretary            | 2nd September, 2013 onwards                  |

## ii) Entities under the control of the same government

The Company is a Public Sector Undertaking (PSU) controlled by the Government of Rajasthan by holding 100% of shares (refer Note no. 16, Equity share capital). Pursuant to Paragraph 25 & 26 of Ind AS 24, entities over which the same government has control or joint control of, or significant influence, then the reporting entity and other entities shall be regarded as related parties. The Company has applied the exemption available for government related entities and has made limited disclosures in the financial statements. Such entities with which the Company has significant transactions include but not limited to RHB (Rajasthan Housing Board), JDA (Jaipur Development Authority), JCTSL (Jaipur City Transport Services Limited), RISL (RajCOMP Info Services Ltd.) etc.



₹ Lakhs

| Particulars   | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|---|------------------------------------|------------------------------------|
| <b>Compensation to Key Managerial Personnel</b>       |                                    |                                    |
| Short-term employee benefits                          | 152.91                             | 119.30                             |
| Post Employment Benefits                              | 17.99                              | 21.84                              |
| Other Long term benefits                              | -                                  | -                                  |
| Termination Benefits                                  | -                                  | -                                  |
| Sitting Fee   | -                                  | -                                  |
| <b>Total compensation to Key managerial Personnel</b> | <b>170.90</b>                      | <b>141.14</b>                      |

### B. Transactions with the related parties under the control of the same government

₹ Lakhs

| S. No.             | Name of Company                                       | Nature of Transaction   | 2018-2019     | 2017-18       |
|--------------------|---|-------------------------|---------------|---------------|
| 1                  | RajCOMP Info Services Ltd. (RISL)                     | Office expenses         | -             | -             |
|                    | Rajasthan Rajya Vidyut Prasaran Nigam Ltd. (RVPN)     |                         | -             | 0.53          |
| 2                  | Rajasthan Small Industries Corporation Ltd. (RAJSICO) | Electricity Charges     | 8.66          | 3.88          |
|                    | Rajasthan State Mines and Minerals Ltd. (RSMM)        |                         | 3.38          | 1.54          |
|                    | Jaipur Vidyut Vitran Nigam Limited (JVVNL)            |                         | 911.88        | 808.45        |
| 3                  | Rajasthan Small Industries Corporation (RAJSICO)      | Rent paid               | 55.56         | 28.82         |
|                    | Rajasthan State Mines and Minerals limited (RSMM)     |                         | 15.53         | 8.10          |
| 4                  | Rajasthan Housing Board (RHB)                         | Capital Assets Acquired | -             | -             |
| <b>Grand Total</b> |   |                         | <b>995.01</b> | <b>851.32</b> |

### C. Outstanding Balances with related parties

₹ Lakhs

| Particulars  | As at 31st March 2019 | As at 31st March 2018 |
|--|-----------------------|-----------------------|
| <b>Amount Recoverable</b>                              |                       |                       |
| From Key Managerial Personnel's                        | -                     | -                     |
| From Entities under the control of the same government | 283.03                | 199.18                |
| <b>Amount Payable</b>                                  |                       |                       |
| To Key Managerial Personnel's                          | -                     | -                     |
| From Entities under the control of the same Government | -                     | 84.83                 |



### 39. Disclosure as per Ind AS 33 'Earnings per Share'

| Particulars  | For the year ended<br>31st March, 2019 | For the year ended<br>31st March, 2018 |
|--|--|--|
| <b>(i) Basic and diluted earnings per share (in ₹ )</b>                                  | (31.26)                                | (30.51)                                |
| Nominal value per share  | 1,000.00                               | 1,000.00                               |
| <b>(ii) Profit attributable to equity shareholders<br/>(used as numerator) (₹ lakhs)</b> |  |  |
| From operations  | (5,294.95)                             | (5,168.75)                             |
| <b>(iii) Weighted average number of equity<br/>shares (used as denominator) (Nos.)</b>   |  |  |
| Opening balance of issued equity shares  | 16,940,354                             | 16,940,354                             |
| Effect of shares issued during the year, if any  | -                                      | -                                      |
| Weighted average number of equity shares for<br>Basic and Diluted EPS                    | 16,940,354                             | 16,940,354                             |

### 40. Disclosure as per Ind AS 37 'Provisions, Contingent Liabilities and Contingent Assets'

#### 40.1 Contingent Liabilities

In the following cases, contingent liabilities and commitments are reported as under:

(i) Liability, if any by way of solatium, compensation etc. payable with the order of State Government on account of final settlement to owners of property whose land and structure acquired during the year and due to any compensation granted on account of inconvenience caused in running the business activity.

(ii) The quantum of pending court cases could be ascertained in 25 cases only out of 66 cases to the extent of ₹21189.82 Lakhs and for the rest 41 cases quantum is not ascertainable.

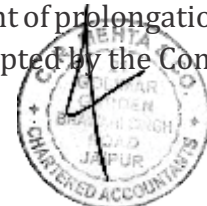
(iii) Liability on account of Bank Guarantee of ₹ 1.00 lakh given by Jaipur Metro Rail Corporation to Prasar Bharti, Govt. of India for wireless connection.

(iv) Liability of consultancy fees for Phase-IA due to delay in completion of Project may also occur as the matter is under consideration. Liability claimed by DMRC is ₹ 3328 Lakhs still under examination (demand not considered).

(v) Rajasthan Avas Vikas & Infrastructure Ltd. (RAVIL) had submitted a Utilization Certificate for ₹ 170.47 lakh towards renovation of lease premises of RAJSICO in financial year 2014-15, out of which the company had certified the work of ₹ 150.17 Lakh and balance 20.30 lakh was not accounted for due to non-verification of work.

(vi) The Income Tax Department has raised demand for ₹ 257.57 lakh for the A.Y. 2014-15, which was disputed in appeal and shown as contingent liability in F.Y. 2017-18, the Income Tax Tribunal vide its order dated 06.06.2019 have directed to delete the penalty and accordingly the appeal has been decided in the favour of the Company leading to Nil Liability in this account. The refund amount adjusted and the amount deposited by the company against the said demand, is shown as refundable in the Balance Sheet.

(vii) A Claim has been made by M/s Continental Engineering Corporation on account of prolongation cost / loss amounting to ₹ 10152.04 lakh of Phase 1B project, which has not been accepted by the Company. Matter is subjugated.





(viii) Estimated additional cost of Rs. 2290.00 Lakh which may be occurred due to compensation of Land under "Land Acquisition, Rehabilitation and Resettlement Act, 2013".

**40.2** Though due care has been taken to comply with the provision of GST, however, looking to the regular changes being made in GST Law and rules and complexities involved in compliances, error / omission cannot be overruled. The GST Liability and payment are subject to GST Audit and any difference to impact the Financial Statement will be made as it is reported / come to the notice of the Company.

### 40.3 Commitments

Estimated amount of contracts remaining to be executed on capital account (property, plant & equipment) and not provided for is are as under:

| Name of Parties   | Name of Work  | Value of Work order (Equivalent INR) | Commitment due as at |                 |                 |                |
|---|---|--------------------------------------|----------------------|-----------------|-----------------|----------------|
|   |   |                                      | 31st March 2019      | 31st March 2018 | 31st March 2017 | 1st April 2016 |
| M/s Delhi Metro Rail Corporation Ltd.                                       | Design & construction of Phase 1A                             | 190,115.00                           | 17,702.91            | 18,284.91       | 18,898.91       | 18,898.91      |
|   | General Consultancy for Phase - 1B                            | 4,937.00                             | 1,076.92             | 217.62          | 765.20          | 1,367.80       |
| M/s Continental Engineering Corporation, Taiwan (Including variation claim) | Design & construction of tunnel from Chandpole to Badi Chopar | 61,858.04                            | 6,527.52             | 15,692.35       | 24,664.68       | 30,252.02      |
| M/s Abha Narain Lambah Associates   | Heritage Consultancy of Phase 1B                              | 165.00                               | 27.10                | 75.68           | 81.15           | 87.18          |
| M/s Mott Macdonald (P) Ltd.   | Facility Access Audit of Phase 1B                             | 44.41                                | 3.91                 | 3.91            | 3.91            | 3.91           |
| M/s Egis Rail   | Consultancy for Revision of DPR of Phase II                   | -                                    | -                    | 523.65          | 626.50          | 626.50         |

₹ Lakhs





|   |   |           |          |           |           |           |
|---|---|-----------|----------|-----------|-----------|-----------|
| M/s Texmaco Rail & Engineering Limited                | Supply Installation, Testing and commissioning of Blast Lest Track of Standard Gauge from Chandpole to Badi Chaupar | 3,000.00  | 456.15   | 2,850.00  | 3,000.00  | 3,000.00  |
| M/s ETA Engineering Pvt. Ltd., Noida                  | SITC of ECS, TVS, E&M and BMS for CC & BC, EW corridor of Jaipur Metro Phase 1B                                     | 11,011.16 | 5,156.05 | 11,111.10 | 11,111.10 | 11,111.10 |
| M/s Johnson Lift Pvt. Ltd.-SJEC Corporation           | Supply Installation, Testing and commissioning of Elevators of Phase 1B   | 1,437.73  | 1,284.96 | 1,437.73  | 1,437.73  | 1,437.73  |
| M/s ALSTOM Transport India Ltd. & ALSTOM Transport SA | SITC 25KV AC Traction (Rigid OHE)33KV ASS Associated Cabling & SCADA system for UG corridor JMRC Phase 1B           | 3,377.89  | 825.62   | 3,321.99  | 3,321.99  | 3,321.99  |

#### 41. Disclosure as per Ind AS-107 'Financial Instruments'

##### Financial Risk Management

The Company's principal financial liabilities comprises of borrowings, security deposit and other payables. The main purpose of these financial liabilities is to finance the capital expenditure and Company's operations. The Company's principal financial assets include trade & other receivables, loan given, cash & cash Equivalent and deposits.

**Company is exposed to following risk from the use of its financial instrument:**

1. Credit Risk
2. Liquidity Risk
3. Market Risk



## 1. 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 resulting in a financial loss to the Company. Credit risk arises principally from trade receivables, loans & advances, cash & cash equivalents and deposits with banks and financial institutions.

### i) Trade Receivable

These Trade Receivable have served the Company well over the years. The Company has not experienced any significant impairment losses in respect of trade receivables in the past year since there is no concentration of credit risk.

### ii) Cash & Cash Equivalents

The Company held cash and cash equivalents of ₹ 3554.79 Lakhs (31st March 2018 - ₹ 1780.46 Lakhs)

### iii) Deposits with banks and financial institutions

The Company held deposits with banks and financial institutions of ₹ 197.36 Lakhs (31st March 2018 - ₹ 1.45 Lakhs), In order to manage the risk, Company places deposits with only high rated banks/institutions.

### (i) Exposure to credit risk

|  | ₹ Lakhs                     |                             |
|--|-----------------------------|-----------------------------|
| Particulars  | As at<br>31st March<br>2019 | As at<br>31st March<br>2018 |
| <b>Financial assets for which loss allowance is measured using 12 month Expected Credit Loss (ECL)</b> |                             |                             |
| Non-current Loans  | 267.94                      | 189.43                      |
| Cash & Cash Equivalent   | 3,554.79                    | 1,780.46                    |
| Bank balances other than cash and cash equivalents   | -                           | 1.45                        |
| Current Loans  | 17.11                       | 9.88                        |
| Other Current Financial Assets   | 9,259.32                    | 8,784.03                    |
| <b>Financial assets for which loss allowance is measured using Lifetime Expected Credit Loss (ECL)</b> |                             |                             |
| Trade Receivables  | 463.14                      | 46.03                       |
| <b>Total</b>   | <b>13,562.30</b>            | <b>10,811.29</b>            |



## (ii) Provision for Expected Credit or Loss

### (a) Financial assets for which loss allowance is measured using 12 month expected credit losses.

The Company has assets where the counter-parties have sufficient capacity to meet the obligations and where the risk of default is very low. Accordingly, no loss allowance for impairment has been recognized.

### (b) Financial assets for which loss allowance is measured using life time expected credit losses

The Company provides loss allowance on trade receivables using life time expected credit loss and as per simplified approach.

## (iii) Ageing of trade receivables

The Ageing of trade receivables is as below:

| ₹ Lakhs                                     |                    |               |                |           |               |
|---|--------------------|---------------|----------------|-----------|---------------|
| Ageing                                      | Less than 3 months | 3 to 6 months | 6 to 12 months | 1-5 years | Total         |
| Gross Carrying amount as on 31st March 2019 | 463.14             | -             | -              | -         | <b>463.14</b> |
| Impairment loss recognized on above         | -                  | -             | -              | -         |               |
| Gross Carrying amount as on 31st March 2018 | 46.03              | -             | -              | -         | <b>46.03</b>  |
| Impairment loss recognized on above         | -                  | -             | -              | -         | -             |

## 2. Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

### (i) Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

| ₹ Lakhs                         |                       |                       |
|---------------------------------|-----------------------|-----------------------|
| Particulars                     | As at 31st March 2019 | As at 31st March 2018 |
| <b>Floating Rate Borrowings</b> |                       |                       |
| Term Loan                       | 41,396.01             | 59,394.94             |



## (ii) Maturities of Financial Liabilities

The following are the contractual maturities of non-derivative undiscounted financial liabilities, based on contractual cash flows :

₹ Lakhs

| Particulars                        | On Demand       | 3 Month or Less | 3-12 Months   | 1-5 years        | More than 5 years | Total             |
|------------------------------------|-----------------|-----------------|---------------|------------------|-------------------|-------------------|
| <b>Year ended March 31st, 2019</b> |                 |                 |               |                  |                   |                   |
| Financial liabilities              | 2,957.31        | 4,989.01        | 907.33        | 11,339.47        | 86,170.02         | 106,363.15        |
| <b>Total</b>                       | <b>2,957.31</b> | <b>4,989.01</b> | <b>907.33</b> | <b>11,339.47</b> | <b>86,170.02</b>  | <b>106,363.15</b> |
| <b>Year ended March 31st, 2018</b> |                 |                 |               |                  |                   |                   |
| Financial liabilities              | 2,339.86        | 2,272.56        | 88.67         | 9,001.64         | 67,604.31         | 81,307.04         |
| <b>Total</b>                       | <b>2,339.86</b> | <b>2,272.56</b> | <b>88.67</b>  | <b>9,001.64</b>  | <b>67,604.31</b>  | <b>81,307.04</b>  |

## 3. Market Risk

Market risk is the risk that changes in market prices, such as interest rates can affect the Company's income. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

## Capital Management

For the purpose of Company's Capital Management, Capital includes issued equity share capital and Borrowings. The primary object of Company's Capital Management is to maintain an appropriate capital structure of debt and equity. The company manages it's capital structure and makes adjustments in the light of changes in economic environment and the requirements of financial covenants.

The company manages it's capital using Debt to Equity Ratio which is Net Debt/Total Equity

₹ Lakhs

| Particulars  | As At 31st March, 2019 | As At 31st March, 2018 |
|--|------------------------|------------------------|
| <b>Borrowings (Undiscounted) :</b>   |                        |                        |
| 10% Interest Loan from Govt of Rajasthan   | 26,596.46              | 26,596.46              |
| Loan from Govt of Rajasthan (Asian Development Bank)   | 55,503.99              | 37,505.06              |
| Interest free Unsecured Subordinate Debt from Govt of Rajasthan  | -                      | -                      |
| Interest free Unsecured Subordinate Debt from Raj. Housing Board   | -                      | -                      |
| Interest free Unsecured Subordinate Debt from Rajasthan State Industrial Development & Investment Corporation Ltd. | -                      | -                      |



|  |                   |                   |
|--|-------------------|-------------------|
| Interest free Loan from Govt of Rajasthan<br>(Through RTIDF)                     | -                 | -                 |
| Recoverable Interest Free amount(Under the<br>Grant Head) from Govt of Rajasthan | -                 | -                 |
| Interest Free Loan from GOR Against ADB Loan                                     | 2,500.00          | 2,500.00          |
| Interest Free Loan from GOR Against Art Gallery                                  | 569.57            | -                 |
| Interest Free Loan from GOR for Phase II   | 1,000.00          | 1,000.00          |
| <b>Total Borrowings</b>  | <b>86,170.02</b>  | <b>67,601.52</b>  |
| <b>Net Debt</b>  | <b>86,170.02</b>  | <b>67,601.52</b>  |
| <b>Total Equity</b>  | <b>134,050.93</b> | <b>145,917.00</b> |
| <b>Net Debt to Equity Ratio</b>  | <b>0.64</b>       | <b>0.46</b>       |

#### 42. Disclosure as per Ind AS 108 'Operating segments'

The company has only one operating business segment, which is running and maintenance of Metro Rail facility in Jaipur and operates on a single business segment based on the nature of services, the risk and the returns, the organization structure and the internal financial reporting system. Accordingly, the amount appearing in the financial statements relate to the company's single business segment.



**43. Disclosure as per Ind AS 113 Fair Value Measurement  
Financial instruments by category**

₹ Lakhs

| Particulars                      | As At 31-03-2019                 |   |                  | As At 31-03-2018                 |   |                  |
|----------------------------------|----------------------------------|---|------------------|----------------------------------|---|------------------|
|                                  | Fair Value through Profit & Loss | Fair Value through Other comprehensive income | Amortized cost   | Fair Value through Profit & Loss | Fair Value through Other comprehensive income | Amortized cost   |
| <b>Financial Assets:</b>         |                                  |   |                  |                                  |   |                  |
| Loans                            | -                                | -   | 285.04           | -                                | -   | 199.31           |
| Trade Receivables                | -                                | -   | 463.14           | -                                | -   | 46.03            |
| Cash and Cash Equivalents        | -                                | -   | 3,554.79         | -                                | -   | 1,780.46         |
| Other Bank Balances              | -                                | -   | 197.36           | -                                | -   | 1.45             |
| Other financial assets           | -                                | -   | 9,259.32         | -                                | -   | 8,784.03         |
| <b>Total Financial Assets</b>    | -                                | -   | <b>13,759.65</b> | -                                | -   | <b>10,811.29</b> |
| <b>Financial Liability:</b>      |                                  |   |                  |                                  |   |                  |
| Borrowings                       | -                                | -   | -                | -                                | -   | -                |
| Other Financial Liabilities      | -                                | -   | 59,279.61        | -                                | -   | 50,530.91        |
|                                  | -                                | -   | 19,899.87        | -                                | -   | 13,694.36        |
| <b>Total Financial Liability</b> | -                                | -   | <b>79,179.48</b> | -                                | -   | <b>64,225.27</b> |



#### 44. Disclosure as per Ind AS 115 "Revenue from Contract with Customers"

##### I. Nature of goods and services

The revenue of the company comprises of Traffic and Non Traffic Earnings.

##### (a) Revenue from Traffic Earnings:

The major revenue of the Company comes from the sale of tokens and smart cards. These tokens and smart cards are sold to the general public who travel as per the route covered by metro. The tokens and smart cards are sold for cash as and when the passenger embarks for the journey. The tokens are valid for a particular journey whereas the smart cards are purchased by the public for travelling numerous journeys until the money value of the card gets exhausted.

Below are the details of nature, timing of satisfaction of performance obligations and significant payment terms under contracts for traffic earnings.

| Product/Service                           | Nature, timing of satisfaction of performance obligations and significant payment terms under contracts for traffic earnings.  |
|---|--|
| Traffic Earnings from sale of tokens      | The Company recognizes revenue from customers for traffic earnings from sale of smart cards over time as the customer simultaneously receive and consume benefits provided by the company. The rate of token for computing income from traffic earnings is determined in terms of Fair Fixation Committee. |
| Traffic Earnings from sale of smart cards | The Company recognizes revenue from customers for traffic earnings from sale of token at point of time. The rate of token for computing income from traffic earnings is determined in terms of Fair Fixation Committee.  |

##### (b) Revenue from Non-Traffic Earnings:

##### (i) License Fees from Feeder Service

The Company provides licenses to run E-Rickshaw near metro stations to enable passenger to travel to and fro from Metro Stations.

Below are the details of nature, timing of satisfaction of performance obligations and significant payment terms under contracts for License Fees

| Product/Service                                    | Nature, timing of satisfaction of performance obligations and significant payment terms under contracts for traffic earnings.  |
|--|--|
| License Fees from Feeder Service and Film Shooting | The Company recognises revenue from contracts from Feeder Service and film shooting over time as the customer simultaneously receive and consume the benefits provided by the company. The tariff for computing revenue from License fees is determined in terms of agreement. The amount of revenue recognised is adjusted for variable consideration, wherever applicable, which are estimated based on the historical data available with the Company. The amounts are billed on a quarterly basis and are payable within contractually agreed credit period. |



## Timing of Satisfaction of performance obligation

The Company satisfies the performance obligation over the period of time and point of time.

₹ Lakhs

| Particulars                        | Traffic Earnings from Sale of Token |             | Traffic Earnings from Sale of Smart Cards |             | License Fees from Feeder Services and Film Shooting |             |
|------------------------------------|-------------------------------------|-------------|---|-------------|---|-------------|
|                                    | 31-Mar-19                           | 31-03-2018* | 31-Mar-19                                 | 31-03-2018* | 31-Mar-19   | 31-03-2018* |
| Services transferred over time     | -                                   | -           | 95.12                                     | 93.45       | 3.45  | 2.04        |
| Services transferred point of time | 767.20                              | 691.77      | -   | -           | -   | -           |

\* The Company has applied Ind AS 115 using the cumulative effect method. Under this method, the comparative information is not restated.

## Trade Receivables and Contract Balances

The Company classifies right to consideration in exchange for deliverables as a Receivable. A receivable is a right to consideration that is unconditional upon passage of time.

The contract liabilities primarily relate to the advance consideration received from the customers who are referred as 'advances from customers'.

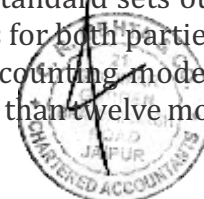
₹ Lakhs

|  |                |
|--|----------------|
| <b>Receivables</b>                                       | <b>2018-19</b> |
| Opening Balance at beginning of the year                 | 46.03          |
| Closing Balance at the year end                          | 463.14         |
| <b>Contract Liabilities</b>                              | <b>2018-19</b> |
| <b>For Traffic Earnings</b>                              |                |
| Opening Balance at beginning of the year                 | 62.25          |
| Advance received during the year                         | 109.31         |
| Revenue recognized during the year of contract liability | 95.15          |
| <b>Closing Balance at the year end</b>                   | <b>76.41</b>   |
| <b>For Non-Traffic Earnings</b>                          |                |
| Opening Balance at beginning of the year                 | 0.70           |
| Advance received during the year                         | 0.43           |
| Revenue recognized during the year of contract liability | -              |
| <b>Closing Balance at the year end</b>                   | <b>1.13</b>    |

## 45. Recent Accounting Pronouncements

### (a) Ind AS 116 Leases

On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months,



unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17. The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The standard permits two possible methods of transition:

- Full retrospective – Retrospectively to each prior period presented applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- Modified retrospective – Retrospectively, with the cumulative effect of initially applying the Standard recognized at the date of initial application.

Under modified retrospective approach, the lessee records the lease liability as the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset either as:

- Its carrying amount as if the standard had been applied since the commencement date, but discounted at lessee's incremental borrowing rate at the date of initial application or
- An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application.

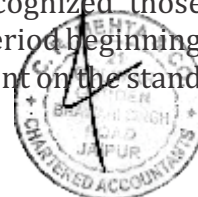
#### **(b) Ind AS 12 Appendix C, Uncertainty over Income Taxes Treatments**

On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates. The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

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

#### **(C) Amendments to Ind AS 12, Income Taxes**

On March 30, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognize the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognized those past transactions or events. Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company is currently evaluating the effect of this amendment on the standalone financial statements.



#### (d) Amendments to Ind AS 19, Employee Benefits- Plan Amendment, Curtailment or Settlement

On March 30, 2019, Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

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

Effective date for application of this amendment is annual period beginning on or after April 1, 2019.

#### 46. Information in respect of micro and small enterprises as at 31 March 2019 as required by Micro, Small and Medium Enterprises Development Act, 2006

There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days at the Balance Sheet date. This information as required to be disclosed under the Micro, Small & Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

47. Based on the nature of activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

48. Previous year's figures have been rearranged or regrouped wherever necessary to make them comparable with the current year.

**The accompanying notes 1 to 48 form integral part of these financial statements.**

**For and on behalf of the Board of Directors**

**In terms of our audit report of even date  
For C.R. Mehta & Co.  
Chartered Accountants  
FRN 000789C**

  
(Bhaskar Atramaram Sawant)  
Chairman  
DIN 06926384

  
(Subir Kumar)  
Managing Director  
DIN 03307805

  
(Gayatri A. Rathore)  
Director  
DIN 05196259

  
(Neelesh Sharma)  
Director Finance  
DIN 07933560

  
(Harshita Chhabra)  
Company Secretary  
M. No. F-8341

  
(Palak Bansal)  
Partner  
M.No. 429820



**Place : Jaipur  
Date : 18th September 2019**



संख्या/No. GSS-III/S-1/AA/JMRC/K-237/2018-19/D-3076

## भारतीय लेखापरीक्षा और लेखा विभाग

कार्यालय प्रधान महालेखाकार (सामान्य एवं सामाजिक क्षेत्र लेखापरीक्षा) राजस्थान  
जनपथ, जयपुर - 302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT  
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (GENERAL AND SOCIAL SECTOR AUDIT) RAJASTHAN  
Janpath, Jaipur- 302 005

दिनांक/Date. 28.11.2019

प्रबन्ध निदेशक,  
जयपुर मेट्रो रेल कार्पोरेशन लिमिटेड,  
प्रशासनिक भवन, मेट्रो डिपो, भृगु पथ,  
मानसरोवर, जयपुर - 302020

विषय: जयपुर मेट्रो रेल कार्पोरेशन लिमिटेड, जयपुर के 31 मार्च, 2019 को समाप्त होने  
वाले वर्ष के लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की  
टिप्पणी ।

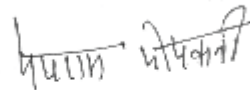
महोदय,

मुझे कम्पनी अधिनियम की धारा 143(6) के अंतर्गत कम्पनी को वार्षिक साधारण  
सभा में प्रस्तुत करने हेतु 31 मार्च 2019 को समाप्त वर्ष के लिए, जयपुर मेट्रो रेल कार्पोरेशन  
लिमिटेड, जयपुर के वित्तीय विवरणों पर कम्पनी अधिनियम की धारा 143(6)(b) के अधीन शून्य  
टिप्पणी प्रमाण-पत्र जारी करने का आदेश प्राप्त हुआ है ।

उपरोक्त अवधि के वित्तीय विवरणों एवं लेखापरीक्षकों की रिपोर्ट की सात प्रतियां जैसी  
कि साधारण सभा में रखी जावे तथा स्वीकृत की जावे, कृपया इस कार्यालय को शीघ्र भिजवाने  
का श्रम करें ।

संलग्न : उपरोक्तानुसार

भवदीय,



व. ठपमहालेखाकार

(सा. एवं सा. क्षेत्र. ले. प. - III)

टेलीफोन : 2385430-39, 2385131, 2385232  
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**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE  
FINANCIAL STATEMENTS OF JAIPUR METRO RAIL CORPORATION  
LIMITED, JAIPUR FOR THE YEAR ENDED 31 MARCH 2019.**

The preparation of financial statements of Jaipur Metro Rail Corporation Limited, Jaipur for the year ended 31 March 2019 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 Audit Report dated 18 September, 2019.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Jaipur Metro Rail Corporation Limited, Jaipur for the year ended 31 March 2019 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 Auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comments upon or supplement to statutory auditor's report under section 143(6)(b) of the Act.

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



**(R.G. Viswanathan)  
Pr. Accountant General (G & SSA)  
Rajasthan, Jaipur**

**Place:-Jaipur**

**Date:- 28.11.2019**



# WINNERS OF “EMPLOYEE OF THE MONTH” AWARD



Oct-18: Mr. Deepak Choudhary  
JE (Mechanical)



Nov-18: Mr. Anubhav Saxena  
Junior Accountant



Dec-18: Ms. Meena Kumari Soni  
SC/TO



Jan-19: Mr. Arvind Kumar Sharma  
Maintainer (R&AC)



Feb-19: Mr. Mukul Mishra  
CRA



Mar-19: Ms. Priyanka Parihar  
JE(Electronics)



Apr-19: Mr. Veerendra Pratap Singh Jadoun  
Maintainer (Electronics)



May-19: Mr. Madan Mohan Kaushal  
JE(Civil)



Jun-19: Ms. Yogita Tiwari  
SC/TO



Jul-19: Mr. Lalit Kumar  
JE(Electronics)



Aug-19: Mr. Anil Kumar Manawat  
CRA



Sep-19: Mr. Dipankar Gupta  
JE(Electrical)



Oct-19: Mr. Pramod Kumar Meena  
JE(Electrical)



**JAIPUR METRO**

# **JAIPUR METRO RAIL CORPORATION LIMITED**

(A Government of Rajasthan Undertaking)

**CIN : U60221RJ2010SGC030630**

— **Registered Office** —

Admin Building, Metro Depot, Bhriku Path,  
Mansarovar, Jaipur-302020

— **Contact** —

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