

**INDEPENDENT AUDITOR'S REPORT****To the Members of Sri Mukha Road Products & Civil Labs Private Limited****Report on Audit of the Financial Statements****Opinion**

We have audited the accompanying financial statements of **Sri Mukha Road Products & Civil Labs Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and Statement of Changes in Equity for the year then ended and notes to the financial statements, including a summary of the material accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and the Loss (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' Report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

When we read Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

**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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian

Accounting Standards (Ind AS) specified u/s 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,



Regd. Office: 19, Esplanade Mansions, 14 Government Place East, Kolkata 700069, West Bengal, India.

Lodha &amp; Co (Registration No. 301051E) a Partnership Firm was converted into Lodha &amp; Co LLP (Identification No. ACE-5752) a Limited Liability Partnership with effect from December 27, 2023

Kolkata, Mumbai, New Delhi, Chennai, Hyderabad

**For Sri Mukha Road Products & Civil Labs****Private Limited****Vikram Singh**  
Authorised Signatory**CERTIFIED TRUE COPY**



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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



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

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except that the backup of the books of account and subsidiary books and records maintained in electronic mode has not been maintained on servers located in India, on daily basis and for the matters stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended) ("the Rules").
  - c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Rules.
  - g) With respect to the adequacy of the internal financial controls over financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statement.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

The Company is a private limited company and accordingly the requirements as stipulated by the provisions of Section 197 read with Schedule V to the Act are not applicable to the Company. Hence no comment has been offered under section 197 of the Act.

- i) 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 does not have any pending litigations – Refer Note No. 28 of the financial statements;
  - ii. The Company has made provision, as required under the applicable law or Indian accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts; and
  - iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of the rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid dividend during the year, accordingly the provisions of section 123 of the Companies Act, 2013 are not applicable.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and that have operated throughout the financial year for all relevant transactions recorded in the software except that the feature of recording audit trail (edit log) facility was not enabled in the accounting software for the period from 1st April 2023 to 30<sup>th</sup> October 2023. Further, during the periods where audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting software, we did not come across any instance of the audit trail feature being tampered.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Lodha & Co LLP  
Chartered Accountants

Firm Registration No.: 301051E/E300284

N.K. Lodha  
(Partner)

Membership No. 085155

UDIN: 24085155BKPN6U6910

Place: New Delhi

Date: 7 June 2024



For Sri Mukha Road Products & Civil Labs

Vikram Singh  
Authorized Signatory

**CERTIFIED TRUE COPY**



**Annexure A to the Independent Auditors' Report to the members of Sri Mukha Road Products & Civil Labs Pvt. Ltd.**

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' section

**i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:**

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

(b) The Company has maintained proper records showing full particulars of intangible assets.

(c) The Company has regular programme of physical verification of its Property, Plant & Equipment by which all the fixed assets are physically verified by the management once in the period of three years, which, in our opinion, is reasonable having regard to the size of the company and the nature of its Property, Plant & Equipment. During the current year, the Company has carried out the physical verification of certain Property, Plant & Equipment. No material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the company and nature of its Property, Plant & Equipment.

(d) According to the information and explanations given to us and on the basis of our examination of the title deeds provided to us, we report that, the title deeds of the immovable properties, (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment and right to use assets, are held in the name of the Company as at the balance sheet date.

(e) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.

(f) According to the information and explanations given to us and records provided, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

**ii. (a) As per the physical verification program, the inventory were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such physical verification of inventories when compared with books of account.**

(b) According to the information and explanations given to us and as per the records verified, the Company has not been sanctioned any working capital limits in excess of Rs 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, based on the revised quarterly returns/ statements filed by the Company with such banks are in agreement with the books of account of the Company and no material discrepancies have been observed.

**iii. As per the records and the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security or made any investment or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties covered in the register maintained under section 189 of the companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b), (c), (d), (e) & (f) of the Order are not applicable.**

**iv. According to the information, explanations and representations provided by the management and based upon audit procedures performed, the company has not given any loans, guarantees or security or made any investment under the provisions of section 185 and 186 of the Companies Act, 2013.**



**For Sri Mukha Road Products & Civil Labs**

**Private Limited**  
*Vikram Singh*  
**Authorised Signatory**

**CERTIFIED TRUE COPY**



- v. According to the information and explanations given to us, the Company has not accepted any deposits or deemed deposits from the public within the meaning of sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Accordingly, the provisions of clause 3 (v) of the Order are not applicable to the Company. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.
- vi. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act in respect of the Company's products and services to which the said rules are made applicable and are of the opinion that prima facie, the prescribed records have been made and maintained. We have, however, not made a detailed examination of the said records with a view to determine whether they are accurate or complete.
- vii. (a) According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues with the appropriate authorities to the extent applicable.  
There were no undisputed statutory dues payable in respect of Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at 31st March 2024 for a period of more than six months from the date they become payable.
- (b) According to the records and information & explanations given to us, there are no undisputed dues which have remained unpaid as on March 31, 2024 on account of statutory dues referred to in sub-clause (a) above.
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company as at balance sheet date, no funds raised on short-term basis have been used for long term purposes of the Company. (refer note 44 of the financial statements)
- (e) The Company does not have any subsidiary or associate or joint venture during the year and hence, reporting under clause 3(ix)(e) and (f) of the Order are not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3 (x)(b) of the Order is not applicable to the Company (Read with note no. 11 of the financial statements).
- xi. (a) 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, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.

**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



(b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.

- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company and hence reporting under clause 3(xii) of the Order is not applicable.
- xiii. The company is a private limited company and accordingly the requirements as stipulated by the provision of Section 177 of the act is not applicable to the company. In our opinion and according to the information and explanation given to us, the company is in compliance with Section 188 of the Companies act 2013, where applicable, for all the transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. On the basis of records made available to us and according to information and explanations given to us, the company is not required to have an internal audit system as per the provisions of the Companies Act, 2013. Hence reporting under clause 3 (xiv) of the order is not applicable.
- xv. On the basis of records made available to us and according to information and explanations given to us, the Company has not entered into non-cash transactions with the directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 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 and hence reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable. As per the information and details provided, the Group does not have any Core investment Company (CIC), as defined in the regulations made by the Reserve Bank of India under Core Investment Companies (Reserve Bank) Directions, 2016, as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.
- xvii. The Company has incurred cash losses of Rs. 349.59 lakhs during the financial year covered by our audit and there were cash losses of Rs. 339.16 lakhs in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans (refer note no 44 of the financial statements) and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company and/ or certificate with respect to meeting financial obligations by the Company as and when they fall due. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx)(a) & (b) of the Order is not applicable for the year.



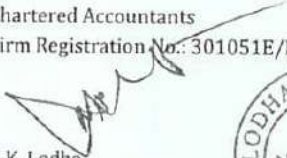
**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs

Private Limited  
*Vikram Singh*  
Authorised Signatory

- xxi. The Company does not have any subsidiary or associate and hence is not required to prepare the Consolidated Financial Statements and accordingly reporting under clause 3(xxi) of the Order is not applicable.

For Lodha & Co LLP  
Chartered Accountants  
Firm Registration No.: 301051E/E300284

  
N.K. Lodha  
(Partner)  
Membership No. 085155  
Place: New Delhi  
Date: 7 June 2024



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
  
Authorised Signatory



## Annexure B to the Independent Auditor's Report

**Report on the Internal Financial Controls with reference to financial statement under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 2(g) of 'Report on Other Legal and Regulatory Requirements' section**

We have audited the internal financial control with reference to financial statement of **Sri Mukha Road Products & Civil Labs Private Limited** ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial control with reference to financial statement based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial control and, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the financial statement was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statement and their operating effectiveness.

Our audit of internal financial controls with reference to financial statement included obtaining an understanding of internal financial controls with reference to financial statement, 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 of material misstatement of the financial statements, whether due to fraud or error.

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

### Meaning of Internal Financial Controls with reference to financial statement

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



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs

Private Limited

*Utkarsh Singh*  
Authorised Signatory

**Inherent Limitations of Internal Financial Controls with reference to financial statement**

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

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at March 31, 2024, based on "the internal control with reference to financial statement criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Lodha & Co LLP

Chartered Accountants

Firm Registration No.: 301051E/E300284

N.K. Lodha  
(Partner)

Membership No. 085155

Place: New Delhi

Date: 7 June 2024



For Sri Mukha Road Products & Civil Labs  
Private Limited

Vikram Singh  
Authorised Signatory

**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Balance Sheet as at 31 March 2024**  
(All amounts are in Rs. Lakhs, unless otherwise stated)

Particulars	Note No	As at 31 March 2024	As at 31 March 2023
<b>I. ASSETS</b>			
<b>A. Non-current assets</b>			
Property, Plant and Equipment			
Capital work in progress	2(a)	1,979.59	1,992.61
Right of use asset	2(a)	-	29.24
Goodwill	2(b)	140.56	154.75
Other intangible assets	3 (a)	640.97	640.97
Financial assets:	3 (b)	3.00	-
(i) Other financial assets			
Non-current tax assets (Net)	4	12.53	11.88
Deferred tax assets (Net)	5	2.01	8.40
Other non-current assets	6	216.38	95.72
Sub-total (A)	7	0.29	1.98
		<b>2,995.33</b>	<b>2,935.55</b>
<b>B. Current assets</b>			
Inventories			
Financial assets:	8	496.98	1,100.18
(i) Trade receivables	9	1,334.21	344.07
(ii) Cash and cash equivalents	10	689.84	94.97
(iii) Other financial assets	4	-	-
Current tax assets (Net)	5	13.66	16.73
Other current assets	7	121.10	236.09
Sub-total (B)		<b>2,655.79</b>	<b>1,792.04</b>
<b>Total Assets (A+B)</b>		<b>5,651.12</b>	<b>4,727.59</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>C. Equity</b>			
Equity share capital	11	2,135.39	702.27
Other equity	12	863.24	62.34
Sub-total (C)		<b>2,998.63</b>	<b>764.61</b>
<b>Liabilities</b>			
<b>D. Non-current liabilities</b>			
Financial liabilities			
(i) Borrowings	13	187.78	1,029.24
(ii) Lease liabilities	14	12.09	22.93
Provisions	18	3.36	2.47
Deferred tax liabilities (Net)	6	-	-
Sub-total (D)		<b>203.23</b>	<b>1,054.64</b>
<b>E. Current liabilities</b>			
Financial Liabilities			
(i) Borrowings	13	325.31	624.72
(ii) Lease liabilities	14	11.53	11.14
(iii) Trade payables	15	-	-
- Total outstanding dues of micro enterprises and small enterprises		1,982.08	2,093.04
- Total outstanding dues of creditors other than micro enterprises and small enterprises		96.97	158.81
(iv) Other financial liabilities	16	32.93	20.57
Other current liabilities	17	0.44	0.06
Provisions	18	-	-
Sub-total (E)		<b>2,449.26</b>	<b>2,908.34</b>
<b>Total equity and liabilities (C+D+E)</b>		<b>5,651.12</b>	<b>4,727.59</b>

See accompanying notes forming part of the financial statements

In terms of our report attached

For Lodha & Co LLP

Chartered Accountants

Firm Registration No. 301051E/E300284

N.K. Lodha

Partner

Membership No. 085125

Place: New Delhi

Date: 07/06/2024

For Sri Mukha Road Products & Civil Labs  
Private Limited  
Vikram Singh  
Authorised Signatory

For and on behalf of the Board of Directors of

Sri Mukha Road Products & Civil Labs Private Limited

Vikram Singh Aksh Bhardwaj

Director

Director

DIN: 06595417

DIN: 09368700

Place: Gurugram

Date: 07/06/2024

Place: Gurugram

Date: 07/06/2024

**CERTIFIED TRUE COPY**

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Statement of Profit and Loss for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

Particulars	Note	For the year ended 31 March 2024	For the year ended 31 March 2023
I. Revenue from operations			
II. Other income	19	8,355.62	8,618.41
III. Total Revenue	20	10.14	4.59
		<b>8,365.76</b>	<b>8,623.00</b>
IV. Expenses			
Cost of materials consumed	21	5,526.74	8,332.62
Purchases of stock-in-trade	21(a)	2,322.87	-
Changes in inventories of finished goods and work-in-progress	22	61.55	11.92
Employee benefits expense	23	57.01	49.77
Finance costs	24	411.26	225.54
Depreciation and amortisation expense	24(a)	132.65	87.25
Other expenses	25	335.92	342.31
Total expenses		<b>8,848.90</b>	<b>9,049.41</b>
V. Profit/(Loss) before tax (III-IV)		<b>(482.24)</b>	<b>(426.41)</b>
VI. Tax expense			
Current tax	26	-	-
Deferred tax charge/(credit)		(120.72)	(111.65)
Total tax expense		<b>(120.72)</b>	<b>(111.65)</b>
VII. Profit/(Loss) for the year (V-VI)		<b>(361.52)</b>	<b>(314.76)</b>
VIII. Other comprehensive income for the year			
(i) Re-measurement of defined benefit obligation		0.19	-
Tax relating to items that will not be reclassified to statement of profit & Loss Account		(0.05)	-
Other comprehensive income for the year		<b>0.14</b>	<b>-</b>
IX. Total comprehensive income for the year (VII+VIII)		<b>(361.38)</b>	<b>(314.76)</b>
X. Earnings per equity share of Rs. 100 each			
- Basic (in Rupees)	27	(50.08)	(70.86)
- Diluted (in Rupees)	27	(50.08)	(70.86)

See accompanying notes forming part of the financial statements

In terms of our report attached

For Lodha & Co LLP  
 Chartered Accountants  
 Firm Registration No. 301051E/000284

N.K. Lodha  
 Partner  
 Membership No. 085155

Place: New Delhi  
 Date: 07/06/2024



For and on behalf of the Board of Directors of  
 Sri Mukha Road Products & Civil Labs Private Limited

Vikram Singh  
 Director  
 DIN: 06595417

Aksh Bhardwaj  
 Director  
 DIN: 09368700

Place: Gurugram  
 Date: 07/06/2024

Place: Gurugram  
 Date: 07/06/2024



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
 Private Limited

Vikram Singh  
 Authorised Signatory



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Statement of Cash Flows for the year ended 31 March 2024**  
(All amounts are in Rs. Lakhs, unless otherwise stated)

	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>A. Cash flow from operating activities:</b>		
Profit/(loss) before tax	(482.24)	(426.41)
Adjustment for:		
Depreciation and amortisation expense	132.65	87.25
Finance cost	411.26	225.54
Liabilities Written Back	(4.81)	1.14
Loss on sale of property, plant and equipment	-	0.22
Provision for doubtful debts	6.74	-
Interest income	(0.50)	(0.74)
<b>Operating cash flow before working capital changes</b>	<b>63.10</b>	<b>(113.00)</b>
Adjustments for working capital changes:		
(Increase)/ Decrease in trade receivables	(996.88)	(278.32)
(Increase)/ Decrease in other financial assets	(0.65)	(0.50)
(Increase)/ Decrease in other assets	114.70	(121.29)
(Increase)/ Decrease in inventories	603.20	(118.30)
Increase/ (Decrease) in trade payables	(110.96)	1,155.72
Increase/ (Decrease) in other financial liabilities	(61.03)	40.61
Increase/ (Decrease) in other liabilities	12.36	18.72
Increase/ (Decrease) in provisions	1.46	2.53
<b>Cash generated from/(used in) operations</b>	<b>(374.70)</b>	<b>586.17</b>
Income-tax (paid)/received (net)	9.46	(11.02)
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>(365.24)</b>	<b>575.15</b>
<b>Cash flow from investing activities:</b>		
Capital expenditure on Property, Plant and Equipment	(77.21)	(495.32)
Proceeds from sale of property, plant and equipment's	-	0.30
Interest received	0.50	1.20
Consideration paid on business acquisition (refer note 36)	-	(1,475.00)
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(76.71)</b>	<b>(1,968.82)</b>
<b>Cash flow from financing activities:</b>		
Proceeds from non-current borrowings	41.00	959.51
Repayment of non-current borrowings	(1,071.87)	(231.37)
Proceeds from current borrowings	-	110.00
Repayment of current borrowings	(110.00)	-
Proceeds from issue of share capital (net of share issue expenses)	2,595.40	785.03
Payment of lease liabilities	(12.60)	(11.65)
Finance cost paid	(405.12)	(230.65)
<b>Net cash generated from/(used in) financing activities (C)</b>	<b>1,036.81</b>	<b>1,390.87</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>594.86</b>	<b>(2.80)</b>
Cash and cash equivalents at beginning of the year	94.97	97.77
<b>Cash and cash equivalents at end of the year (refer note 10)</b>	<b>689.83</b>	<b>94.97</b>

**Notes to Statement of Cash Flows:**

1. The cash flow statement has been prepared under the indirect method as set out in Ind AS 7 on Statement of Cash Flows.

**2. Change in liabilities arising from financing activities**

Particulars	Opening balance as at 1 April 2023	Cash flow (net)	Non Cash Changes	Closing balance as at 31 March 2024
Non-current borrowings (including current maturities)	1,543.96	(1,030.87)	-	513.09
Current borrowings	110.00	(110.00)	-	-
<b>Total</b>	<b>1,653.96</b>	<b>(1,140.87)</b>	<b>-</b>	<b>513.09</b>

Particulars	Opening balance as at 1 April 2022	Cash flow (net)	Non Cash Changes	Closing balance as at 31 March 2023
Non-current borrowings (including current maturities)	815.82	728.14	-	1,543.96
Current borrowings	60.33	110.00	(60.33)	110.00
<b>Total</b>	<b>876.15</b>	<b>838.14</b>	<b>(60.33)</b>	<b>1,653.96</b>

See accompanying notes forming part of the financial statements

In terms of our report attached

1-47

For Lodha & Co LLP  
Chartered Accountants  
Firm Registration No. 30105NE/E300264

N.K. Lodha  
Partner  
Membership No. 085155

Place: New Delhi  
Date: 07/06/2024



For and on behalf of the Board of Directors of  
Sri Mukha Road Products & Civil Labs Private Limited

Vikram Singh  
Director  
DIN: 06595417

Place: Gurugram  
Date: 07/06/2024

Aksh Bhardwaj  
Director  
DIN: 09368709

Place: Gurugram  
Date: 07/06/2024



For Sri Mukha Road Products & Civil Labs  
Private Limited

Authorised Signatory

**CERTIFIED TRUE COPY**

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Statement of changes in Equity for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**A. Equity share capital**

Particulars	No. of Shares	Amount
As at 1 April 2022		
Add: Issued during the year	260,000	260.00
As at 31 March 2023	442,270	442.27
Add: Issued during the year	702,270	702.27
As at 31 March 2024	1,433,121	1,433.12
<b>B. Other equity</b>	<b>2,135,391</b>	<b>2,135.39</b>

**For the year ended 31 March 2023**

Particulars	Reserves and Surplus		Items of other comprehensive income	Total other equity
	Securities premium	Retained earnings	Equity instrument through other comprehensive income	
As at 1 April 2022				
Profit for the year	-	34.34	-	34.34
Other comprehensive income for the year, net of tax	-	(314.76)	-	(314.76)
Issue of equity shares	342.76	-	-	-
As at 31 March 2023	342.76	(280.42)	-	342.76
Profit for the year	-	(361.52)	-	62.34
Other comprehensive income for the year	-	-	-	(361.52)
Issue of equity shares	1,175.16	-	0.14	0.14
Share Issue Expenses	(12.88)	-	-	1,175.16
As at 31 March 2024	1,505.04	(641.94)	0.14	(12.88)
				863.24

In terms of our report attached

For Lodha & Co LLP  
 Chartered Accountants

N.K. Lodha  
 Partner  
 Membership No. 085155

Place: New Delhi  
 Date: 07/06/2024



For and on behalf of the Board of Directors of  
 Sri Mukha Road Products & Civil Labs Private Limited

Vikram Singh  
 Director  
 DIN: 06595417

Place: Gurugram  
 Date: 07/06/2024



Aksh Bhardwaj  
 Director  
 DIN: 09368700

Place: Gurugram  
 Date: 07/06/2024

**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
 Private Limited

Vikram Singh  
 Authorised Signatory



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

**1.1 Corporate Information**

Sri Mukha Road Products & Civil Labs Private Limited (the 'Company') is a private limited company incorporated in India on 27 June 2016 under the provisions of the Companies Act applicable in India. The Company is engaged in the business of manufacturing and trading of bitumen emulsions, modified bitumen (PMB, CRMB), bitumen decanting or storage. The Company is having its registered office at Sy. No: 533/A/B, Perecherla Village, Medikondur Mandal, Guntur Andhra Pradesh - 522438.

These financial statements were approved for issue in accordance with a resolution of the directors on 7<sup>th</sup> June, 2024

**1.2 Material accounting policies**

**(a) Basis of Preparation and presentation of Financial Statements**

**Statement of Compliance**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

**Basis of Preparation**

The financial statements have been prepared on accrual and going concern basis under the historical cost convention except for certain class of financial assets/ liabilities and net liability for defined benefit plans that are measured at fair value. The accounting policies have been consistently applied by the Company unless otherwise stated.

**Functional and Presentation Currency**

The financial statements have been prepared and presented in Indian Rupees (Rs), which is also the Company's functional currency. All amounts in the financial statement and accompanying notes are presented in 'Lakhs' and have been rounded-off to two decimal places unless stated otherwise.

**Fair value measurement**

The Company measures financial instruments at fair value at each reporting date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

Certain accounting policies and disclosures of the Company require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values.

For financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



**CERTIFIED TRUE COPY**

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**  
(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

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

**(b) Use of estimates**

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of asset and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the period presented.

Estimates and underlying assumptions are continually evaluated and reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Critical accounting estimates and judgements**

Information about significant areas of estimation and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following areas:

- **Useful lives of intangible assets:** The Company amortizes intangible assets on a straight-line basis over estimated useful lives of the assets. The useful life is estimated 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 assets. The estimated useful life is reviewed at least annually.
- **Impairment and Expected credit losses on financial assets:** The impairment provisions of financial assets are based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's history of collections, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period. Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.
- **Impairment testing:** The recoverable amount of property, plant and equipment and intangible assets is based on estimates and assumptions regarding, in particular, the expected market outlook and future cash flows associated with the assets. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.
- **Property, Plant and Equipment:** Internal technical or user team assesses the remaining useful life of the Property, Plant and Equipment and Intangible assets. Management believes that assigned useful lives are reasonable.

**(c) Revenue recognition**

Revenue is recognized upon transfer of control of promised products or services to its customers in an amount that reflects the consideration we expect to receive in exchange for those products or services, when the Company acts as a principal.



For Sri Mukha Road Products & Civil Labs  
Private Limited  
Vikram  
Authorised Signatory



**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

The following specific recognition criteria must also be met before revenue is recognized:

**Sale of goods:**

Revenue from sale of goods is recognised upon delivery of the goods or when the material is shipped to the customer (as may be specified in the contract) and title have passed and when no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods and regarding its collection. The amount recognised as revenue is net of taxes, sales returns, and trade discounts.

**Rendering of services:**

Revenue from services rendered is recognised when the work is performed and as per the terms of the agreement.

**Other Income:**

**Interest Income on deposits**

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, using effective interest rate (EIR) method.

**(d) Inventories**

Inventories (including goods in transit) are valued at the lower of cost and net realizable value after providing for obsolescence and other losses, when considered necessary. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. Cost of inventory comprises all cost of purchase and other cost incurred in bringing the inventories to the present location and condition. In determining cost, FIFO (First in first out) method is used.

**(e) Property, Plant and Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

**Depreciation Methods, estimated useful lives and residual value**

Depreciation commences when the assets are ready for their intended use. Depreciation on property, plant and equipment have been provided on the straight-line basis as per the useful life which is higher than the useful life prescribed in Schedule II to the Companies Act, 2013. The life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.:

Type of Asset	Life (in years)
Building	30,40
Plant and machinery	10,15,20
Furniture and Fixtures	10
Vehicles	8,10
Office equipment	5,7
Computers	3



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



**CERTIFIED TRUE COPY**

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

The life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.:

Depreciation is provided on a pro-rata basis i.e., from the date on which asset is ready for use.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

**Capital Work in Progress**

Capital work-in-progress includes cost of Property, Plant and Equipment under installation/under development as at the Balance Sheet date. Advances paid towards the acquisition of Property, Plant and Equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of Property, Plant and Equipment not available for use before such date are disclosed under 'Capital work-in-progress'.

**(f) Intangible assets**

**Software**

Software acquired by the Company are measured at cost less accumulated amortization and accumulated impairment losses, if any. Cost includes any directly attributable expenses necessary to make the asset ready for use.

Amortization expense on intangible assets is provided on straight line method based on management's estimated useful life of 3 years. Amortization expense is charged on pro-rata basis for assets purchased / sold during the year. The appropriateness of amortization period and the amortization method is reviewed at each financial year end.

**Goodwill**

Goodwill on acquisitions of business is included in intangible assets. Goodwill is not amortized but it is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit the business combination in which the goodwill arose.

**(g) Leases**

**Where the Company is a lessee**

For the lease contracts where the Company is a lessee, it recognizes right-of-use asset and lease liability.

**Right-of-use assets:**

At the commencement of lease, right-of-use asset is recognized at cost. Cost comprises of initial measurement of lease liability, lease payments made before commencement date less lease incentives, initial direct costs incurred by the Company and estimate of any dismantling cost.

Right-of-use assets are amortized over the lease term.

The right-of-use assets are subsequently measured at cost less accumulated depreciation and any accumulated



For Sri Mukha Road Products & Civil Labs  
Private Limited

Vikram Singh  
Authorised Signatory



**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

impairment. Adjustment is made for any remeasurement of lease liability.  
**Lease liability:**

At the commencement of lease the Company measures the lease liability at the present value of lease payments not paid at commencement date. The lease payments are discounted using the Company's incremental borrowing rate.

Lease liabilities are subsequently increased by interest on the lease liability and reduced by the lease payments. It is adjusted to reflect any reassessment or lease modifications.

**Short term lease and low value leases:**

The Company does not recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low value assets. The Company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Company has taken Land on lease from Madhya Pradesh Development Corporation (MIDC) for 30 years.

**(h) Impairment of tangible and intangible assets**

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. An impairment loss is charged to the Statement of Profit and Loss in the year in which the asset is identified as impaired. When there is indication that an impairment loss recognized for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss.

**(i) Employee Benefits**

**a. Short term employee benefits**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related services are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

**b. Other long-term employee benefits**

These liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related services. They are therefore measured as the present value of expected future payments to be made in respect of services provided by the employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating the terms of the related obligations. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer the settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

**c. Post-employment employee benefits**

The Company operates the following post-employment schemes:

**1. Defined contribution plans**



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



**CERTIFIED TRUE COPY**

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**  
(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

The Company's contribution to provident fund are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made at the determined rate as and when services are rendered by the employees. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

**2. Defined benefit plans**

The Company's Gratuity plan is a defined benefit plan. The present value of the obligation under defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows using a discount rate based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the defined benefit obligations at the Balance Sheet date.

Remeasurement, comprising actuarial gains and losses is recognised in other comprehensive income and is reflected in retained earnings and the same is not eligible to be reclassified to profit or loss.

Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognised in the Statement of Profit and Loss as employee benefit expenses. Interest cost implicit in defined benefit employee cost is recognised in the Statement of Profit and Loss under finance cost. Gains or losses on settlement of any defined benefit plan are recognised when the settlement occurs. Past service cost is recognised as expense at the earlier of the plan amendment or curtailment and when the Company recognizes related restructuring costs or termination benefits.

**(j) 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.

**Initial recognition:**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs

directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

**Subsequent measurement:**

**(a) Financial assets carried at amortized cost:** A financial asset is subsequently measured at amortized cost if the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(b) Financial assets carried at fair value through other comprehensive income (FVTOCI):** A financial asset is subsequently measured at fair value through other comprehensive income if the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(c) Financial assets carried at fair value through profit or loss (FVTPL):** All other financial assets are subsequently measured at fair value.

**(d) Financial liabilities at amortized cost:** Financial liabilities includes interest bearing loans and borrowings



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

which are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**Derecognition of financial assets:** The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party or the transfer qualified for derecognition under Ind AS 109.

**Derecognition of financial liabilities:** The Company derecognizes a financial liability when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

**Impairment of financial assets:** The Company recognizes loss allowances using the Expected Credit Loss (ECL) for the financial assets which are not measured at fair value through profit or loss. In relation to loss allowance for financial assets (excluding trade receivables), ECL's are measured at an amount equal to 12-month ECL, unless there has been significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 115, the Group always measures the loss allowance at an amount equal to lifetime ECL.

**(k) Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Equity shares that will be issued upon the conversion of a mandatorily convertible instrument are included in the calculation of basic earnings per share.

For calculating diluted earnings per share, the net profit attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effect of all dilutive potential equity shares.

**(l) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**(m) Cash Flow Statement**

Cash Flows are reported using indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals, and accruals of past or future operating cash receipts and payments and item of income and expenses associated with investing or financing cash flows. The cash flows from operating, investing, and financing activities of the company are segregated.

**(n) Taxation**

Income tax expense represents the sum of current tax and deferred tax.

**Current tax:** The current tax expense or credit for the year is the tax payable on the current period taxable income based on the applicable enacted income tax rate in accordance with the Income Tax Act, 1961 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, items that are never



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory



**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

taxable / deductible and unused tax losses / tax credits.

Current tax assets and tax liabilities are offset where the entity has a legal enforceable right to offset and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

**Deferred tax:** Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their corresponding carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction (other than in a business combination) that effects neither accounting profit nor taxable profit. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted at the balance sheet date and are expected to apply when the related deferred income tax asset is realised, or the deferred tax liability is settled. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Current and deferred tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in Other Comprehensive Income (OCI) or directly in Equity, in which case, the tax is also recognised in OCI or Equity respectively.

**(o) Provisions and Contingent Liabilities**

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligations at the balance sheet date and are not discounted to its present value. These are reviewed at each Balance Sheet date and adjusted to reflect the best current estimate.

*Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligations or a reliable estimate of the amount cannot be made.*

**(p) Business Combination**

Business combinations (other than those under common control) are accounted for using the acquisition method under Ind AS 103. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value. Acquisition-related costs are expensed as incurred. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values.

However, the following assets and liabilities acquired in a business combination are measured at the basis indicated below:

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. The consideration transferred by the acquirer is recognized at fair value at the acquisition date.



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Authorised Signatory*

**CERTIFIED TRUE COPY**



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED**  
**Notes to the financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees Lakhs, unless otherwise stated)

Deferred consideration is classified as a liability under Ind AS 109 and is measured at amortized cost.

**(q) Operating Cycle/ Current and Non-Current Classification**

Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current/non-current classification of assets and liabilities.

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 realised or intended to be sold or consumed in normal operating cycle.
  - It is held primarily for the purpose of trading
  - Expected to be realised within twelve months after the reporting period, or
  - Cash or Cash Equivalent.
- 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 the settlement of the liability for at least twelve months after the reporting period.

- The Company classifies all other liabilities as noncurrent. Deferred tax assets and liabilities are classified as non-current assets and liabilities.



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory

**CERTIFIED TRUE COPY**

Note No. 2(a) - Property, Plant and Equipment

Description of Assets	Freehold Land	Building	Plant and equipments	Furniture and Fixtures	Vehicles	Office equipment	Computers	Total	Capital work in progress (CWIP)
<b>I. Gross carrying amount</b>									
Balance as at 1 April 2022	91.68	152.16	716.50	7.14	12.18	1.84	0.42	981.92	-
Additions	-	128.54	137.05	2.27	170.41	2.58	3.06	453.91	29.24
Additions on account of business acquisition (refer note no. 35)	-	210.65	506.39	-	-	-	-	717.04	-
Deletions/Transfers	-	-	-	-	0.69	-	-	0.69	-
Balance as at 31 March 2023	91.68	501.35	1,359.94	9.41	181.90	4.42	3.48	2,152.18	29.24
Additions	-	42.11	59.24	-	4.99	-	-	105.43	57.04
Additions on account of business acquisition (refer note no. 35)	-	-	-	-	-	-	-	-	-
Deletions/Transfers	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2024	91.68	543.46	1,418.28	9.41	186.88	4.42	3.48	2,257.61	86.28
<b>II. Accumulated depreciation and amortisation</b>									
Balance as at 1 April 2022	-	7.30	71.23	1.96	2.88	0.28	0.11	84.76	-
Depreciation expense for the year	-	12.41	58.86	1.07	1.53	0.60	0.51	74.98	-
Eliminated on disposal of assets	-	-	-	-	0.17	-	-	0.17	-
Balance as at 31 March 2023	-	20.11	130.09	3.03	4.24	1.48	0.62	159.57	-
Depreciation expense for the year	-	15.81	77.09	1.20	22.21	1.17	0.97	118.45	-
Eliminated on disposal of assets	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2024	-	35.92	207.18	4.23	26.45	2.65	1.59	278.62	-
<b>III. Net carrying amount (I-II)</b>									
As at 31 March 2024	91.68	507.54	1,211.10	5.18	160.43	1.77	1.89	1,979.59	-
As at 31 March 2023	91.68	481.24	1,229.85	6.38	177.66	2.94	2.86	1,992.61	29.24
As at 1 April 2022	91.68	144.46	645.27	5.18	9.30	0.98	0.31	897.16	-

Notes:

- Refer note 13 for information on Property, Plant and Equipment pledged as security by the company.
- Refer note 28 for disclosures of contractual commitments for the acquisition of Property, Plant and Equipment.
- Title deeds of all the immovable properties comprising of land and building which are freehold, are held in the name of the Company.
- Capital work in progress (CWIP) ageing schedule -

i) As at 31 March 2024

Particulars	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

ii) As at 31 March 2023

Particulars	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in progress	29.24	-	-	-	29.24
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	29.24	-	-	-	29.24



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
Authorised Signatory





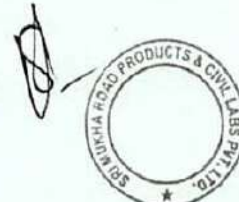
**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 2(b) - Right of use asset**

Description of Assets	Leasehold Land	Total
<b>I. Gross carrying amount</b>		
Balance as at 1 April 2022	50.14	50.14
Additions	11.40	11.40
Additions on account of business acquisition (refer note no. 36)	123.92	123.92
Deletions	-	-
<b>Balance as at 31 March 2023</b>	<b>185.46</b>	<b>185.46</b>
Additions	-	-
Additions on account of business acquisition (refer note no. 36)	-	-
Deletions	-	-
<b>Balance as at 31 March 2024</b>	<b>185.46</b>	<b>185.46</b>
<b>II. Accumulated amortization</b>		
Balance as at 1 April 2022	18.47	18.47
Amortization expense for the year	12.24	12.24
Eliminated on disposal of assets	-	-
<b>Balance as at 31 March 2023</b>	<b>30.71</b>	<b>30.71</b>
Amortization expense for the year	14.20	14.20
Eliminated on disposal of assets	-	-
<b>Balance as at 31 March 2024</b>	<b>44.91</b>	<b>44.91</b>
<b>III. Net carrying amount (I-II)</b>		
As at 31 March 2024	140.56	140.56
As at 31 March 2023	154.75	154.75
As at 1 April 2022	31.67	31.67

**Notes:**

1) Title deeds in respect of leasehold land and self-constructed buildings on leasehold land, the land lease agreement is in the name of the Company, where the Company is the lessee in the agreement.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
 Private Limited  
*Vikram Singh*  
 Authorised Signatory

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 3 (a) - Goodwill**

Description of Assets	Goodwill*	Total
<b>I. Gross carrying amount</b>		
Balance as at 1 April 2022	-	-
Additions	-	-
Additions on account of business acquisition (refer note no. 36)	640.97	640.97
Deletions	-	-
Balance as at 31 March 2023	640.97	640.97
Additions	-	-
Additions on account of business acquisition (refer note no. 36)	-	-
Deletions	-	-
Balance as at 31 March 2024	640.97	640.97
<b>II. Accumulated amortisation</b>		
Balance as at 1 April 2022	-	-
Amortisation expense for the year	-	-
Deletions	-	-
Balance as at 31 March 2023	-	-
Amortisation expense for the year	-	-
Deletion	-	-
Balance as at 31 March 2024	-	-
<b>III. Net carrying amount (I-II)</b>		
As at 31 March 2024	640.97	640.97
As at 31 March 2023	640.97	-

An assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Goodwill is subject to review for impairment annually or more frequently if event or circumstances indicate that it is necessary. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflow from continuing use that are largely independent of the cash inflow from other assets or groups of assets is considered as a cash generating unit. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the company's cash generated units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiries are assigned to those units.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognising the impairment loss as an expense in the statement of profit and loss.

The impairment loss is allocated first to reduce the carrying amount of goodwill (if any) allocated to the cash generating unit and then to the other assets of unit, pro rata based on the carrying amount of each asset in the unit. Recoverable amount is higher of an asset or cash generating unit's value in use and its fair value less cost of disposal. Value in use is estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life discounted to their present value using a post tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal, recent market transactions are considered. If no such transaction can be identified, an appropriate value mode is used.

Assessment is done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior periods may no longer exist or may have decreased.

No impairment was identified during the period from 31 March 2024 to 31 March 2023 as management believes that based on fair assessment acquired business has equal value which can be carry forward.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
 Private Limited  
 Vikram Singh  
 Authorised Signatory





**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 3 (b) - Other Intangible assets**

Description of Assets	Software	Total
<b>I. Gross carrying amount</b>		
Balance as at 1 April 2022		
Additions	0.03	0.03
Deletions	-	-
Balance as at 31 March 2023	-	-
Additions	0.03	0.03
Additions on account of business acquisition (refer note no. 36)	3.00	3.00
Deletions	-	-
Balance as at 31 Mar 2024	3.03	3.03
<b>II. Accumulated amortisation</b>		
Balance as at 1 April 2022	-	-
Amortisation expense for the year	0.03	0.03
Deletions	-	-
Balance as at 31 March 2023	0.03	0.03
Amortisation expense for the year	0.00	0.00
Deletion	-	-
Balance as at 31 Mar 2024	0.03	0.03
<b>III. Net carrying amount (I-II)</b>		
As at 31 March 2024	3.00	3.00
As at 31 March 2023	-	-



**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
 Private Limited  
*Vikram Singh*  
 Authorised Signatory

**Note No. 4 Other financial assets**

Security Deposits:  
- Creditors  
- Government authorities  
- Rent  
Interest accrued but not due on fixed deposits  
Interest accrued on others  
Total

**Note No. 5 Tax assets (Net)**

**Note No. 8 Deferred tax assets**

### Tax effect of items constituting deferred tax liabilities

As at 31 Mar 2024	As at 31 March 2023
£165,660	£142,140
(2,490)	(1,230)
<u>£163,170</u>	<u>£140,910</u>

Security deposits measured at amortised cost  
Lease liabilities measured at amortised cost  
Provision for employee benefits  
MAT credit entitlement  
Brought forward losses  
Unabsorbed depreciation

Deferred tax assets/(liabilities) (m€)

The Company has recognized deferred tax assets on unabsorbed depreciation and brought forward tax losses. The Company has concluded that the deferred tax assets on unabsorbed depreciations and carried forward tax losses will be recoverable using the estimated future taxable income based on the business plans and budgets. The Company is expected to generate taxable income in near future. The unabsorbed depreciations and tax losses can be carried forward as per the local tax regulations and the Company expects to recover the same in that course.

## Balances with government authorities

2400

*Note No. 8 Inventories (at lower of cost and net realizable value)*

### Raw materials

Stores and spares  
Work-in-progress  
Finished goods  
Packing material  
**Total inventories**

(f) Of the above, goods in transit amounts to:

**Notes:**

1) Refer note 13 for information on inventory pledged as security by the company.

**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
Private Limited  
*Vikram Singh*  
Authorised Signatory





**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 11 Equity share capital**

**(a) Share capital**

Authorised  
 Equity Shares of Rs. 100/- each

As at 31 Mar 2024		As at 31 March 2023	
No. of Shares	Amount	No. of Shares	Amount
2,241,000	2,241.00	810,000	810.00
2,241,000	2,241.00	810,000	810.00

Issued, subscribed and fully paid-up equity shares  
 Equity Shares of Rs. 100/- each

As at 31 Mar 2024		As at 31 March 2023	
No. of Shares	Amount	No. of Shares	Amount
2,135,391	2,135.39	702,270	702.27
2,135,391	2,135.39	702,270	702.27

**(b) Reconciliation of shares outstanding at the beginning and at the end of the year**

**Equity Shares**

At the beginning of the year  
 Add: Issued during the year\*  
 At the end of the year

As at 31 Mar 2024		As at 31 March 2023	
No. of Shares	Amount	No. of Shares	Amount
202,270	702.27	260,000	260.00
1,413,121	1,413.12	442,270	442.27
2,135,391	2,135.39	702,270	702.27

\*During the year, the Company has issued (right issue) 1,413,121 nos. of shares of face value of Rs. 100 each at premium of Rs. 82 per share (Total Rs. 182 per share) on 27th March, 2024. The proceeds has been utilized for the purpose the issue was made.

**(c) Rights, preferences and restrictions attached to equity shares**

The Company has only one class of equity shares having a par value of Rs. 100 per share. Each holder of equity shares is entitled to one vote per share.

**(d) Details of shares held by ultimate holding company / holding company and / or their subsidiaries**

Holding Company  
 OMAT Business Private Limited (including nominee shareholders)

As at 31 Mar 2024		As at 31 March 2023	
No. of Shares	Amount	No. of Shares	Amount
2,135,391	2,135.39	702,270	702.27

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

**Equity Shares**

Name of Shareholder  
 OMAT Business Private Limited (including nominee shareholders)

As at 31 Mar 2024		As at 31 March 2023	
No. of shares	% holding	No. of shares	% holding
2,135,391	100.00%	702,270	100.00%

**(f) Change in promoters shareholding**

**Equity shares**

For the year ended 31 March 2024

**Promoter Name**

Equity shares of Rs. 100 each fully paid-up held by:  
 OMAT Business Private Limited (including nominee shareholders)

For the year ended 31 March 2023

At the end of the year		At the beginning of the year		% Change during the year
No. of Shares	% of total shares	No. of Shares	% of total shares	
2,135,391	100.00%	702,270	100.00%	-

**Promoter Name**

Equity shares of Rs. 100 each fully paid-up held by:  
 OMAT Business Private Limited (including nominee shareholders)

At the end of the year		At the beginning of the year		% Change during the year
No. of Shares	% of total shares	No. of Shares	% of total shares	
702,270	100.00%	260,000	100.00%	-

(g) Aggregate number of bonus shares, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

**Note No. 12 Other equity**

**(a) Securities Premium**

Opening Balance:  
 Add: Securities premium on issue of equity shares  
 Less: Share Issue Expenses  
 Closing Balance

As at 31 Mar 2024		As at 31 March 2023	
	342.76		
	1,175.16		152.76
	(12.86)		
	1,505.06		342.76

**(b) Surplus/(deficit) in Statement of Profit and Loss**

Opening balance:  
 Add: Profit/(loss) for the year  
 Add: Reversals/(reversals) of the post-employment defined benefit plans, net of tax  
 Closing balance

As at 31 Mar 2024		As at 31 March 2023	
	(200.42)		
	(304.38)		14.54
	(114.36)		
	(619.16)		(280.24)
	863.24		62.34

**Nature and purpose of reserves and surplus:**

(a) Securities premium: Securities premium account is used to record the premium on issue of shares and is utilised in accordance with the provisions of the Companies Act, 2013.  
 (b) Surplus/(Deficit) in Statement of Profit and Loss: Represents the amount of accumulated surplus/(deficit) earned till date.



**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
 Private Limited

*Vikram Singh*  
 Authorised Signatory



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 13 Borrowings**

	As at 31 Mar 2024		As at 31 March 2023	
	Current	Non Current	Current	Non Current
<b>Secured</b>				
Term loans from banks	-	202.34	-	244.21
Loans from related parties (refer note 35)	-	269.75	-	623.56
<b>Unsecured</b>				
Loans from related parties (refer note 35)	-	41.90	-	676.19
Loans repayable on demand	-	-	-	-
- Loan from related parties	-	-	110.00	-
- Loan from other parties	-	-	-	-
<b>Total secured and unsecured borrowings</b>	-	513.99	110.00	1,543.96
<b>Secured</b>				
Add / (Less): Current maturities of non current borrowings	315.29	(315.29)	393.76	(393.76)
<b>Unsecured</b>				
Add / (Less): Current maturities of non current borrowings	10.02	(10.02)	170.96	(170.96)
<b>Total</b>	<b>325.31</b>	<b>187.78</b>	<b>624.72</b>	<b>1,079.24</b>



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs

Private Limited  
*Vikram Singh*  
 Authorised Signatory

Note No. 13 Borrowings (continued)

A. Secured

Particulars	As at 31 March 2024	As at 31 March 2023	Rate of interest	Repayment terms	Security and other terms
ICICI Bank	20.34	244.21	8.40%	Repayable in monthly installments starting from March 2023 and ending on February 2028.	Hypothecation of the vehicles of this Company bought under loan.
Inter-Corporate deposits from Omax Business Private Limited	269.75	623.56	10.95% p.a.	Repayable in monthly installments starting from July 2022 and ending on December 2024.	First and exclusive charge on all existing and future current assets and fixed assets of the Company (including book debts, stock in trade, inventory, plant & machinery etc.) - Equitable mortgage on all immovable property owned by the borrower.
	472.09	867.77			

B. Unsecured

Inter-corporate deposits from OFB Tech Private Limited	41.00	676.19	10.00% p.a.	Repayable in monthly installments starting from November 2022 and ending on August 2027.	NA
	41.00	676.19			

C. Current maturity of long term borrowings:

Secured:		
ICICI Bank	45.43	41.88
Inter-Corporate deposits from Omax Business Private Limited	269.76	351.88
Unsecured:		
Inter-Corporate deposits from OFB Tech Private Limited	10.02	120.56
	325.31	514.72
	187.78	1,029.34

Current Borrowings

Cash credit facility from OFB Tech Private Limited	-	110.60	10.00% p.a.	Repayable on Demand	NA
	-	110.60			



For Sri Mukha Road Products & Civil Labs  
Private Limited  
Authorised Signatory

CERTIFIED TRUE COPY



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 14 Lease liabilities**

**Measured at Amortised Cost**

**Lease Liabilities**

**Total**

As at 31 Mar 2024		As at 31 March 2023	
Current	Non Current	Current	Non Current
11.53	12.09	11.14	22.63
11.53	12.09	11.14	22.63

**Note No. 15 Trade payables**

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

**Total**

As at 31 Mar 2024		As at 31 March 2023	
Current	Non Current	Current	Non Current
1,982.08	-	2,093.04	-
1,982.08	-	2,093.04	-

**Notes:**

- 1) Refer note 34 for disclosures as required under Micro, Small and Medium Enterprises Development Act, 2006.
- 2) Refer note 37 for exposure to currency and liquidity risks related to trade payables.
- 3) Trade payables ageing schedule:

**(i) As at 31 March 2024**

**Particulars**

- MSME
- Others
- Disputed dues - MSME
- Disputed dues - Others

**Total**

Outstanding for following period from due date of payment						
Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
-	1,918.09	63.77	0.21	-	-	1,982.08
-	1,918.09	63.77	0.21	-	-	1,982.08

**(ii) As at 31 March 2023**

**Particulars**

- MSME
- Others
- Disputed dues - MSME
- Disputed dues - Others

**Total**

Outstanding for following period from due date of payment						
Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
-	1,797.00	796.04	-	-	-	2,093.04
-	1,797.00	796.04	-	-	-	2,093.04

**Note No. 16 Other financial liabilities**

**Measured at Amortised Cost**

- Creditors for capital supplies/services  
 Interest accrued (refer note 35)  
 Expenses payable  
 Payable to employees  
 Other Liabilities (Refer Note No 45)

**Total**

As at 31 Mar 2024		As at 31 March 2023	
Current	Non Current	Current	Non Current
-	-	39.23	-
11.90	-	7.92	-
24.75	-	47.28	-
-	-	4.06	-
60.32	-	60.32	-
96.97	-	158.81	-

**Note No. 17 Other liabilities**

- Advance received from customers (refer note 30)  
 Statutory dues payable

**Total**

As at 31 Mar 2024		As at 31 March 2023	
Current	Non Current	Current	Non Current
13.98	-	2.58	-
18.95	-	17.00	-
32.93	-	20.58	-

**Note No. 18 Provisions**

**Provisions for employee benefits**

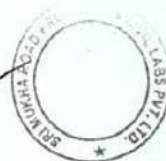
- Gratuity  
 Compensated absences

**Total**

As at 31 Mar 2024		As at 31 March 2023	
Current	Non Current	Current	Non Current
0.08	2.64	0.02	1.75
0.36	0.72	0.04	0.72
0.44	3.36	0.06	2.47



**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
 Private Limited  
 Vikram Singh  
 Authorised Signatory

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
Notes to financial statements for the year ended 31 March 2024  
(All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 19 Revenue from operations**

- (a) Revenue from sale of products  
(a) Manufactured Goods  
(b) Traded Goods  
(b) Revenue from sale of services  
- Job work  
(c) Other operating revenue  
Total

For the year ended 31 March 2024	For the year ended 31 March 2023
6,004.19	8,618.41
2,351.43	-
-	-
-	-
8,355.62	8,618.41

**Break-up of revenue from operations:**

**a) Disaggregation of revenue based on major products and services:**

- Sale of products and services  
- CRMB  
- Bitumen Emulsion  
- Bitumen and Bitumen Decanting  
- Others

159.29	111.08
222.03	543.76
7,215.13	7,753.13
759.17	210.44
8,355.62	8,618.41

**(c) Other operating revenue**  
Others

-	-
-	-

**II) Disaggregation of revenue based on major geographical location:**

- India  
Outside India

8,355.62	8,618.41
8,355.62	8,618.41

**b) Timing of revenue recognition:**

- Products transferred at a point in time  
Services transferred at a point in time/over time

-	-
-	-

**c) Reconciliation of the amount of revenue recognised in the Statement of Profit and Loss with the contracted price:**

Revenue as per contracted price

Less: Adjustments -

- Provision for sales return  
Sales return and discounts

8,368.23	8,664.61
-	-
12.61	46.20
8,355.62	8,618.41

**d) Performance obligations**

**Sale of products** - Revenue from sale of goods is recognised on transfer of goods for a price or all significant risks and rewards of ownership to the buyer which is generally on dispatch of goods from the company in accordance with the terms of sale except where such terms provide otherwise, whereas sales are recognised based on such terms. Gross sales are net of trade discounts and sales return, where applicable.

**Sale of services** - Revenue from rendering of services is recognised at a point in time/over time when benefits of the services is transferred to the customers. The amount of revenue recognised as per the terms of the contracts.

Refer note 30 for disclosure in respect of contract balances.

**Note No. 20 Other income**

- Bank deposits  
- Security deposit  
Interest on income tax refund  
Lab Testing Service  
Liabilities Written Back (refer note 45)  
Miscellaneous income  
Total

For the year ended 31 March 2024	For the year ended 31 March 2023
0.50	0.45
-	0.29
2.65	3.82
4.81	-
2.19	0.03
10.14	4.59

**Note No. 21 Cost of materials consumed**

**Raw materials consumed (Including Packing Materials)**

Opening Stock (Including Packing Materials)

Add: Purchases

Add: On account of acquisition of Business through slump purchase (Refer Note no. 36)

Less: Closing Stock (Including Packing Materials)

Total

For the year ended 31 March 2024	For the year ended 31 March 2023
989.55	837.22
4,987.57	8,464.96
-	19.99
(450.38)	(989.55)
5,526.74	8,332.62
4,438.20	7,835.40
549.37	649.55
4,987.57	8,484.95

**A) Break-up of major purchases:**

- Bitumen  
- Others



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited

Vikram Singh  
Authorised Signatory





**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 21(a) Purchase of stock-in-trade**

Purchase of Stock in Trade  
 Total

For the year ended 31 March 2024	For the year ended 31 March 2023
2,322.87	-
<b>2,322.87</b>	<b>-</b>

**Note No. 22 Changes in inventories of finished goods and work-in-progress**

**Inventories at the end of the year:**  
 Work-in-progress  
 Finished goods

**Inventories at the beginning of the year:**  
 Work-in-progress  
 Finished goods

**On account of acquisition of Business through stamp purchase (refer note 36)**  
 Work-in-progress  
 Finished goods

**Net decrease/(increase) for changes in inventories of finished goods and work in progress**

For the year ended 31 March 2024	For the year ended 31 March 2023
-	9.50
41.01	93.05
41.01	102.55
9.50	7.61
93.05	103.46
102.55	111.07
-	-
-	3.40
<b>61.55</b>	<b>11.92</b>

**Note No. 23 Employee benefits expense**

Salaries and wages, including bonus  
 Contribution to provident and other funds  
 Staff welfare expenses  
 Gratuity Expenses (refer note 33)  
 Total

For the year ended 31 March 2024	For the year ended 31 March 2023
49.02	42.87
4.19	3.55
2.66	1.58
1.14	1.77
<b>57.01</b>	<b>49.77</b>

**Note No. 24 Finance costs**

**Interest expense on financial liabilities carried at amortised cost:**  
 - Borrowings (excluding loans from related parties)  
 - Loans from related parties (refer note 35)  
 - Lease liabilities  
 Other Finance Cost  
 Total

For the year ended 31 March 2024	For the year ended 31 March 2023
18.74	4.72
390.29	217.25
2.16	3.13
0.06	0.44
<b>411.26</b>	<b>225.54</b>

**Note No. 24 (a) Depreciation**

Property, Plant & Equipment  
 Intangible Assets  
 Right-of-Use Assets\*  
 Total

For the year ended 31 March 2024	For the year ended 31 March 2023
118.45	74.98
0.00	0.03
14.20	12.24
<b>132.65</b>	<b>87.25</b>

\*Out of above, amount recovered from erstwhile shareholders is Rs. 5.65 lakhs in Previous Year

**Note No. 25 Other expenses**

Power and fuel  
 Consumption of stores and spares  
 Labour Charges  
 Freight Outward charges  
 Rates and taxes\*  
 Insurance expenses  
 Cartage expenses  
 Lab maintenance  
 Repairs and maintenance - Office  
 Repairs and maintenance - buildings  
 Repairs and maintenance - vehicles  
 Repairs and maintenance - others  
 Postage and courier expenses  
 Commission on sales  
 Marketing expenses  
 Travelling and conveyance expenses  
 Printing & stationery expenses  
 Bad debts Written off (refer note 37)  
 Transportation Charges  
 Provision for expected credit loss on trade receivables (refer note 37)  
 Motor Vehicle running and Maint Expenses  
 Auditors remuneration  
 - As statutory auditor  
 - As tax auditor  
 - For reimbursement of expenses  
 Legal and other professional costs  
 Bank charges  
 Loss on sale/disposal of property, plant and equipment  
 Security expenses  
 Miscellaneous expenses  
 Total

For the year ended 31 March 2024	For the year ended 31 March 2023
25.50	31.57
36.53	19.04
36.78	10.31
75.11	89.99
3.91	22.29
8.51	7.97
1.76	4.19
1.17	4.87
0.57	2.61
-	0.18
0.50	5.70
8.26	9.60
0.40	0.85
6.31	2.81
0.07	0.50
1.23	0.71
0.30	0.71
-	1.14
9.87	-
6.74	-
1.59	-
3.00	2.60
0.75	0.40
0.19	-
84.69	101.72
0.14	0.13
-	0.22
17.66	13.95
4.27	8.25
<b>336.92</b>	<b>342.31</b>

\*Including Nil (PY Rs 4.59 Lakhs) related to increase in authorised share capital.

**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs  
 Private Limited  
 Vikram Singh  
 Authorised Signatory

[illegible]

Note No. 25 ( contingent liabilities and commitments)

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
Net profit attributable to equity shareholders (Rs. in lakhs)	(161.53)	(184.70)
Dividend on equity shares at the beginning of the year	202.379	240.000
Transfer of equity shares to reserves as at the end of the year	721.843	663.759
Weighted average number of equity shares outstanding during the year for calculation of basic EPS	721.843	663.759
Weighted average number of equity shares outstanding during the year for calculation of diluted earnings per share	721.843	663.759
Dividend on equity shares (Rs.)	100.00	100.00
Basic earnings per equity share (Rs.)	100.00	100.00
Diluted earnings per equity share (Rs.)	100.00	100.00

Date	15 March 2021	15 March 2021	15 March 2021
	15 March 2021	15 March 2021	15 March 2021
Time	15 March 2021	15 March 2021	15 March 2021
Page No.	15 March 2021	15 March 2021	15 March 2021

any amount carried over from a previous year shall not be carried forward due to section 79 of Income tax Act

For the year 2022-23		Balance as at 1 April 2022		At 30/06/2022		Balance as at 31 March 2023	
The difference between book balance and tax balance	DTL	(112.95)	(129.19)				
	DTL						
	DTL	(3.79)	7.00				
	DTL						
	DTL	8.27	(9.17)				
	DTL						
	DTL						
	DTL	45.06	89.51				
	DTL	(0.57)	(0.50)				
	DTL						
Total		(11.93)	(11.65)				
Other comprehensive income							
Equity							
Balance as at							

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

[illegible]

cc: Professor T. A. M. M. M.

[illegible]

**DATE**

Particulars		For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Current tax	(b) Deferred tax charge (credit)	£0	£0
Total		(£12,721)	(£11,615)
(b) Representations		(£12,721)	(£11,615)

\_\_\_\_\_

CONFIDENTIAL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024  
SRI MEERVA ROAD PRODUCTS & CIVIL LABS PRIVATE LIMITED  
(All amounts are in Rs. Lakhs, unless otherwise stated)



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

**B. Movement in lease liabilities during the year ended 31 March 2024:**

Particulars	Amount
Balance as on 1 April 2022	35.67
Additions	6.91
Finance cost accrued during the year	3.17
Deletions	-
Payment of lease liabilities	(11.45)
Balance as on 31 March 2023	34.07
Additions	-
Finance cost accrued during the year	2.16
Deletions	-
Payment of lease liabilities	(12.40)
Balance as on 31 March 2024	23.83

**C. The following is the break-up of current and non-current lease liabilities:**

Particulars	As at 31 March 2024	As at 31 March 2023
Non-current lease liabilities	12.09	22.93
Current lease liabilities	11.73	11.14
Total	23.83	34.07

**D. The table below provides details regarding the contractual maturities of lease liabilities on an undiscounted basis:**

Particulars	As at 31 March 2024	As at 31 March 2023
Less than one year	11.53	11.14
One to five years	5.58	10.56
More than five years	6.72	6.37
Total	23.83	34.07

**E. Below is the amount recognised by the Company in the statement of cash flows:**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Total cash outflow for leases	12.09	31.65

There are no contract lease/lease less payments.

**v) The incremental borrowing rates as at each reporting date is as below:**

Particulars	As at 31 March 2024	As at 31 March 2023
Weighted average incremental borrowing rate	10%	10%

**Note No. 30 Contract balances**

Particulars	As at 31 March 2024	As at 31 March 2023
Trade receivables (current and non-current) (refer note 9)	1,340.95	1,441.07
Contract liabilities	-	-
- Advances received from customers (refer note 17)	13.96	2.58

Advances received from customers are on account of the upfront revenue received from customer for which performance obligation has not yet been completed.

**Movement of contract balances**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Balance as at the beginning of the year	2.58	8.36
Amount expected during the year	13.96	2.58
Performance obligations satisfied in current year	(13.57)	(10.36)
Balance as at the end of the year	13.96	2.58

**Note No. 31 Impairment of Assets**

The Company ("CGI") has incurred cash losses in previous years. In terms of requirements of INDAS - 36 "Impairment of Assets", the Company has carried out an impairment assessment using value in use model which is based on the net present value of the future cash flows, after considering current economic conditions and trends, estimated future operating results, growth rates and anticipated future economic conditions etc. Based on the assessment, the Company believes that carrying amount does not exceed its recoverable amount and accordingly no impairment loss is required to be recognised.

**Note No. 32 Operating segments**

According to Ind AS 108, identification of operating segments is based on Chief Operating Decision Maker ("CODM") approach for making decisions about allocating resources to the segment and assessing its performance. The business activity of the company falls within one broad segment, i.e. manufacture of business emulation and CRM. In the context of Ind AS 108 Operating Segments is considered to constitute a single primary business segment. Further risk and Reporting is not applicable.

**Information about major customers:**

The Company has one customer (previous year - one customer) whose revenue was greater than 10% revenue of the Company's total revenue.

**Information about geographical areas:**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Within India	8,535.62	8,618.41
Outside India	-	-
Total	8,535.62	8,618.41

**h) Non-current assets other than financial investments and tax assets**

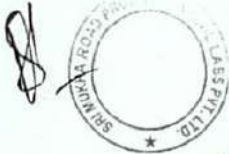
Particulars	As at 31 March 2024	As at 31 March 2023
Within India	2,764.41	2,819.55
Outside India	-	-
Total	2,764.41	2,819.55

**Note No. 33 Employee Benefits**

**Post employment benefit plans**

**Defined contribution plans**

The Company makes contributions, determined as specified percentage of employee salaries in respect of qualifying employees towards provident fund and employees state insurance, which are defined contribution plans. The Company has no obligation other than to make the specified contributions. The contributions are charged to statement of profit and loss as they accrue. The amount recognised as expense towards contribution to provident fund, state insurance and labour welfare fund aggregated to Rs. 4.19 lakhs (31 March 2023: Rs. 3.53 lakhs).



**CERTIFIED TRUE COPY**  
 For Sri Mukha Road Products & Civil Labs  
 Private Limited  
 Authorised Signatory

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
Notes to financial statements for the year ended 31 March 2024  
(All amounts are in Rs. Lakhs, unless otherwise stated)

**ii) Defined benefit plans**

Each employee rendering continuous service of 5 years or more is entitled to receive gratuity amount equal to 15.26% of the monthly emoluments for every completed year of service subject to maximum of Rs. 20 Lakhs at the time of separation from the Company.  
The most recent actuarial valuation for gratuity was carried out as at 31 March 2023. The present value of the defined benefit obligations and the related current service cost and past service cost, was measured using the Projected Unit Credit Method. The gratuity liability of the Company is not funded.

The following table sets forth the status of the gratuity plan of the Company and the amounts recognised in the Balance Sheet and the Statement of Profit and Loss.

**I. Net Liability recognised in the Balance Sheet**

Particulars	As at 31 March 2024	As at 31 March 2023
Present value of defined benefit obligation	2.72	1.77
Net Liability recognised in Balance Sheet	2.72	1.77

**II. Expense recognised in the Statement of Profit and Loss**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current service cost	-	-
Past service cost	1.61	0.90
Interest cost on the net defined benefit liability (asset)	0.11	0.86
Expense recognised in the Statement of Profit and Loss	1.72	1.77

**III. Remeasurement recognised in the Other Comprehensive Income**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Actuarial (gratuity) losses	-	-
- Change in demographic assumptions	(0.01)	-
- Change in financial assumptions	0.07	-
- Experience adjustments (i.e. actual experience vs assumptions)	(0.23)	-
Remeasurement recognised in the Other Comprehensive Income	(0.19)	-

**IV. Movement in the present value of defined benefit obligation**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Present value of defined benefit obligation at the beginning of the year	-	-
Current service cost	1.72	-
Past service cost	1.61	0.90
Interest cost	0.15	0.86
Remeasurement (or Actuarial) (gain) / loss arising from:	-	-
- Change in demographic assumptions	(0.01)	-
- Change in financial assumptions	0.07	-
- Experience variance (i.e. Actual experience vs assumptions)	(0.23)	-
Benefits paid	-	-
Present value of defined benefit obligation as at end of the year	2.72	1.77

**V. Reconciliation of present value of obligation at the end of the year**

Particulars	As at 31 March 2024	As at 31 March 2023
Current liability (Short term)	0.08	0.07
Non-current liability (Long term)	2.64	1.70

**VI. Principal actuarial assumptions**

Particulars	As at 31 March 2024	As at 31 March 2023
Discount rate	7.25%	7.43%
Salary escalation rate (per annum)	8.09%	8.10%
Retirement age (in years)	58.96	58.90
Mortality rate	100% of ILM20	100% of ILM20
Withdrawal rate (per annum)	2012-14	2012-14
- Up to 30 years	9.00%	8.06%
- 31-44 years	5.00%	5.06%
- Above 45 years	3.00%	2.06%

**VII. Sensitivity analysis**

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Particulars	Increase	Decrease
As at 31 March 2024		
Discount rate (1% movement)	2.11	3.08
Salary escalation rate (1% movement)	3.67	2.41
Attrition Rate (50% of attrition rates)	2.61	2.85
Mortality Rate (10% of mortality rates)	2.72	2.72
As at 31 March 2023		
Discount rate (1% movement)	1.55	2.03
Salary escalation rate (1% movement)	2.63	1.54
Attrition Rate (50% of attrition rates)	1.68	1.87
Mortality Rate (10% of mortality rates)	1.77	1.77

**VIII. Risk exposure**

**Interest Risk:** The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefits and will thus result in an increase in the value of the liability.

**Salary Escalation Risk:** The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

**Demographic Risk:** The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

**Regulatory Risk:** Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g. increase in the maximum limit on gratuity of Rs. 20,00,000).

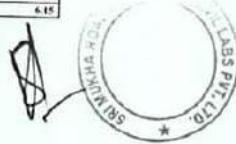
**Liquidity Risk:** This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non availability of enough cash / cash equivalent to meet the liabilities or holding of illiquid assets not being sold in time.

**IX. Expected maturity analysis of the defined benefit plans in future years**

Particulars	As at 31 March 2024	As at 31 March 2023
Less than 1 year	0.05	0.02
Between 2-5 years	0.46	0.76
Between 6-10 years	1.61	0.47
More than 10 years	5.56	5.58
Total	8.08	6.85

The weighted average duration of the defined benefit plan obligation as at 31 March 2024 is 14 years (31 March 2023: N.A.).

Expected Contribution during the next annual reporting period is NIL (Previous year NIL).



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
Vikram Singh  
Authorised Signatory



**B. Compensated Absences**

**I. Expense recognised in the Statement of Profit and Loss**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Present value of defined benefit obligation at the beginning of the year	0.76	-
Present value of defined benefit obligation at the end	1.08	0.76
Benefit payment	0.11	-
Expense recognised in the Statement of Profit and Loss	0.65	0.76

**II. Riturization of present value of obligation at the end of the year**

Particulars	As at 31 March 2024	As at 31 March 2023
Current liability (Short term)	0.36	0.04
Non-current liability (Long term)	0.72	0.72

**III. Principal actuarial assumptions**

Particulars	As at 31 March 2024	As at 31 March 2023
Discount rate	-	-
Salary escalation rate (pts. annum)	7.25%	7.45%
Retirement age	5%	8%
Mortality rate	58 Years	58 Years
Withdrawal rate	100% of ILM 2012-14	100% of ILM 2012-14
Upto 30 years	9%	8%
31-44 years	5%	5%
Above 44 years	3%	2%

**VI. Sensitivity analysis**

The key actuarial assumptions to which the benefit, benefit obligation results are particularly sensitive to are discount rate, future salary escalation rate, attrition rate and mortality rate. Sensitivity of present defined obligation as mentioned above, in case of change of significant assumptions would be as under:

Particulars	Increase	Decrease
As at 31 March 2024		
Discount rate (1% movement)	0.96	0.87
Salary escalation rate (1% movement)	1.21	0.68
Attrition Rate (50% of attrition rates)	1.38	0.79
Mortality Rate (10% of mortality rates)	1.98	0.77
As at 31 March 2023		
Discount rate (1% movement)	0.68	0.87
Salary escalation rate (1% movement)	0.47	0.64
Attrition Rate (50% of attrition rates)	0.76	0.73
Mortality Rate (10% of mortality rates)	0.77	0.71

Note No. 34 Details of dues to micro and small enterprises as defined under the MSME Act, 2006

Based on the information available, one of the vendors have confirmed that they are covered under the Micro, Small and Medium Enterprises Development Act, 2006. Disclosures relating to dues of Micro and Small enterprises under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 are NIL.

**Note No. 35 Related Party Disclosures**

**(a) Names of related parties and related party relationships**

Ultimate holding company	ODH Tech Private Limited
Holding company	OMAT Business Private Limited
Key managerial personnel	Naga Vahid Gade (resigned w.e.f. 31.03.2023) Tarin Bhusal (resigned w.e.f. 16.03.2023) Vikram Singh (appointed with effect from 12 December 2022) Alok Bhargava (appointed with effect from 12 December 2022)
Fellow Subsidiaries with whom transactions have taken place	ODG Manufacturing Businesses Private Limited SMW Input Private Limited

**(b) Transactions with related parties \***

Name of Related Party	Nature of Transaction	For the year ended 31 March 2024	For the year ended 31 March 2023
ODH Tech Private Limited	Purchase	-	3,201.41
	Sales	6,801.42	-
	Purchase of Asset	3,671.31	3,068.19
	Reimbursement of expenses	-	0.74
	Service availed	-	0.15
	Other Support Services	-	12.21
	Loan Taken	77.99	71.15
	Interest expense	41,000	818.61
	Loan Repaid	141.45	106.70
	Interest expense	786.51	45.49
OMAT Business Private Limited	Loan taken	49.41	109.05
	Loan converted to equity share capital	-	785.03
	Loan Repaid	-	785.03
ODG Manufacturing Businesses Private Limited	Computer Software	251.80	197.74
SMW Input Private Limited	Sale of Goods	3.90	0.10

\* Transactions with related parties are excluding GST

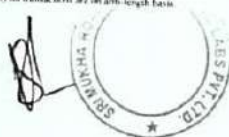
**(c) Outstanding balances**

Name of Related Party	Nature of Transaction	As at 31 March 2024	As at 31 March 2023
ODH Tech Private Limited	Trade receivables	47.72	165.62
	Trade payables	1,938.36	2,008.11
	Loan payable	41.00	786.21
	Interest payable on loan	1.67	0.99
OMAT Business Private Limited	Loan payable	764.75	623.56
	Interest payable	6.13	5.61
ODG Manufacturing Businesses Private Limited	Trade payables	3.24	0.17

**(d) Terms and conditions of transactions with related parties**

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year end are unsecured and settlement occurs in cash. This assessment is undertaken each financial year through examining the financial position of the related party and the manner in which the related party operates.

As per transfer pricing report, carried out by an independent report and confirmed by the related party ODH Tech Private Limited to the company all transactions are on arm's length basis.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited  
Vikram Singh  
Authorised Signatory

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
Notes to Financial statements for the year ended 31 March 2024  
(All amounts are in Rs. Lakhs, unless otherwise stated)

**Note No. 34 Business Combination**

(a) During the previous year, Board of Directors in its meeting dated 8 August 2022 have approved the acquisition of one of business undertaking of manufacturing of Polymer Emulsions, Modified Bitumen (SMBI, CEMBI) Bitumen Densifier or Storage from RK Industries (partnership firm) as a going concern on a stamp purchase basis for a total consideration of Rs. 1513.61 lakh along with all related assets and liabilities with effect from 18 August 2022 (i.e. acquisition date or closing date).  
The above business undertaking of RK Industries (partnership firm) was involved in the business of manufacture and sale of Bitumen.  
The company has accounted for the aforesaid acquisition as a business acquisition in terms of IND AS 103 Business Combination at fair value on the date of acquisition.

Particulars	Amount
Assets	
Fair value of identifiable assets acquired and liabilities on the acquisition date was as follows:	
Property, plant and equipment	717.04
Intangible	191.47
Other assets	78.88
<b>Total Assets (A)</b>	<b>987.39</b>
Liabilities	
Trade payables	78.88
Other liabilities	6.97
<b>Total Liabilities (B)</b>	<b>85.85</b>
<b>Total net identifiable asset acquired (C = A - B)</b>	<b>901.54</b>
Less: Payable consideration (D)	850.00
<b>Goodwill (E = C - D)</b>	<b>51.54</b>

\* Payable consideration payable on 31 March 2023 is of Rs. 82.61 lakhs.

(b) Affirmed consideration of Rs. 1,513.61 Lakhs was subject to closing date adjustments (8/08/2022) and on such other terms as set out in the business transfer agreement. The date of consummation of transaction is 18/08/2022 at an agreed value of Rs. 1507.01 lakhs.

**Note No. 35 Financial risk management objectives and policies**

The Company's financial risk management is an integral part of business plan and execution of business strategies. The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the procedures to ensure that executive management controls risks through the mechanism of property defined framework. The Company's principal financial liabilities comprise of borrowings, trade payables, other financial liabilities and financial assets includes cash and cash equivalents, bank balances, loans, other financial assets that derive directly from its operations.  
The Company's risk management procedures are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management procedures and systems are reviewed by the board annually to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and conservative control environment in which all employees understand their roles and obligations.  
The Company's board of directors may once in a while review the Company's risk management procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The board of directors is entitled to its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the board of directors.  
The Company is exposed to market risk, credit risk and liquidity risk. The Board of Directors reviews and updates policies for managing such risks, which are summarized below.

**A. Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk, such as commodity price risk and equity price risk. Financial instruments affected by market risk include investments, trade receivables, trade payables, borrowings, etc. The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimizing the return.

**1. Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company is not exposed to any foreign currency risk as there is no material transaction in foreign currency.

**2. Interest rate risk**

The Company's main interest rate risk arises from borrowings with variable rates, which expose the Company to cash flow interest rate risk. Currently, the Company's borrowings are within acceptable risk levels, as determined by the management, hence the Company has not taken any steps to hedge the interest rate risk. The Company does not have borrowings of variable rate. The exposure of the Company's borrowings to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31 March 2024	As at 31 March 2023
Variable rate borrowings		
Fixed rate borrowings	511.09	110.00
<b>Total</b>	<b>511.09</b>	<b>1,543.96</b>

**Sensitivity analysis**

A change of 100 basis points in interest rates at the reporting date would have increased (decreased) profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

Particulars	As at 31 March 2024	As at 31 March 2023
Increase by 100 basis points	-	1.40
Decrease by 100 basis points	-	(1.16)

**B. Credit risk**

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables). The carrying amount of all financial assets represents the maximum credit exposure.

**(i) Trade receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The Company's Management has established a procedure under which each new customer is analysed individually for creditworthiness. The Company's review includes market check, industry feedback, past financials and external ratings, if they are available, and in some cases bank references. Sale limits are established for each customer and reviewed at periodic intervals. Any sales exceeding those limits require approval from authorized personnel of the Company.

Most of the Company's customers have been transacting with the Company for over three years, and no significant impairment loss has been recognized against these customers. In monitoring customer credit risk, customers are reviewed according to their credit characteristics, including whether they are an individual or a legal entity, their geographic location, industry and existence of previous financial difficulties.

The Company establishes an allowance for impairment that represents its expected credit losses in respect of trade and other receivables. The management uses a simplified approach for the purpose of computation of expected credit loss for trade receivables.

**Exposure to credit risk**

Particulars	Gross Carrying Amount	Expected credit loss provision	Carrying amount net of provision
As at 31 March 2024	1,340.95	(6.74)	1,334.21
As at 31 March 2023	344.07	-	344.07

**(ii) Cash and bank balances**

The Company held cash and bank balances of Rs. 689.92 Lakhs (31 March 2023: Rs. 94.97 Lakhs). These cash and bank balances are held with highly rated banks/institutions and therefore does not carry any significant credit risk.

**(iii) Others**

Other than receivables reported above, the Company has no other material financial assets which carries any significant credit risk.



**CERTIFIED TRUE COPY**



For Sri Mukha Road Products & Civil Labs

Private Limited

Authorised Signatory



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
Notes to financial statements for the year ended 31 March 2024  
(All amounts are in Rs. Lakhs, unless otherwise stated)

**C. Liquidity risk**

The Company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements at all times. The Company relies on a mix of borrowings and cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium term capital requirements. The Company monitors its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

As at 31 March 2024	Less than 3 months	3-6 months	6-12 months	More than 12 months	Total
Borrowings	104.11	114.63	120.57	187.78	527.09
Lease liabilities	11.53	5.22	0.36	6.31	23.42
Trade payables	1,982.08	-	-	-	1,982.08
Other financial liabilities	96.97	-	-	-	96.97
<b>Total</b>	<b>2,194.79</b>	<b>120.85</b>	<b>120.93</b>	<b>194.29</b>	<b>2,630.86</b>

As at 31 March 2023	Less than 3 months	3-6 months	6-12 months	More than 12 months	Total
Borrowings	267.33	120.48	277.23	1,029.24	1,694.28
Lease liabilities	3.15	3.13	4.15	37.83	48.26
Trade payables	2,093.04	-	-	-	2,093.04
Other financial liabilities	158.81	-	-	-	158.81
<b>Total</b>	<b>2,522.33</b>	<b>123.61</b>	<b>281.38</b>	<b>1,067.07</b>	<b>4,000.42</b>

**Note No. 38 Capital management**

For the purpose of Company's capital management, capital includes equity capital and all other equity securities attributable to equity shareholders. The primary objective of Company's capital management is to ensure that it maintains an effective capital structure and maximize shareholders value. The Company manages its capital structure and makes adjustments, on light of change in economic conditions.

Particulars	As at 31 March 2024	As at 31 March 2023
Net Debt* (A)	636.71	1,683.03
Total Equity (B)	2,998.63	2,317.39
<b>Net Debt to Equity Ratio (A/B)</b>	<b>0.21</b>	<b>0.73</b>

\*Includes current and non-current borrowings and lease liabilities.

**Note No. 39 Financial instruments by category**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or settle a liability in an orderly transaction between market participants at the measurement date.

**A. Fair Value Measurement**

The classification of financial assets and financial liabilities by measuring category for the year are as follows:

Particulars	As at 31 March 2024		As at 31 March 2023	
	Amortised cost	Fair value through profit and loss	Amortised cost	Fair value through profit and loss
<b>Non-current</b>				
Security deposit	12.53	0.50	11.88	0.45
<b>Current</b>				
Trade receivables	1,334.21	-	344.07	-
Cash and cash equivalents	689.84	-	94.97	-
Other bank balances	-	-	-	-
Other financial assets	-	-	-	-
<b>Total financial assets</b>	<b>2,036.58</b>	<b>0.50</b>	<b>450.92</b>	<b>0.45</b>
<b>Non-current</b>				
Borrowings	187.78	-	1,029.24	-
Lease liabilities	12.09	-	22.93	-
<b>Current</b>				
Borrowings	325.31	-	624.72	-
Lease liabilities	11.53	-	11.14	-
Trade payables	1,982.08	-	2,093.04	-
Capital creditors	-	-	39.23	-
Other financial liabilities	96.97	-	119.38	-
<b>Total financial liabilities</b>	<b>2,615.76</b>	<b>-</b>	<b>3,939.88</b>	<b>-</b>

The Company considers that the carrying amounts of financial assets and financial liabilities recognised in the financial statements are approximate to their fair values.

**(B) Fair value hierarchy**

Fair value of the Company's financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required):

Except as detailed out in the following table, the management considers that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

Particulars	Level	As at 31 March 2024		As at 31 March 2023	
		Carrying amount	Fair value	Carrying amount	Fair value
<b>Non-current</b>					
Security deposit	3	12.53	12.53	11.88	11.88
<b>Current</b>					
Trade receivables	2	1,334.21	1,334.21	344.07	344.07
Cash and cash equivalents	1	689.84	689.84	94.97	94.97
Other bank balances	1	-	-	-	-
Other financial assets	2	-	-	-	-
<b>Total financial assets</b>		<b>2,036.58</b>	<b>2,036.58</b>	<b>450.92</b>	<b>450.92</b>
<b>Non-current</b>					
Borrowings	3	187.78	187.78	1,029.24	1,029.24
Lease liabilities	3	12.09	12.09	22.93	22.93
<b>Current</b>					
Borrowings	3	325.31	325.31	624.72	624.72
Lease liabilities	3	11.53	11.53	11.14	11.14
Trade payables	2	1,982.08	1,982.08	2,093.04	2,093.04
Capital creditors	2	-	-	39.23	-
Other financial liabilities	3	96.97	96.97	119.38	119.38
<b>Total financial liabilities</b>		<b>2,615.76</b>	<b>2,615.76</b>	<b>3,939.88</b>	<b>3,939.88</b>

The following methods and assumptions were used to estimate the fair values:

**(i) Measured at amortised cost -**

Cash and cash equivalents, other bank balances, trade receivables, other current financial assets, current borrowings, trade payables and other current financial liabilities approximate their carrying amounts largely due to the short-term nature of these instruments.

The fair values for security deposits were calculated based on cash flows discounted using the market rate of discount. These are classified at level 3 fair values in the fair value hierarchy due to the use of unobservable market inputs.

Fair value of long-term loans having floating rate of interest approximate the carrying amount of these loans as there is no significant change in the Company's credit risk during the current year.

**(ii) Measured at fair value:**

The Company does not have any financial instruments which are measured at fair value.

**Note No. 40 Corporate social responsibility (CSR)**

Since the section 135 of Companies Act, 2013 is not applicable to the Company, therefore, no separate provision is required to be spent as per CSR provisions in each of the respective financial years by the Company.

For Sri Mukha Road Products & Civil Labs

Private Limited  
Authorised Signatory

CERTIFIED TRUE COPY



Note No. 41 Financial Ratios

Particulars	Measure (in times & percentage)	Numerator	Denominator	As at 31 March 2024	As at 31 March 2023	% change	Reasons for significant variance (more than 25%)
<b>Liquidity Ratio</b>							
Current Ratio	Times	Current assets	Current liabilities	1.08	0.62	75.98%	Due to payment of creditors
<b>Solvency Ratio</b>							
Debt-Equity Ratio	Times	Total borrowings	Total equity (equity share capital + Other equity)	0.67	2.16	-68.98%	Change in ratio due to issue of new share during the period and repayment of loan
Debt-Service Coverage Ratio	Times	Net profit after tax + depreciation + finance cost	Finance cost + scheduled principal repayments (excluding prepayments) during the period of long term debts and lease payments	0.12	(0.00)	-2947.51%	Change in ratio due to repayment of loans
<b>Profitability ratio</b>							
Net Profit Ratio	Percentage	Net profit after tax	Revenue from Operations	-4.23%	-3.65%	18.34%	NA
Return on Equity Ratio	Percentage	Net profit after tax	Average Shareholder's equity	-19.21%	-59.43%	-67.88%	Change in ratio due to issue of equity share during the period.
Return on Capital employed	Percentage	Profit before tax and finance cost	Average tangible networth + average total borrowings + average deferred tax liabilities	-3.28%	-14.07%	-76.82%	Change in ratio due to repayment of loans
Return on Investment	Percentage	Income generated from invested funds	Average invested funds in treasury investments	NA	NA	NA	
<b>Utilization Ratio</b>							
Trade receivables turnover ratio	Times	Revenue from operations	Average trade receivables	9.06	41.34	-76.26%	Change in ratio due to higher sales during the period
Inventory turnover ratio	Times	Cost of goods sold	Average inventories	7.00	8.13	-13.91%	NA
Trade payables turnover ratio	Times	Net purchases	Average trade payables	3.39	5.47	-36.72%	Change in ratio due to less purchase during the period
Net capital turnover ratio	Times	Revenue from operations	Average working capital = Average current assets + average current liabilities	(18.25)	(13.31)	23.75%	NA



For Sri Mukha Road Products & Civil Labs

Private Limited

*Vikram Singh*  
Authorised Signatory

CERTIFIED TRUE COPY



**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 42 (A) Additional disclosures required by Schedule III (Division II) of the Act

**42.1 Details of Benami properties**

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

**42.2 Relationship with struck off companies**

The Company does not have any transaction with struck - off companies.

**42.3 Registration of charges or satisfaction with Registrar of Companies (ROC)**

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

**42.4 Details of crypto / virtual currency**

The Company have not traded or invested in crypto currency or virtual currency during the year ended 31 March 2023 and 31 March 2024.

**42.5 Undisclosed income**

The Company have not entered in to any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 such as search or survey or any other relevant provisions of the Income Tax Act, 1961.

**42.6 Utilization of funds**

The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:  
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or  
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**Note No. 42 (B) :** The Company is currently taking back up of its books of accounts and other relevant books and papers maintained in electronic mode on an electronic tape-based storage device on daily basis. The Company is in the process of developing the necessary infrastructure to take back-up of books of accounts and relevant books and papers on server located in India to comply with the notification issued by the Ministry of Corporate Affairs on 05 August 2022 amending the Companies (Accounts) Rules, 2014.

**Note No. 42 (C) :** Compliance with Audit Trail for Accounting Software

The ERP software is having an audit trail feature for maintaining its books of accounts.

The Company enabled audit trail throughout the year except the feature of recording audit trail (edit log) facility was not enabled in the accounting software for the period from 1st April 2023 to 30th October 2023.



**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs  
Private Limited

*Vikram Singh*  
Authorised Signatory

**SRI MUKHA ROAD PRODUCTS & CIVIL LABS Private Limited**  
**Notes to Financial Statements for the year ended 31 March 2024**  
 (All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 43: There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

Note No. 44: During the previous financial year 2022-2023, the Company had incurred Capex Expenditure of Rs. 493.32 lakhs out of temporarily short-term funds received / availed. During the current year and previous year, the Company has incurred losses, despite the losses, the management believes that the Company will be able to continue its operations as a going concern and meet all its liabilities as they fall due for payment in the foreseeable future due to the fact that business strategies, operating plans of the Company and the continuing financial support from the Holding Company. Further, During the year the Holding Company has infused Rs.2,688.28 lakhs in by subscribing to equity share capital. The Management has assessed that Company will be able to generate adequate cash flows and to meet all operating liabilities in near future.

Note No. 45: As per the terms of Shareholders Purchase Agreement (SPA), Loan Agreement signed between the erstwhile Promoters with their group (together "parties") company, OSMAT (Holding Co.) and the Company, the erstwhile promoters has agreed and committed to indemnify against all the past liabilities occurred till 14.11.2021 due to attraction in post-prior to that period. Accordingly OSMAT (Holding Company) has sent a "claim notice for recovery" on 12.05.2022 to the identified erstwhile promoters amounting to Rs.151.80 lakhs and has adjusted Rs. 91.47 lakhs against the loan outstanding from the parties in the year 2021-2022 and Rs. 60.33 lakhs which was to be incurred against the old loan outstanding from the parties in the previous financial year 2022-2023 (an amount had been shown as other financial liabilities for the expenditure to be incurred. Balances of loans amount in the account of erstwhile promoter is subject to confirmation.

Note No. 46: In terms of SPA dated 20.11.2021 (refer note no. 45), certain unsecured loans of Rs. 288.25 lakhs has been taken over (of various parties) by the Company and in terms of the Part B clause C of the Share Purchase Agreement is available for adjustment against any past liabilities. Further, management believes that carryover of the amount does not attract provisions of Deposit rules (Section 73 to 76 of the Company's Act 2013) as amount has been taken over by the company in the terms of the SPA Agreement dated signed by the company 20.11.2021.

Note No. 47: Previous years figures has been reclassified/regrouped whenever necessary to correspond with current year classifications and disclosures.

**For Lodha & Co LLP**  
 Chartered Accountants  
 Firm Registration No. 361091E330022

N.K. Lodha  
 Partner  
 Membership No. 085355

Place: New Delhi  
 Date: 07/06/2024



For and on behalf of the Board of Directors of  
 Sri Mukha Road Products & Civil Labs Private Limited

Vikram Singh  
 Vikram Singh  
 Director  
 DIN: 0696117

Place: Gurugram  
 Date: 07/06/2024



Aksh Bhargava  
 Director  
 DIN: 09368708

Place: Gurugram  
 Date: 07/06/2024

**CERTIFIED TRUE COPY**

For Sri Mukha Road Products & Civil Labs

Private Limited

Vikram Singh  
 Authorised Signatory