



वसुधैव कुटुम्बकम्
ONE EARTH • ONE FAMILY • ONE FUTURE



40th

ANNUAL REPORT 2022-2023



A Miniratna Co.

HSCC (INDIA) LIMITED

A wholly owned subsidiary of NBCC (India) Limited

www.hsccltd.co.in





HSCC (India) Limited

E-6(A), Sector-1, Noida - UP - 201301

Tel. - 91-120-2542436-40,

Email - hsccltd@hsccltd.co.in

CIN No: U74140DL1983GOI015459

Website: www.hsccltd.co.in

Vision, Mission, Corporate Value & Corporate Quality Policy

Vision

"To be a leading consulting company providing value-added, innovative and integrated services for enhancing healthcare in India and overseas, leveraging its core competence in other infrastructure projects and providing an invigorating and enabling work environment to its professional employees."



Mission

"Providing comprehensive, concept to commissioning, project planning, architectural, engineering, project management, procurement and related consulting services for development of buildings and infrastructure for healthcare and other purposes in India and overseas."



Corporate Values

- Focus on value addition to the customer
- Fostering Creativity and innovation within the organization
- Create a learning organization
- Team Spirit as the enabler for all our activities



Corporate Quality Policy

To maintain leadership and customer confidence by providing continually improving quality consultancy services in the Healthcare and other Social Sectors.



REFERENCE INFORMATION

REGISTERED OFFICE

HSCC (India) Limited
205 (2nd Floor), East End Plaza,
Plot No. 4, LSC, Centre - II,
Vasundhara Enclave,
New Delhi-110096
CIN No: U74140DL1983GOI015459
Website: www.hsccltd.co.in

CORPORATE OFFICE

HSCC (India) Limited
E-6(A), Sector-1, Noida - UP - 201301
Contact : 91-120-2542436-40
Fax : 91-120-2542447
CIN No: U74140DL1983GOI015459
Website: www.hsccltd.co.in

STATUTORY AUDITORS

M/s S.N. Dhawan & Co. LLP
51-52, IInd Floor,
Udyog Vihar-IV, Gurugram,
Haryana-122016, India

INTERNAL AUDITORS

M/s Vinay Jain & Associates
Chartered Accountants
18/12 WEA, Arya Samaj Road,
Karol Bagh, Delhi

SECRETARIAL AUDITORS

M/s P.C. Jain & Company
Company Secretaries
2382, Sector-16, 1st Floor
Faridabad-121002

BANKERS

Indian Overseas Bank
Canara Bank
Punjab National Bank
Bank of Baroda
State Bank of India
UCO Bank
HDFC Bank Ltd.
Axis Bank
Union Bank of India
Bank of Baroda, Mauritius

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DIRECTORS' PROFILE



Sh. Pawan Kumar Gupta
Chairman

Shri Pawan Kumar Gupta has taken over position as the Chairman in HSCC (India) Limited.

He is the Chairman & Managing Director (CMD) of NBCC (India) Limited a Navratna CPSE, which is also holding company of HSCC (India) Limited. Before taking over the charge of CMD, NBCC, Shri Gupta was Executive Director (Regional Projects) in Rites Limited, also CPSE under the Ministry of Railways, Shri Gupta holds a Bachelor's degree in Civil Engineering from NIT, Kurukshetra and Masters from IIT Delhi. He joined Indian Railway Service of Engineers in 1986 and has more than 37 years of experience in engineering projects and business operations.

Shri Suresh Chandra Garg has assumed the charge of Director (Engineering) in HSCC w.e.f. 15.01.2020. Shri Suresh Chandra Garg holds a bachelor's degree in Civil Engineering and master degree in Geotechnical engineering. Sh. Suresh Chandra Garg has been working with HSCC since 23.07.1990. He has around 32 years of experience in project planning and management.

Shri S.C. Garg has been entrusted additional charge for the post of Managing Director w.e.f. 01.08.2021.

Shri Suresh Chandra Garg Superannuated from the post of Director (Engineering) w.e.f. 28.02.2023 and relieving from the post of Managing Director w.e.f. 24.02.2023.



Sh. Suresh Chandra Garg
M.D. (A/C)/Dir. (Engg.)

Ms. D. Thara is a 1995 batch IAS officer. She has joined the Board of HSCC as Government Nominee Director in the Company w.e.f. 01/01/2020.

She also has experience as a Collector in Land Revenue Management & District Administration Departments in the cities of Kheda for a period of 1 year and Ahmedabad for a period of 3 years. Ms. Thara has also worked as the Deputy Municipal Commissioner of Ahmedabad Municipal Corporation for approximately 2 years.

She was working as Vice Chairman & Managing Director, Gujarat Industrial Development Corporation, Gandhinagar since 24/06/2016. After that she had joined Ministry of Housing and Urban Affairs as Joint Secretary on 29/07/2019.



Ms. D. Thara
Government Nominee Director

Mr. Novman Ahmed, a Civil Engineer by profession, did AMIE (Civil Engg.) and M.E. (Civil Engg.) from MBM Engineering College, Jodhpur. He joined HSCC in Feb 2023 and is currently holding the position of Managing Director with HSCC (I) Ltd, A Miniratna CPSE under Ministry of Housing and Urban Affairs (A wholly owned subsidiary of NBCC (I) Ltd). Prior to joining HSCC, Mr. Ahmed Served at NBCC and in various leadership positions including Chief Executive Officer (CEO) of NBCC Services Limited (NSL) (a wholly owned subsidiary of NBCC (I) Ltd). A career spanning over 28 years, Mr. Ahmed has worked with Govt. Departments and Organizations of repute such as Military Engineering Services, National Bank for Agriculture and Rural Development (NABARD), IFCI Ltd. and Steel Authority of India Limited (SAIL). During his stint at these esteemed organizations, he handled various leadership roles involving project planning, monitoring and implementation in almost all types of Real Estate projects besides conducting several important Project Feasibility Studies (Technical and Financial).



Mr. Novman Ahmed
 Managing Director



Shri Ravi Ranjan
 Director (Engineering)

Shri Ravi Ranjan has taken over charge as Director (Engineering) in HSCC (India) Limited w.e.f. March 01, 2023. Prior to taking over charge of Director (Engineering), Shri Ravi Ranjan was working as General Manager in HSCC (India) Limited having joined HSCC as Deputy Manager and working at various positions including as Vigilance Officer. Prior to joining HSCC in 2001, he served at various CPSEs including CCI & NIDC. Shri Ravi Ranjan holds Degree in Civil Engineering & M.B.A.(Marketing).

During his thirty-two (32) years of overall work experience, he is associated with Project Planning, Management, and business operations. He has contributed extensively in the execution of World Bank Projects (Integrated Rural water supply for Govt of

Karnataka, Capacity building in food and drug for Govt. of India), Setting up of All India Institute of Medical Sciences, Super specialty Blocks for Various medical colleges across country, Medical College and Hospital for Govt of Mizoram, Manipur, and Rajasthan. He has made significant contribution to the overall profitability of various divisions of the Company and played a leading role in the Organization, during his career.

Dr. Deepak Singh Bhakar, is an MBBS and MD. He has done PG course in Health and Family welfare management and courses in G.I.S. in Health and Epidemiological and Biomedical Data Analysis using Statistical Software. He has experience of more than 29 years at different levels. He has worked as assistant professor at CIMS Bilaspur (CG), and Associate Professor at GMCH, Udaipur (RAJ). He also worked as Officer on Duty (OSD) Govt. of India Union Minister for sports and youth Welfare, Minister of State for Commerce and industry, CM(Chhattisgarh).

He was Assistant Editor of Medico legal Update (ISSN 0971-720X). The Official organ of the Indian Association of Medico Legal Experts. He was Chief correspondent of the Journal Medicine and Toxicology (ISSN0971-1929). He has Membership of Editorial Advisor, Journal of environmental and ethical issues, Bangalore. He visited USA, Thailand, Egypt, South Africa, UAE, Botswana, Russia, Germany, Malaysia, Mauritius etc.



Dr. Deepak Singh Bhakar
Independent Director

Performance At A Glance

The Company has yet again posted excellent results for the year ending March 31, 2023 with turnover of ₹ 1,10,262.10 lakh and profit after tax of ₹ 2,338.75 lakh.

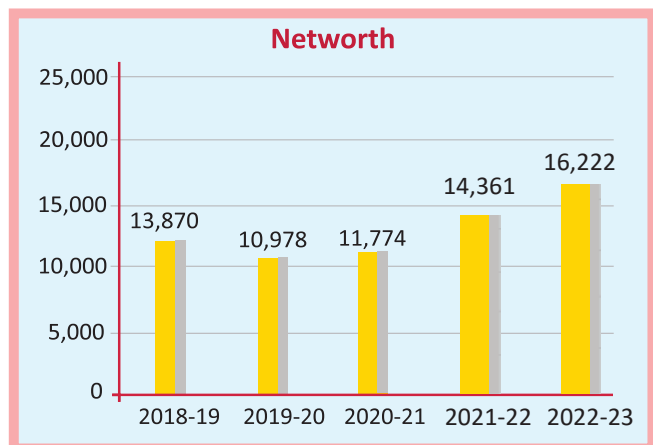
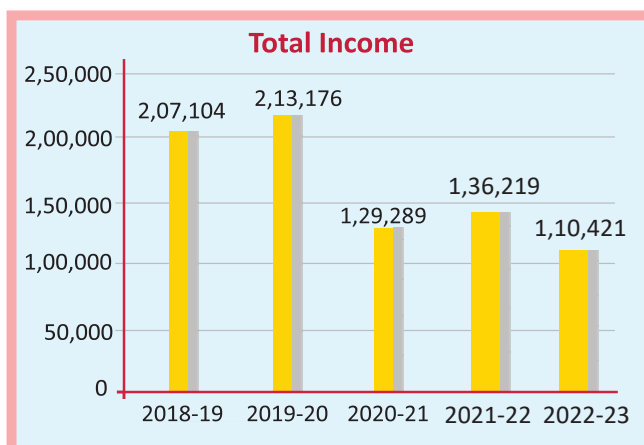
The Company was incorporated in 1983 with the paid up capital of ₹ 40 lakh and later on issued bonus shares of ₹ 200 lakh resulting in increase of paid up share capital to ₹ 240 lakh. In F.Y. 2017-18, Company processed the Buyback of 25% fully paid up equity share capital resulting in decrease of paid up share capital to ₹ 180 lakh. During the F.Y. 2018-19, as per Office Memorandum of Department of Investment & Public Asset Management (DIPAM), 100% strategic disinvestment of the Company was made and thus NBCC (India) Limited acquired existing 100% paid-up equity share capital of the Company alongwith transfer of management control.

The objectives and strategies of HSCC are designed to significantly enhance Net Worth through business growth that drives higher revenue and profits as well as strong and stress free cash flow generation. In this way we will enhance company's value while at the same time maintaining a strong balance sheet and attractive dividend to shareholders.

We will continue to evolve as best service provider in healthcare sector with both quality and timing factor, offering distinctive and innovative services that delights our clients.

(₹ lakh)

Particulars	2018-19	2019-20	2020-21	2021-22	2022-23
Income	2,07,104	2,13,176	1,29,289	1,36,219	1,10,421
Profit Before Tax	7,949	6,424	1,361	3,321	2,339
Net Profit	4,981	3,763	982	2,517	2,267
Net Worth	13,870	10,978	11,774	14,361	16,222
Dividend	2,989	2,500	589	618	812
Rating Against MOU	Very Good	Very Good	Good	Good	Very Good (Expected)



THE DECADE FINANCIAL RESULTS AT A GLANCE

(Figures ₹ in lakh)

Particulars	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
Financial Performance										
Paid-up Capital	240	240	240	240	180	180	180	180	180	180
Reserve & Surplus	11,841	13,693	17,182	19,585	17,023	13,690	10,798	11,594	14,181	16,042
Net Worth	12,081	13,933	17,422	19,825	17,203	13,870	10,978	11,774	14,361	16,222
Net Fixed Assets	693	649	635	699	688	7,496	7,366	7,223	7,098	7,129
Working Capital*	12,053	14,165	17,519	24,083	17,188	3,339	(-) 3,779	1,684	5,997	7,679
Capital employed	12,081	13,933	17,422	19,825	17,203	13,870	10,978	11,774	14,361	16,222
OPERATING STATISTICS										
Consultancy Fee**	3,919	49,004	1,02,180	1,51,116	1,51,311	2,04,946	2,12,509	1,29,060	1,36,041	1,10,262
Interest & Other Income	2,126	8,572	8,518	10,809	9,910	2,158	667	229	177	159
Total Income	6,045	57,576	1,10,698	1,61,925	1,61,220	2,07,104	2,13,176	1,29,289	1,38,903#	1,10,421
Expenditure	2,287	53,782	1,01,948	1,56,236	1,55,320	1,99,111	2,06,590	1,27,780	1,35,442	1,07,938
Gross Margin	3,758	3,863	8,750	5,689	5,900	7,993	6,586	1,509	3,461	2,483
Depreciation	44	69	63	73	78	44	162	148	140	145
Profit before Tax	3,714	3,794	8,687	5,616	5,822	7,949	6,424	1,361	3,321	2,339
Provision for taxation	1,316	1,341	3,225	1,855	2,075	2,968	2,661	379	804	71
Profit after Tax	2,398	2,454	5,462	3,761	3,747	4,981	3,763	982	2,517	2,267
Dividend	492	492	1,638	1,128	1,124	2,989	2,500	589	618	812
MANPOWER										
Employees (in Nos)	143	153	162	176	184	177	187	183	179	-
(On regular Pay Scales)										
RATIOS										
PBT/Total Income (%)	61%	7%	8%	3%	4%	4%	3%	1%	2%	2%
Net Profit/Total Income (%)	40%	4%	5%	2%	2%	2%	2%	1%	2%	2%
Net Profit/Net Worth (%)	20%	17%	31%	19%	22%	36%	34%	8%	18%	14%
Total Income Per Employee	42	376	683	920	876	1,248	1,140	706	776	-
Earning Per Share (EPS) (₹)	999	1,022.5	2,276	1,567	2,081	2,767	2,090	546	1,398	1,260
Book Value Per Share (₹)	5,034	5,805	7,259	8,260	9,555	7,705	6,099	6,541	7,978	9,012

*Financial Statement of FY 2021-22 is prepared in accordance of Indian Accounting Standard. The variation in the value on account of re-measurement, reclassification and re-grouping of necessary figures

**Consultancy fee for FY 2022-23 include value of ₹ 1,03,129.39 lakhs and consultancy fee of ₹ 7,132.71 lakhs.

#Total Income includes exceptional item of Rs. 2684.55 Lakhs

Service Spectrum

Conceptual Studies & Management

Consultancy

- Baseline Surveys & Economic Studies
- Epidemiological Survey
- Systems Planning
- Feasibility Studies
- Restructuring/Reorganization Studies
- Evaluation Studies

Procurement

- Drugs & Pharmaceuticals
- Medical Equipment
- Other Equipment
- Communication Systems
- Appliances
- Furniture & Fixture

Project Management

- Project Planning including Selection of Contractors & Award of work
- Project Monitoring
- Quality Control
- Construction Supervision
- Contract Administration
- Financial Control

Information Technology

- Health MIS
- System Integration

Facility Design

- Conceptual Designs
- Basic Design
- Architectural Design/Plans
- Engineering Designs
- Equipment Planning
- Waste Management
- Design Coordination

Engineering Studies

- Renovation/Rehabilitation
- Modernization/Up-gradation
- Expansion
- Productivity/Efficiency Improvement

Logistics & Installation

- Transportation
- Clearing & Forwarding
- Site Delivery
- Installation
- Testing & Commissioning
- Training

New Area (Diversification)

- Engineering & Maintenance of Facilities
- Animal Vaccine Manufacturing Facilities
- Pharmaceutical Manufacturing Facilities
- Training of Overseas Medical Professionals
- Development of Bio-Technology R&D Institutes
- Projects in New Development International Markets



Pawan Kumar Gupta
Chairman

Chairman's Communique

Dear Shareholders,

My Heartiest congratulation as India is celebrating "G20 Presidency in India, as it moment of pride for 130 crore Indians."

The theme of India's G20 Presidency – "Vasudhaiva Kutumbakam" or "One Earth One Family One Future" – is drawn from the ancient Sanskrit text of the Maha Upanishad. Essentially, the theme affirms the value of all life – human, animal, plant, and microorganisms – and their interconnectedness on the planet Earth and in the wider universe.

"India's G20 Presidency will work to promote this universal sense of one-ness. Hence our theme - 'One Earth, One Family, One Future'" – PM Narendra Modi.

Drawing inspiration from the collaborative essence of the G20 Summit, I stand before you to highlight our company's remarkable progress and unwavering dedication to our shareholders.

I have great pleasure in welcoming you to the 40th Annual General Meeting (AGM) of HSCC (India) Limited. The Directors' Report and the audited Balance Sheet of your Company along with Statutory Auditor's Report and comments of Comptroller and Auditor General of India thereon, for the period ended 31st March, 2023 have already been shared with you. With your permission, I take them as read.

Performance Overview

To begin with let me delve upon performance of your company during FY 2022-23 and the key factors leading to the financial performance. HSCC is a profit making company. During the FY 2022-23, HSCC continued to profit making company. Since taking over by NBCC in 2018-19, the Profit After Tax (PAT) has

been Rs.37.63 crore in FY 2019-20, Rs. 9.82 crore in FY 2020-21, Rs. 25.17 crore in FY 2021-22 & Rs. 22.67 crore in FY 2022-23; The Company has posted positive net worth since its inception.

HSCC is paying dividend from last 38 year. During the last three years dividend paid are Rs. 25.00 crore in FY 2019-20, Rs.5.89 crore in FY 2020-21 and Rs. 6.18 crore in FY 2021-22. The final dividend of Rs. 451/- per paid up equity share capital amounting to Rs. 8.12 crore, is proposed for F.Y.2022-23.

During the year, HSCC has successfully completed projects of national importance like (i) Falkawn Aizawl (Mizoram), (ii). ESIC, Siliguri, PGCIL (Power Grid), (iii). Dwarka, New Delhi, (iv) CSIR-IHBT, Palampur, (v) PG Hostel Tanda, (H.P.) (vi) AllMS Bilaspur, Boundary Wall, (vii). PGCIL, Lucknow, (viii) Regional Cancer Centre at NEIGRIHMS-Shillong, Cancer Hospital at Mauritius etc.

HSCC is an ISO 9001:2015 certified Company & has a rich and diversified experience of around four decades in healthcare-infra. HSCC is pioneer in implementing specialised healthcare & allied projects. Over the years, HSCC has created a special niche in Health care Consulting. Its comprehensive expertise includes Healthcare institutions such as Hospital & Medical colleges Planning, Design, detailed Engineering, Project Management, Quality Control as well as Procurement, Supply, Installation and Commissioning of Medical Equipment. HSCC is capable to provide end-to-end multi-disciplinary support: from feasibility study and tender documentation to procurement and project management encompassing civil, electrical, HVAC, IT, Bio-medical and auxiliary areas in healthcare sector under single roof.

Business Opportunities and Projects

The Health care space has become increasingly competitive with increased participation from private and public sector players. This is creating downward pricing pressure and affecting margins. However, emerging opportunities in healthcare are far bigger. There is a dearth of hospitals, beds, doctors, and other medical facilities and talent in the Country. The Government is determined to bridge this gap with a massive push to enhance and upgrade the entire health care sector; with target of providing healthcare facilities to all citizens of the Country. This includes creation of new facilities as well as re-development and up-gradation of existing hospitals across the country. The demand from private sector in healthcare is also witnessing a renewed surge as more domestic and international players enter the fray. Another unfolding opportunity is in overseas countries in the SAARC region, which are also looking at a huge push in healthcare. HSCC being a pioneer in providing varied range of healthcare consultancy is poised to attain new heights with this development and aim to bag a big chunk of these projects in near future.

Major On-going Domestic Projects during the year are AllMS-Manglagiri, Andhra Pradesh, AllMS-Rajkot, GMC Jalgaon, Gujarat, Govt. Medical College at Chandrapur, Maharashtra, Advanced Neurosciences Centre at PGIMER, Chandigarh, New Medical Colleges at various locations of Rajasthan, , Meghalaya, Hostel Block at RML Hospital, New Delhi, Various additional facilities at RIMS-Imphal, Manipur, Critical Care Blocks at NEIGRIHMS, Shillong & Imphal etc.

Major Ongoing International Projects are Construction of Teaching Hospital at Flacq, Eye Hospital, Renal Hospital and Medi-clinics projects at various locations in Mauritius.

Looking Ahead

With the Government's renewed focus on boosting the country's Health infrastructure, HSCC is poised for a sustained phase of growth and expansion in Health care infrastructure.

During the Year, HSCC has secured new Projects, viz.

(i) Cancer Hospital Equipment, Mauritius, (ii) Critical Care Hospital, Himachal, (iii) Furniture for cancer Hospital, Mauritius, (iv) Furniture for Flacq Teaching Hospital, Mauritius, (v).Construction of area Health Centre at Henrietta, (vi). Augmentation of Infrastructure of LHMC, New Delhi, (vii) AIIMS Service Block, (viii) Additional work at AIIMS Kalyani, (ix) Ayush Hospital at Mauritius, (x)Construction of 100 intake Medical College at Nashik, Maharashtra, etc.

HSCC has secured orders worth around Rs. 1,211 crore during the FY 2022-23.

Governance and People

Your Company has complied with Corporate Governance norms as stipulated by DPE Guidelines falling within its ambit. For more details, you may refer to Report on Corporate Governance which forms part of Directors' Report. I would also like to inform you that during this year, Comptroller & Auditor General of India (CAG) has made NIL observations on the Annual Accounts of the Company for the year 2022-23. HSCC has always believed in the highest standards of Corporate Governance and adheres to the same. The Company made commendable progress in upgrading the skill set of the employees during the year. HSCC has committed and dedicated workforce guided by highly-experienced leadership team that ensures it's continued progress and consistent performance. I also place on record my sincere appreciation and thanks to the officials of various State and Central Ministries, Government of Mauritius, Board Members of HSCC, C&AG, other Organizations and regulatory bodies for their unstinted support, guidance and co-operation extended to HSCC. It will certainly be our endeavour to put in our best efforts for sustained growth, expansion and prosperity of the company benefitting all stakeholders in times to come. My sincere thanks to all our Agencies and Vendor partners, without whose help the Company would not have been able to deliver stellar execution of projects, and most importantly to each employee of HSCC for their commitment and unflinching effort. I would also like to thank all our shareholders, stakeholders and bankers for their sustained faith and trust in HSCC and assure you of best ever performance always.

Yours sincerely,

Sd/-

(Pawan Kumar Gupta)

Chairman

DIN No. 07698337



Novman Ahmed
Managing Director

Letter from Managing Director

I extend my heartiest congratulations as India commemorates the presidency of G-20 Summit this year. It is with immense pleasure that I extend a warm welcome to all of you at the 40th Annual General Meeting of your esteemed Company. I am pleased to present the Annual Report for the fiscal year 2022-23, encompassing the Financials, accompanied by the Audit report and the observations provided by the Comptroller and Auditor General (C&AG).

Established in 1983, HSCC (India) Limited (HSCC) was founded with the mission to offer comprehensive consulting services in the Healthcare Sector of India, covering the entire spectrum from conceptualization to fruition. Presently, it operates as a wholly-owned subsidiary of NBCC (India) Limited and operates under the aegis of the Ministry of Health & Family Welfare (MoHFW). HSCC's journey since its inception has been marked by steady progress and growth over the years. The Company has consistently maintained its profitability, which is a testament to its robust capabilities and strengths.

On December 24, 2018, HSCC (India) Limited achieved the status of a wholly owned subsidiary of NBCC (India) Limited, operating under the purview of the Ministry of Housing & Urban Affairs (MoUHA). The infusion of knowledge, expertise, and operational strategies from its parent company has greatly enriched HSCC. By harnessing the strengths of NBCC, HSCC is now primed to venture into novel business opportunities within the domains of construction & infrastructure and create new synergy with its parent company.

Throughout its history, HSCC has established a distinct and specialized role in the field of Healthcare Consulting. Its extensive proficiencies encompass a range of services, including Hospital Planning, Design, intricate Engineering, proficient Project Management, Quality Control, and the complete spectrum of Procurement, Installation, and Commissioning of Medical Equipment. HSCC holds the capability to offer comprehensive multi-disciplinary support in the healthcare sector, covering all aspects from initial feasibility

studies and creation of tender documents to procurement and project management, spanning across various domains such as civil engineering, electrical systems, IT infrastructure, and auxiliary components.

I am delighted to share with you the significant accomplishments of HSCC (India) Limited during the past year. It gives me great pleasure to present the highlights of our progress and initiatives.

New Endeavours:

Throughout the year, HSCC secured several prestigious assignments, including:

- (i) Providing Medical Equipment in Cancer Hospital in Mauritius,
- (ii) Construction of Critical Care Hospital in Himachal,
- (iii) Supplying Furniture for a Cancer Hospital in Mauritius,
- (iv) Providing Furniture for Flacq Teaching Hospital in Mauritius,
- (v) Constructing of Area Health Centre in Henrietta, Mauritius,
- (vi) Enhancing Infrastructure at Lady Harding Medical College (LHMC), New Delhi,
- (vii) Developing the AIIMS Service Block in New Delhi
- (viii) Undertaking Additional work at AIIMS Kalyani in West Bengal,
- (ix) Construction of Ayush Hospital in Mauritius,
- (x) Constructing of 100-intake Medical College in Nashik, Maharashtra, and more.

On-going Domestic Projects:

We continue to be actively engaged in numerous ongoing domestic projects, such as AIIMS-Manglagiri and AIIMS-Rajkot in Andhra Pradesh and Gujarat respectively, GMC Jalgaon in Maharashtra, Govt. Medical College Chandrapur in Maharashtra, Advanced Neurosciences Centre at PGIMER in Chandigarh, Tertiary Cancer Care Centre in Goa and the establishment of new Medical Colleges in various locations of Rajasthan and Meghalaya. Additionally, we are involved in various other projects aimed at enhancing healthcare facilities across the country including Hostel Block at RML Hospital in New Delhi, Various Additional Facilities at RIMS- Imphal in Manipur, Critical Care Blocks at NEILGRIHMS in Shilong and Imphal etc.

New Business Initiatives:

In the pursuit of expanding our business horizons, we are exploring on new business ventures, including the establishment of a state-of-the-art Robotic Clinical Testing Laboratory and a Robotic Rehabilitation Centre through a profit-sharing partnership. We are also committed to providing comprehensive maintenance for Bio-Medical Equipment across various states, managing and maintaining healthcare facilities both in India and overseas, exploring partnerships for the management and operation of hospitals, providing trained medical personnel in India and abroad under the Government of India's initiatives, and delivering comprehensive e-Health solutions at national and state government levels.

Financial Performance:

Our financial performance for the FY 2022-23 has been commendable. The total income reached Rs. 1,104.21 crores. The profit before tax (PBT) amounted to Rs. 23.39 crores in the FY 2022-23.

Dividend Distribution:

I am pleased to announce a proposed Final Dividend of Rs. 451/- per paid-up equity share capital of Rs. 100/- each (i.e., 451 %) on the Equity Share Capital of the Company for your consideration and approval. This marks the 38th consecutive year of dividend distribution by the company.

MoU:

The leadership team is dedicated to ensure consistent expansion in both revenue and pre-tax profits through ongoing strategic measures, such as managing costs, maximizing resource efficiency, and enhancing systems.

In the previous year, the Company attained a "Good" rating under the terms of the Memorandum of Understanding (MoU) for the FY 2021-22. Building on this achievement, we anticipate significant improvement and aspiring for an excellent rating in subsequent years.

Corporate Social Responsibility (CSR):

Given our involvement in healthcare, all our operations inherently contribute to our social responsibility. In the FY 2022-23, HSCC contributed a total of Rs. 86.21 Lacs towards various CSR initiatives, including Rs. 11.50 lacs contributed towards "purchase of Mahindra bolero/ similar truck" for M/s Parampujriya madhav gouvigyan anshusandhan sansthan, Ajmer ; Rs. 72.00 Lacs contributed towards setting up kidney dialysis centre at three places in Narmada district in Gujarat to Institute of kidney diseases and research centre and Rs. 2.71 lacs in PM Care Fund.

Vision for Growth:

Our vision is to be a leading consulting company that offers innovative and integrated services for enhancing healthcare, both within India and on a global scale. We are committed to leveraging our core competencies in healthcare and other infrastructure projects, fostering an empowering work environment and expanding our operations to achieve excellence.

Corporate Governance:

Transparency, integrity, professionalism, accountability, and proper disclosure form the bedrock of our corporate philosophy. We are committed to upholding these principles to promote ethical business conduct.

Acknowledgments:

To conclude, on behalf of the Board of Directors and personally, I express my sincere gratitude for the invaluable guidance, support, and collaboration extended to the Company by our Parent Company NBCC (India) Limited, Ministry of Housing & Urban Affairs, Ministry of Health & Family Welfare, Ministry of External Affairs, and stakeholders. I extend my thanks to our esteemed shareholders, whose unwavering trust and confidence serve as the foundation of our endeavours.

I would also like to acknowledge and extend my sincere appreciation to our esteemed clients, including the AllMS Delhi, PGI Chandigarh, Government of Mauritius, Governments of Punjab & Haryana, Maharashtra, Himachal Pradesh, Chhattisgarh, Uttar Pradesh, Rajasthan, and our other Business Associates, for their continuous support and confidence in us. The Company's unwavering focus remains on ensuring customer satisfaction.

Furthermore, I would like to express my gratitude to the Comptroller and Auditor General (CAG), Statutory Auditors, and Internal Auditors of the Company for their valuable cooperation. My sincere appreciation also goes to the diligent and committed efforts of all employees at various levels of your Company. In response to the support and cooperation extended to me, I assure you of my commitment to elevate our company to new heights of success.

Thanking you,

Sd/-
Novman Ahmed
Managing Director
DIN: 10054994

NOTICE

Notice is hereby given that the 40th Annual General Meeting ("AGM") of the members of HSCC (India) Limited will be held on Tuesday, September 12, 2023 at 12:00 Noon Indian Standard Time ("IST") at Garvi Gujarat Bhawan, 25-B, Akbar Road, Man Singh Road Area, New Delhi-110001 and also through, video conferencing (V'C)/other Audio Visual Means ('OAVM') facility to transact the following businesses:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Annual Financial Statements of the Company for the financial year ended March 31, 2023, together with the Board's Report, the Auditors' Report and Comments of the Comptroller and Auditor General of India (C&AG) thereon.
2. To declare a Final Dividend Rs.451/- per equity shares of Rs. 100/- each face value for the financial year ended March 31, 2023.
3. To authorise Board of Directors to fix the remuneration of Statutory Auditor(s) of the Company for the financial year 2023-24, as appointed by Comptroller and Auditor General of India (C&AG) India.

SPECIAL BUSINESS:

4. **To regularize the appointment of Shri Novman Ahmed (DIN 10054994) as Managing Director of the Company and to consider and if thought fit, to pass with or without modifications(s), the following resolution as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Novman Ahmed (DIN:10054994) who assumed the charge of Managing Director, HSCC w.e.f February 24, 2023, pursuant to Office Order No. O-17034/21/2020-PS (e-9090867) dated February 22, 2023 of the Ministry of Housing and Urban Affairs (MoHUA) be and is hereby appointed as a Managing Director of the Company on such terms and conditions as may be determined by the President of India from time to time."

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to execute all such agreements, documents, instruments and writings as deemed necessary, as they may in their sole and absolute discretion deem fit or expedient, file requisite forms with regulatory authorities and to do or cause to be done all such acts, deeds, matters and things as may be necessary and appropriate and to delegate all or any of its powers herein conferred to any person(s), to give effect to this resolution."

5. **To regularize the appointment of Sh. Ravi Ranjan (DIN 10057427) as Director (Engineering), Whole Time Director of the Company and to consider and if thought fit, to pass with or without modifications(s), the following resolution as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Ravi Ranjan (DIN: 10057427), who assumed the charge of Director (Engineering), w.e.f. March 01, 2023, Whole Time Director, HSCC, pursuant to Office Order No. O-17034/3/2019-PS

(e-9088367) dated February 10, 2023, of the Ministry of Housing and Urban Affairs (MoHUA) be and is hereby appointed as a Director (Engineering), Whole Time Director, of the Company on such terms and conditions as may be determined by the President of India from time to time.”

"FURTHER RESOLVED THAT the Board of Directors be and is hereby authorised to do all such act and things which it may deem necessary and expedient for the implementation of the order of the Ministry of Housing and Urban Affairs (MoHUA) and other necessary compliance(s) under the Companies Act 2013 and rules made thereunder."

By order of the Board of Directors
For **HSCC (India) Limited**

Sd/-
Sonia Singh
Company Secretary
M. No. : ACS-24442

Place: New Delhi
Date: 04.08.2023

NOTES

1. The Explanatory Statement pursuant to the provisions of the Section 102(1) of the Companies Act, 2013 relating to the Special Business as set out 4 & 5 to be transacted at the Annual General Meeting (AGM) is annexed here to.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE ON A POLL IN HIS/HER BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING (FORM OF PROXY IS ANNEXED).**
3. In line with the MCA Circular, the Notice of the 40th AGM will be available in the website of the Company at www.hsccltd.co.in.
4. Attendance Slip, proxy form and the route map of the venue of the meeting are annexed hereto.
5. Since the members are being also provided with the facility of attending the AGM through VC/OAVM, the members can convey their vote by sending email from the registered mail id at cs_hsccltd.co.in if the poll is required to be taken during the meeting for any resolution.
6. Final Dividend of Rs. 451/- per equity share of Rs. 100/- each for the financial year ended March 31, 2023 (i.e.@451%) has been recommended by the Board of Directors subject to the approval of the Shareholders at ensuing Annual General Meeting.
7. COMMUNICATION ON TAX DEDUCTION AT SOURCE (TDS) ON DIVIDEND DISTRIBUTION: As you may be aware w.e.f. 1st April 2020, Dividend Distribution Tax u/s 115-O of the Income-tax Act, 1961 ("the IT Act") payable by domestic companies on declaration of dividend has been abolished. Pursuant to this amendment and certain consequential amendments brought vide Finance Act, 2020, the Company would be under an obligation to deduct tax at source ("TDS") in accordance with the provisions of the IT Act, from dividend distributed on or after 1st April 2020.
8. The record date for the purpose of dividend is August 30, 2023. The final dividend on equity shares, if declared at the Annual General Meeting, will be paid on or before October 11, 2023 to the Members whose names appear on the Company's Register of Members on August 30, 2023.
9. Since the company is also providing facility for attending the AGM by the members through VC/OAVM, the members attending the same shall be counted for the purpose of reckoning the quorum u/s 103 of the act.
10. In view of the prevailing COVID-19 pandemic scenario, the Ministry of Corporate Affairs ('MCA') vide its General Circular No. 20/2020 dated May 5, 2020 read with General Circular Nos. 02/2021, 17/2020, 14/2020 & 2/2022 dated January 13, 2021, April 13, 2020, April 8, 2020, May 5, 2022 respectively (collectively referred to as 'MCA Circulars') have permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue.

However, pursuant to Section 112 and Section 113 of the Companies Act, 2013, the President of India, Body Corporate(s) may appoint their representative to attend and participate at the Annual General Meeting through the VC/OAVM facility and to cast their votes through e-voting.

11. Pursuant to section 139 (5) of the Companies Act, 2013, the Auditors of a Government Company are to be appointed or re-appointed by the Comptroller and Auditor General of India (C&AG) and in terms of Section 142 of the Companies Act, 2013, remuneration is to be fixed by the Company in General Meeting or in such manner as the Company in General Meeting may determine. It is proposed that the Members may authorize the Board of Directors to fix the remuneration in addition to applicable taxes and reimbursement of actual travelling and out of pocket expenses of the Statutory Auditors duly appointed by the Comptroller and Auditors General of India.
12. All documents referred to in the accompanying Notice and statement pursuant to section 102 (1) of the Companies Act, 2013 are open for inspection at the Registered office of the Company on all working days before September 12, 2023, between 11.00 a.m. to 05.00 p.m. prior to the AGM (except Saturday and Sunday).
13. The members intending to seek any information on annual accounts at the meeting are requested to kindly inform the Company at least 7 days before the date of the AGM by sending request at cs_hsc@hsccltd.co.in.
14. In addition to physical copy, soft copy of notice would also be circulated to shareholders.
15. Brief profile of the Directors seeking appointment/re-appointment forms part of the Notice..

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC / OAVM ARE AS UNDER:

1. In addition to holding of physical meeting, the Company is also providing the facility to the members to attend the AGM Through VC/OVAM at the link below:

<https://teams.microsoft.com/l/meetup-join/19%3a582ec4fece214b988d6ae722223e40e9%40thread.tacv2/1632482392410?context=%7b%22Tid%22%3a%22e5b04c44-bc23-415f-8591-633eb11e4253%22%2c%22Oid%22%3a%22d77c61c9-07fa-4098-bb67-e80e6380010a%22%7d>

The above Link of the meeting will be also be sent to the Members at their registered email id separately and on registered mobile number at least 48 hours before the scheduled date of AGM.

1. The facility for joining the meeting will be kept open for 30 minutes before the scheduled time to start the meeting and will be closed on expiry of 15 minutes after such scheduled time.
2. Members who need assistance before or during the Annual General Meeting can contact Company Secretary, HSCC, on cs_hsc@hsccltd.co.in.

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

Item No. 4: Regularize the appointment of Shri Novman Ahmed (DIN:10054994) as Managing Director of the Company

Pursuant to Office Order No.O-17034/21/2020-PS (e-9090867) dated February 22, 2023 of the Ministry of Housing and Urban Affairs (MoHUA), Shri Novman Ahmed (DIN:10054994) was appointed as Managing Director of the Company with effect from February 24, 2023.

Mr. Novman Ahmed, a Civil Engineer by profession, did AMIE (Civil Engg.) and M.E. (Civil Engg.) from MBM Engineering College, Jodhpur. He joined HSCC in Feb 2023 and is currently holding the position of Managing Director with HSCC (I) Ltd, A Miniratna CPSE under Ministry of Housing and Urban Affairs (A wholly owned subsidiary of NBCC (I) Ltd). Prior to joining HSCC, Mr. Ahmed Served at NBCC and in various leadership positions including Chief Executive Officer (CEO) of NBCC Services Limited (NSL) (a wholly owned subsidiary of NBCC (I) Ltd). A career spanning over 28 years, Mr. Ahmed has worked with Govt. Departments and Organizations of repute such as Military Engineering Services, National Bank for Agriculture and Rural Development (NABARD), IFCI Ltd. and Steel Authority of India Limited (SAIL). During his stint at these esteemed organizations, he handled various leadership roles involving project planning, monitoring and implementation in almost all types of Real Estate projects besides conducting several important Project Feasibility Studies (Technical and Financial). He is not disqualified from being appointed as a Managing Director in terms of Section 164 of the Act. Details of Shri Novman Ahmed are provided in the "Annexure-A" to the Notice. None of the Directors or Key Managerial Personnel (KMP) or their relative is interested or concerned in the resolutions except the Director being appointed. The Board recommends the Ordinary Resolution as set out at item no. 4 for approval of members.

Item No. 5: Regularize the appointment of Shri Ravi Ranjan (DIN:10057427) as Director (Engineering), Whole Time Director of the Company

Pursuant to Office Order No.O-17034/3/2019-PS (e-9088367) dated February 10, 2023 of the Ministry of Housing and Urban Affairs (MoHUA), Shri Ravi Ranjan was appointed as a Director (Engineering), Whole Time Director of the Company.

Shri Ravi Ranjan has taken over charge as Director (Engineering) in HSCC (India) Limited w.e.f. March 01, 2023. Prior to taking over charge of Director (Engineering), Shri Ravi Ranjan was working as General Manager in HSCC (India) Limited having joined HSCC as Deputy Manager and working at various positions including as Vigilance Officer. Prior to joining HSCC in 2001, he served at various CPSEs including CCI & NIDC. Shri Ravi Ranjan holds Degree in Civil Engineering & M.B.A.(Marketing).

During his thirty-two (32) years of overall work experience in the field of Civil Engineering and Project Management, Shri Ravi Ranjan has handled large value projects with development of RCC frame structure for multi-level hospitals, laboratories, Medical Colleges, Institutional Residential Complex etc., He have extensive knowledge in preparing Concept Reports, EFC, Specifications, BOQ, GCC, SCC, Tender Document, EPC s/Item rates Tenders based on CPWD/ FIDIC conditions. He has contributed extensively in the execution of World Bank Projects (Integrated Rural water supply for Govt of Karnataka, Capacity building in food and drug for Govt. of India), Setting up of All India Institute of Medical Sciences, Super speciality Blocks for Various medical colleges across country, Medical College and

Hospital for Govt of Mizoram, Manipur and Rajasthan. He has made significant contribution to the overall profitability of various divisions of the Company and played a key role in the Organization, during his career.

He is not disqualified from being appointed a Director (Engineering, Whole Time Director, in terms of Section 164 of the Act. Details of Shri Ravi Ranjan are provided in the "Annexure-A" to the Notice. None of the Directors or Key Managerial Personnel (KMP) or their relative is interested or concerned in the resolutions except the Director being Appointed. The Board commends the Ordinary Resolution as set out at item no. 5 for approval of members.

By order of the Board of Directors
For **HSCC (India) Limited**

Sd/-
Sonia Singh
Company Secretary
M. No. : ACS-24442

Place: Delhi
Date: 04.08.2023

**BRIEF RESUME OF THE DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT AT 40TH ANNUAL GENERAL MEETING**

Name	Sh. Novman Ahmed (DIN:10054994)	Sh. Ravi Ranjan (DIN:10057427)
Date of Birth	02/05/1975	06/01/1966
Qualifications	AMIE [Civil Engg.] and M.E. [Civil Engg.]	Civil Engineering & M.B.A. (Marketing)
Date of first appointment at the Board	24/02/2023	01/03/2023
Experience	Vast Experience	Vast Experience
Terms and conditions of Appointment	As per the terms and conditions determined by the President of India from time to time.	As per the terms and conditions determined by the President of India from time to time.
Remuneration sought to be paid and the remuneration last drawn	As per terms & conditions	As per terms & conditions
No.of shares held in HSCC	NIL	NIL
Relationship with other Directors and KMP	No inter se related to any Director of the Company	No inter se related to any Director of the Company
Number of meetings of the Board attended during the FY 2022-23	1 (One)	1 (One)
Expertise in Specific functional area	Mr. Novman Ahmed, a Civil Engineer by profession, did AMIE (Civil Engg.) and M.E. (Civil Engg.) from MBM Engineering College, Jodhpur. He joined HSCC in Feb 2023 and is currently holding the position of Managing Director with HSCC (I) Ltd, A Miniratna CPSE under Ministry of Housing and Urban Affairs (A wholly owned subsidiary of NBCC (I) Ltd). Prior to joining HSCC, Mr. Ahmed Served at NBCC and in various leadership positions including Chief Executive Officer (CEO) of NBCC Services Limited (NSL) (a wholly owned subsidiary of NBCC (I) Ltd).	Shri Ravi Ranjan has taken over charge as Director (Engineering) in HSCC (India) Limited w.e.f. March 01, 2023. Prior to taking over charge of Director (Engineering), Shri Ravi Ranjan was working as General Manager in HSCC (India) Limited having joined HSCC as Deputy Manager and working at various positions including as Vigilance Officer. Prior to joining HSCC in 2001, he served at various CPSEs including CCI & NIDC. Shri Ravi Ranjan holds Degree in Civil Engineering & M.B.A.(Marketing).

	<p>A career spanning over 28 years, Mr. Ahmed has worked with Govt. Departments and Organizations of repute such as Military Engineering Services, National Bank for Agriculture and Rural Development (NABARD), IFCI Ltd. and Steel Authority of India Limited (SAIL). During his stint at these esteemed organizations, he handled various leadership roles involving project planning, monitoring and implementation in almost all types of Real Estate projects besides conducting several important Project Feasibility Studies (Technical and Financial).</p>	<p>During his thirty-two (32) years of overall work experience, he is associated with Project Planning, Management, and business operations. He has contributed extensively in the execution of World Bank Projects (Integrated Rural water supply for Govt of Karnataka, Capacity building in food and drug for Govt. of India), Setting up of All India Institute of Medical Sciences, Super specialty Blocks for Various medical colleges across country, Medical College and Hospital for Govt of Mizoram, Manipur, and Rajasthan. He has made significant contribution to the overall profitability of various divisions of the Company and played a leading role in the Organization, during his career.</p>
Directorship held in other companies	NIL	NIL
Memberships/ Chairmanship of Committees of other Companies*.	NIL	1 (Audit Committee as member in HSCC)

*Membership of the Audit Committee and Stakeholder's Relationship Committee have only been taken into consideration.

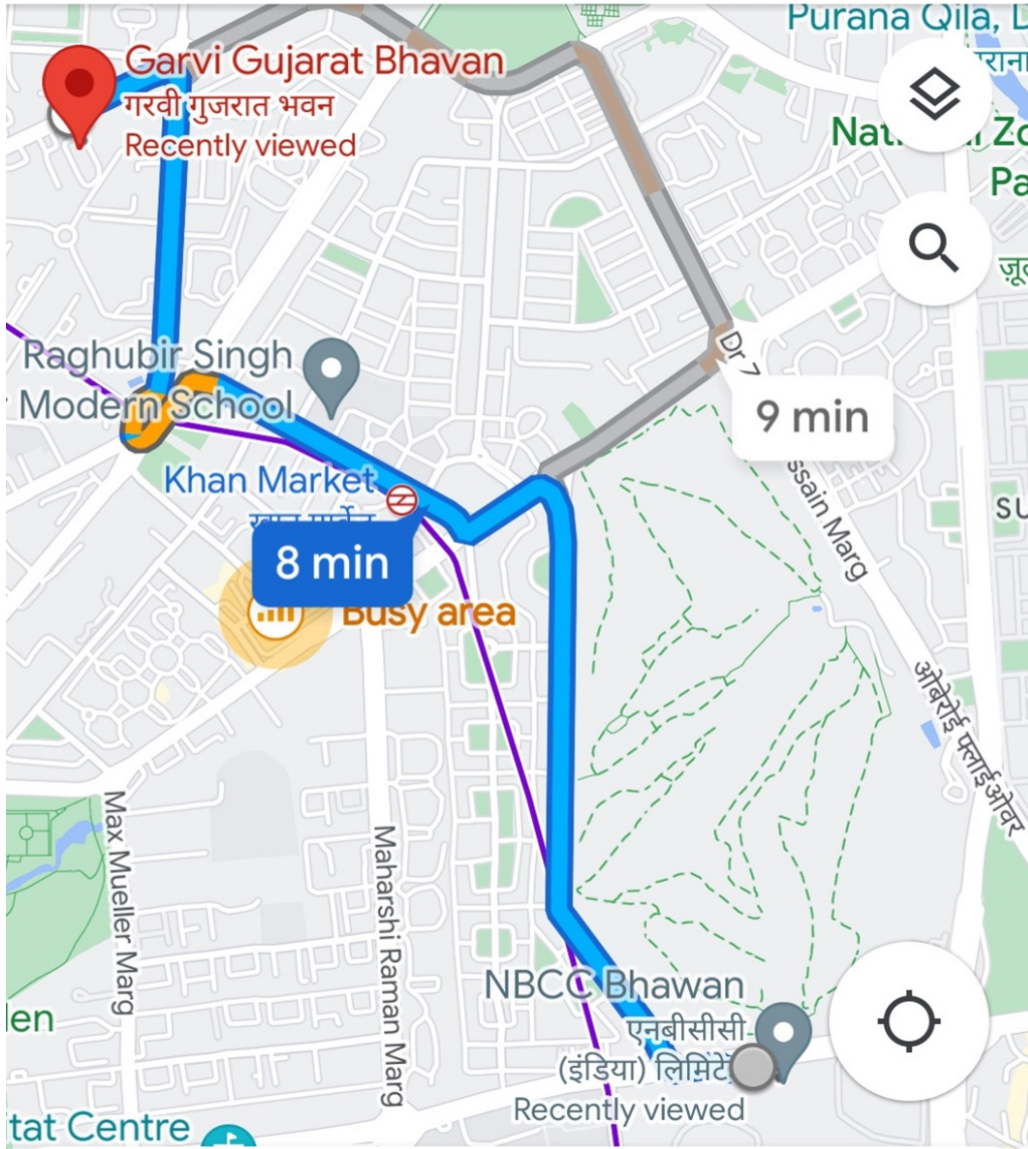
HSCC'S 40TH ANNUAL GENERAL MEETING

Date : September 12, 2023

Time : 12:00 Noon

Venue : Garvi Gujarat Bhawan, 25-B Akbar Road,
Man Singh Road Area, New Delhi-110001

ROUTE MAP



DIRECTORS' REPORT

DEAR SHAREHOLDERS,

The Directors of your Company are pleased to present the 40th Annual Report on the business and operations of HSCC (India) Limited and its Audited Financial Statement for the financial year ended March 31, 2023 with Auditor's report and comments on the accounts by the Comptroller and Auditor General of India.

FINANCIAL HIGHLIGHTS

The Financial Highlights of the Company for the financial year 2022-23 along with comparative figures for 2021-22 as per Ind AS are indicated below: (Rs. In crore)

Particulars	2022-23	2021-22
Total Income	1104.21	1362.19
Total Expenditure	1080.83	1355.82
Profit before Exceptional & Extraordinary items	23.39	6.37
Exceptional & Extraordinary items	-	26.85
Profit Before Tax	23.39	33.21
Tax Expenses (net)	0.71	8.04
Profit After Tax	22.67	25.18
Dividend (excluding DDT) paid	5.18	4.89
Net Worth	162.22	143.61
Earnings per Share (In Rs.)	1259.54	1398.64

CAPITAL STRUCTURE

The Authorized Share Capital of the Company is Rs.5.00 crore. The Paid up Share Capital of the Company throughout the year was Rs.1.80 crore.

DIVIDEND

During the Financial Year 2022-23, Yours Directors have recommended Final Dividend of Rs. 451/- Per paid up equity share capital of Rs. 100/- each (i.e. @451 %) on the Equity Share Capital of the Company amounting to Rs. 8.12 croe (approx.), subject to the approval of the members at the ensuing Annual General Meeting, for the Financial Year 2022-23.

FUND ON BEHALF OF MINISTRY /CLIENT

The funds on behalf of Ministry/Clients are as under:-

On behalf of Ministry/Clients	As on March 31, 2023	As on March 31, 2022
Particulars	Rs. In crore	Rs. In Crore
Cash & Cash Equivalent	460.39	265.63
Other Bank Balance (Fixed & Flexi Deposit)	1923.88	2484.49

RESERVES

The company did not transfer any amount to its general reserves during the financial year ended March 31, 2023.

PERFORMANCE HIGHLIGHTS

Your Company continued to maintain streak of expanding in the area of operations geographically and financially. All efforts are made to expand, innovate and excel in the areas of operations. Services of Experts and Consultants are being utilized to achieve higher degree of technical expertise and excellence in performing various activities of the Company. During the year 2022-23, your Company was awarded the work of rendering Consultancy Services for Design & Engineering, Project Management and Procurement of Medical Equipment, etc. for various prestigious & challenging projects.

During the year 2022-23, your Company has achieved Total Turnover of Rs. 1 102.62 crore and Net-Worth of Rs. 162.22crore as on 31.03.2023.

A list of major on-going projects is placed at Annexure A.

MEMORANDUM OF UNDERSTANDING

Your Company has received "GOOD" MOU rating from the Holding Company i.e. NBCC (India) Limited, on the basis of Audited Financial Statements for the Year 2021-22.

For the FY 2022-23, Holding Company i.e. NBCC (India) Limited along with HSCC (India) Limited have finalised parameters based on Financial & Physical Performance of the Company. In terms of the Financial Performance, HSCC has achieved Rs. 1 102.62 crore Revenue from operations and achievement in physical parameter is given as under:-

- Capacity Utilisation build up area stands Rs. 4.62 million sq. fit.
- Revenue from overseas stands Rs. 6.57 Cr.
- New Business Secured during the year is Rs. 1211 cr.

INDIAN ACCOUNTING STANDARDS

The Company has followed the prescribed Indian Accounting standard as laid down by the Institute of Chartered Accountant of India (ICAI) and notified by the Ministry of Corporate Affairs for preparation of Financial Statements and adoption of significant accounting policies for the financial year ended March 31, 2023.

ISO CERTIFICATION

Your Company is a certified ISO 9001:2015 in construction, procurement and management of Civil Construction Project.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

Your Company is conscious about the need for conservation of energy and this aspect is taken care of in consultation with its clients by advocating the maximum use of natural light, solar light and LED installations.

Your Company has not imported any technology and the details of foreign exchange earnings or outgo during the financial year under review are as follows:

(Rs. In Crore)

	As on 31st March, 2023	As on 31st March, 2022
A. Expenditure		
• Travelling	0.02	Nil
• Import of Capital Goods on C.I.F. + basis (on behalf of Clients)	5.40	29.37
B. Mauritious Projects fees	6.57	7.32

WELFARE ACTIVITIES

Your Company continues to organize functions, celebrate various occasions and extends social benefits to motivate employees and their families.

HUMAN RESOURCES

HSCC being the knowledge based Company, its real strength lies in its manpower. The Company is committed to build a team of competent professionals and therefore focuses on development of its human resources. Ample opportunities are provided to employees at all levels to enhance their knowledge and skills. During the year, employees were deputed to various training programs to ensure that the knowledge and skills of the employees are continuously upgraded. As on March 31, 2023, the Company had manpower strength of 159 employees on regular pay scales (below Board Level) and 78 on fixed tenure basis, including 58 SC/ ST/OBC/EWS category employees and 3 employees belonging to PwD category on regular pay scales. The employee management relationship continued to be excellent throughout the year. As on March 31, 2023, 03 employees of NBCC in Finance discipline were working in HSCC on Secondment basis.

The Company appreciates the role of its human capital in propelling the company to new heights. The position of recruitment of SC/ST employee's category-wise for the year 2022-23 is as under –

S. No.	Group	General	OBC	SC/ST				Total
				SC	%(SC)	ST	%(ST)	
1.	Group "A"	00	00	00	00	00	00	00
2.	Group "B"	04	01	02	50	00	00	00
3.	Group "C"	00	00	00	00	00	00	00
Total		04	01	02	50	00	00	00

Directive issued by the govt. of India from time to time for filling up of vacancies for SC/ST/OBC/Ex-Servicemen have been observed in the company in true spirit.

Employees on Pay Scales	159 (Below Board Level)
No. of Fixed Tenure employee	78

Working status of women employees in the Company-Category wise and SC/ST/VH/PH group wise.

(i). Working status of women employees category- wise :

S. No.	Category of posts (Group)	No. of women employees
1.	Group "A"	06
2.	Group "B"	09
3.	Group "C"	01
4.	Group "D"	00
	Total	16

(ii). Total Numbers. Group wise SC/ST/VH/PH:

S. No.	Category of Posts (Group)	No. of employees						
		Total Employees	SCs	STs	OBC	VH	HH	PH(OPH)
1.	Group "A"	73	10	01	12	00	0	00
2.	Group "B"	78	10	02	19	00	0	01
3.	Group "C"	08	03	00	01	00	0	02
	Total	159	23	03	32	00	0	03

Manpower status as on March 31, 2023

Category	Engineers (C-E.M.IT)	Engineers (BME-Pharma-Arc-D'man)	Finance (F&A-Eco-CS)	HRM (Legal)	Others	Total
A	53	08	09	03	00	73
B	55	06	10	04	03	78
C	00	00	00	00	08	08
Total	108	14	19	07	11	159

TRAINING

Human Resource Development is the prime importance for any Organization to achieve the Organization Goal. Keeping in view the present innovative & challenging market, this Division has arranged need based In-House Training Programs / Technical Workshops to make our officials / employees aware of latest trends / techniques & changes taking place in their respective fields and to enhance their knowledge so that they work with more potential & zeal to achieve the organisational goal.

IMPLEMENTATION AND PROMOTION OF HINDI OFFICIAL LANGUAGE

The Company continued to make efforts to fulfill the targets prescribed by Govt. of India in the Official Language Act and Rules framed therein with regard to promotion of use of Hindi Rajbhasha in office during the year 2022-23. Employees were motivated to use their working knowledge of Hindi in day to-day official work. All the Standard Forms, Files, etc. are bilingual. Significant progress has been made in the field of correspondence, noting and drafting in Hindi. All Hindi letters are being replied in Hindi only. To popularize the use of Hindi, the Company organized Hindi Pakhwada from September 10, 2022 to September 25, 2022 during which various competitions based on knowledge of Official Language were organized. Besides, the Company is also a member of the Town Official Language Implementation Committee, Noida, under the Ministry of Home Affairs, Government of India and also represented at various competitions, meeting, seminars etc.

RIGHT TO INFORMATION

Right to information (RTI) Act, 2005 has empowered the Indian Citizen to access information from Public Authorities, resulting in transparency and accountability to the working of the authorities. Company has appropriate mechanism to provide information to citizen under provisions of Right to Information Act (RTI) Act, 2005. A total of 43 applications under RTI Act were received during the year 2022-23, the same have been dealt in terms of the RTI Act.

PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

In line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013, an Internal Complaints Committee is constituted in the company.

However, no complaint of sexual harassment was received during the year 2022-23.

VIGILANCE

Smt. Shalini Darbari, IRAS is the Chief Vigilance Officer (CVO) of the Holding Company. Shri S.S.Popli is the Vigilance Officer of the HSCC. During the year, Vigilance Cell has functioned as an effective part of management. Private Foreign Visits, CTE replies were submitted to the respective agencies on time. CVC guidelines, received from time to time were followed and adhered to as precautionary and preventive measure and inquiries are properly and promptly attended. Existing systems and procedures were reviewed for further improvements and all efforts were made to ensure transparency in the working of the company.

The Central Vigilance Commission observed Vigilance Awareness Week from 31.10.2022 to 06.11.2022 and to maintain high moral standard of employees your Company also observed Vigilance Awareness Week. The Pledge was administered to all employees of the Company.

DEPOSITS

During the year under review, Company has not accepted any deposit and no principal or interest was outstanding as on March 31, 2023.

LOAN, GUARANTEES AND INVESTMENTS

The Company has not provided any Loan, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any subsidiary, associates or joint venture companies as per the Companies Act, 2013. However, The Company is subsidiary of NBCC (India) Limited.

PARTICULARS OF EMPLOYEES

The provisions of Section 134(3)(e) of the Act are not applicable to a Government Company. Consequently, details on Company's policy on Directors' appointment and other matters as required under Section 178 (3) of the Act, are not required. Similarly, Section 197 of the Act is also exempt for a Government Company. Consequently, there is no requirement of disclosure of the ratio of the remuneration of each Director to the median employees remuneration and other such details, including the statement showing the names and other particulars of every employee of the Company, who if employed throughout / part of the financial year, was in receipt of remuneration in excess of the limits set out in the rules are not provided in terms of Section 197 (12) of the Act read with Rule 5 (1) / (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

RISK MANAGEMENT

Your Company has its own Risk Management Policy to manage and monitor the principal risks and uncertainties that may affect the functioning of the Company.

INTERNAL FINANCIAL CONTROL

Your Company's Internal Financial Control Systems are commensurate with the nature of its business and the size and complexity of operations. The Company has in place adequate internal financial controls with reference to financial statements.

AUDIT COMMITTEE

Your Company has constituted Audit Committee with Board Members. The recommendations made by the Audit Committee are accepted by the Board.

NOMINATION & REMUNERATION COMMITTEE

The Company has constituted Nomination & Remuneration Committee with Board members.

INDUSTRIAL RELATIONS

Harmonious industrial relations were maintained during the year resulting in no loss of man days on account of strike or labour unrest.

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT (MDA) AND CORPORATE GOVERNANCE.

Corporate Governance practices in your Company focuses on transparency, integrity, professionalism and accountability. The quarterly reports are in the formats prescribed by the Department of Public Enterprises (DPE), as per the guidelines on Corporate Governance, informing the status about Corporate. Corporate Governance are being submitted to Ministry of Housing & Urban Affairs. As per Guidelines on Corporate Governance issued by Department of Public Enterprises, a "Management Discussion and Analysis Report" and "Corporate Governance Report" are placed at Annexure I and II respectively.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions/entered by the Company during the financial year 2022-23 with related parties were in its ordinary course of business and on arm's length basis. The related party contracts referred in section 188 of the Companies Act, 2013 is in Form AOC-2 and enclosed as Annexure-III.

CORPORATE SOCIAL RESPONSIBILITY

During the years, the total CSR budget is Rs. 86.21 Lacs for the FY. 2022-23. Out of Which, Rs. 11.50 Lacs, has been spent towards Purchase of one long body Mahindra bolero/similar truck for Parampujya Madhav Gouvigyan Anusandhan, Ajmer. Further, Rs. 72 Lacs to Institute of Kidney Research centre towards setting of Three Machines at 3 dialysis centre in Narmada (Aspirational District) and balance amount of Rs. 2.71 Lacs to PM Care Fund.

The Company has in place a CSR policy in line with Schedule VII of the Companies Act, 2013, which can be accessed on the Company's website at the link www.hsccltd.co.in and forms part of this Report at Annexure-IV.

COMPLIANCE OF DEPARTMENT OF PUBLIC ENTERPRISES (DPE) GUIDELINES AND POLICIES

The guidelines and policies issued by DPE from time to time are duly complied with by the Company.

IT DIVISION

- Upgradation of Internet connectivity at HSCC Office.
- Various departments at Corporate Office are linked up through Local Area Network (LAN).
- New E-Tender portal introduces at HSCC.

MSME IMPLEMENTATION

It always has been endeavour of HSCC to support Micro and Small Enterprises (MSEs) and local suppliers. HSCC has taken a number of steps including the necessary steps to implement the Public Procurement Policy of the Government of India to procure the items specified from MSMEs, including SC/STs. Necessary provisions is made in all the tenders stating the eligibility of Micro, Small and medium Enterprises (MSMEs) to participate in the tender. As mandated in the public procurement policy for MSEs issued by Ministry of MSME's notified by MSME, Government of India.

COMPLIANCE OF DPE GUIDELINES AND POLICIES

During the FY 2022-23 your Company has complied with the guidelines and policies issued by Department of Public Enterprises from time to time.

NUMBER OF MEETING OF BOARD OF DIRECTORS

The Board met Seven (7) times during the financial year 2022-23 and the Company has complied conducting of Board meeting within the prescribed time limit of the Companies Act, 2013.

BOARD COMMITTEES UNDER COMPANIES ACT, 2013

A. Audit Committee

During the period under review, the Company has the Audit Committee at the Board level Functioning with the powers and role that are in accordance with Section 177 of the Companies Act, 2013 and Rule 6 and 7 of Companies (Meetings of Board and its Powers) Rules, 2014 and DPE Guidelines on Corporate Governance. As on March 31, 2023, the Audit committee comprise (Dr.) Deepak Singh Bhakar, as Chairperson and Ms. D. Thara, and Sh. Ravi Ranjan, as members of the committee.

B. Nomination and Remuneration Committee

As on March 31, 2023, the Nomination & Remuneration Committee comprise (Dr.) Deepak Singh Bhakar, as Chairperson and Ms. D. Thara, and Sh. Ravi Ranjan, as members of the committee.

C. Corporate Social Responsibility (CSR)

During the period under review, the Company has constituted the CSR committee in compliance with provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014. As on March 31, 2023, CSR Committee comprise of Ms. D. Thara as Chairperson and Dr. Deepak Singh Bhakar & Sh. Ravi Ranjan as members of the committee.

BOARD OF DIRECTORS/KEY MANAGERIAL PERSONNEL (KMP)

Policy on Directors appointment etc.: HSCC being a Government Company, the provisions of section 134 (3) (e) of the Companies Act, 2013 do not apply in view of the Gazette notification dated June 5, 2015 issued by Government of India, Ministry of Corporate Affairs.

Performance Evaluation: HSCC being a Government Company, the provisions of section 134 (3) (p) of the Companies Act, 2013, do not apply in view of the Gazette notification dated June 5, 2015 issued by Government of India, Ministry of Corporate Affairs.

APPOINTMENT/CESSATION ETC.

During the period under review following appointment/Cessation took place.

S. No.	Name of the Director(s)	Designation	Particular	Date
1.	Dr. (Smt.) Jyoti Kiran Shukla	Independent Director	Appointment	27/04/2020
			Cessation	16/06/2022
2.	Dr. (Smt.) Vinod Panthi	Independent Director	Appointment	01/08/2019
			Cessation	16/06/2022
3.	Sh. Suresh Chandra Garg	Director (Engineering)	Appointment	15/01/2020
			Cessation	28/02/2023
4.	Sh. Suresh Chandra Garg	Additional Charge of Managing Director	Appointment	01/08/2021
			Cessation	24/02/2023
5.	Sh. Novman Ahmed	Managing Director	Appointment	24/02/2023
			Cessation	-
6.	Sh. Ravi Ranjan	Director (Engineering)	Appointment	01/03/2023
			Cessation	-

The Company is a Public Sector Undertaking all the appointment of Directors are made by the President of India through Administrative Ministry.

DECLARATION BY INDEPENDENT DIRECTOR

The Independent Directors of the company had made declaration of Independence as required under section 149(6) of the Companies Act, 2013 and the rules made there under as and when required.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134 of the Companies Act 2013, your Directors hereby reports as under: -

- In the preparation of annual accounts for the financial year ended March 31, 2023, the applicable Indian Accounting Standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departure from the same;
- The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the period ended on that date;
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- The Directors have prepared the annual accounts on a going concern basis;
- The Directors have laid down internal to financial controls be followed by the Company and such internal controls are adequate and are operating effectively and
- The Directors have devised proper system to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

TRAINING OF DIRECTORS

During the year under review, the Company has its own policy on training of Directors duly approved by the Board of Directors.

AUDITORS AND AUDITOR'S REPORT

INTERNAL AUDITORS

M/s Vinay Jain & Associates, Chartered Accountants, New Delhi, have been appointed as Internal Auditor for the financial year 2022-23 at a fee of Rs. 96,300/- plus GST as applicable including conveyance.

STATUTORY AUDITORS

M/s S.N. Dhawan & Co., LLP, Chartered Accountants, was appointed as Statutory Auditors for the FY 2022-23 by the Comptroller and Auditor General of India as Statutory Auditors of the Company. The remuneration fixed by the Company for Statutory Audit for the Financial Year 2022-23 is Rs. 13,20,000/- (Rupees Thirteen Lakh twenty thousand only) plus Taxes as applicable.

SECRETARIAL AUDIT

The Company has appointed M/s P.C Jain & Co., Company Secretary in practice to conduct Secretarial Audit of Company for the financial year 2022-23 at the same terms & conditions as of last year. The Secretarial Audit Report for the financial year ended March 31, 2023, is placed at Annexure-V.

COST AUDIT

As prescribed under the Companies (Cost Records and Audit) Rules, 2014, the Cost Accounting records are not applicable to your company.

COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (B) OF THE COMPANIES ACT, 2013.

The Comptroller & Auditor General of India has given "NIL" Comment on Financial Statements of the Company for the year ended March 31, 2023, after conducting supplementary Audit under Section 143(6) (b) read with Section 129 (4) of the Companies Act, 2013 and annexed as Annexure-V. The Company's annual accounts for the fiscal will be given as addendum to this Report.

GENERAL

Directors hereby state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. No material change and commitment affected the financial position of the company occurred after the end of the financial year to which this financial statement relate and upto the date of this report.
2. There was no issue of shares under ESOS to the employees.
3. Company has not accepted any deposits under the Companies Act, 2013.
4. Provisions of Section 197 of the companies Act, 2013 are not applicable to HSCC being a Government Company pursuant to Ministry of Corporate Affairs notification dated June 5, 2015.
5. The Company is compliant of the Secretarial Standards issued by the ICSI from time to time.
6. All directions issued by the Government of India during FY 2022-23 have been duly complied with by the Company.

ACKNOWLEDGMENT

The Directors deeply appreciate and acknowledge the continued assistance, cooperation, active support and guidance received from Ministry of Housing and Urban Affairs, Ministry of Health & Family Welfare, Ministry of External affairs and other Ministries and Government Departments. We are also thankful to our esteemed clients for reposing their confidence in the capability and professional competence of the Company.

The Directors also place on record the continued support by Bankers, and many other organizations as well as individuals.

The Directors are also place on record the appreciation for the untiring efforts and contributions made by the employees at all levels to ensure that the Company continues to grow and excel.

**By order of the Board
For HSCC (India) Limited**

**Sd/-
Novman Ahmed
(Managing Director)
DIN: 1005499489**

**Place: Delhi
Date: 04.08.2023**

SUMMARY OF ON-GOING CONSULTANCY PROJECTS DETAILS AS ON DATE

A. Architectural Planning, Design Engineering & Project Management Services of



AIIMS Manglagiri

1. AIIMS at Manglapuri, Guntur.
2. AIIMS at Rajkot, Gujarat.
3. Govt. Medical College at Chandrapur, Maharashtra.
4. Advanced Neurosciences Centre at PGIMER, Chandigarh.
5. New Medical College at various Locations in Rajasthan.
6. Regional Cancer Centre at NEIGRIHMS, Shillong & Imphal
7. Hospital Block at RML Hospital, New Delhi.
8. Projects of RIIMS, Imphal.
9. Construction of Teaching Hospital at Flacq, Mauritius.
10. Medclinics at 4 Locations, Mauritius.



Medical College



Medical Lab



OPD



Construction of teaching Hospital at Flacq, Mauritius

B. Procurement Management Services.

- Medical Equipment for Super Specialty and Emergency block, Safdarjung Hospital, New Delhi.
- Medical Equipment for Medical College for AIIMS, Rae Bareilly, U.P.
- Medical Equipment for New Cancer Hospital, Republic of Mauritius.
- Medical Equipment for Lady Hardinge Medical College New Delhi.
- Medical Equipment for Sports Injury Centre, New Delhi.



SSB Siligiri

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE & DEVELOPMENTS

HSCC (I) Limited is a Government of India Enterprise and subsidiary of NBCC (India) Ltd. under administrative control of Ministry of Housing and Urban Affairs which was setup in March 1983. Since inception the total business of the Company has been managed without any borrowing either from the Government or from other sources. HSCC has been declared 'Mini Ratna' Company in September 1999 and has achieved the status of 'Mini Ratna-Category I' Company in December 2015.

The Company is engaged in rendering comprehensive consultancy services in the field of Hospital planning, design, detail engineering, quality control, project management and monitoring as well as procurement, supply, installation and commissioning of medical equipment's for the projects assigned to it by the Ministry of Housing and Urban Affairs, Ministry of External Affairs, Private and Public Sector Organizations as well as various State Governments.

HSCC has adopted an integrated approach to projects, drawing on its pool of expertise to provide the best combination to evolve client specific, cost effective and innovative solutions. HSCC has successfully completed major healthcare projects comprising hospital, medical colleges, laboratories etc. not only in India but in many countries. The Company has also diversified its activities in the areas of Hospital Waste Management, Hospital Computerization, health related Management studies and training & recruitment etc.

HSCC has over the years evolved as a pioneer organization in the field of Healthcare consultancy. The Company at present executing work all over India but focuses increased business in North-Eastern Region.

Strength:

- Since Inception, the Company designed, engineered and implemented a diverse range of Healthcare Infrastructure Projects of National Importance.
- Experienced of executing more than 120 healthcare Projects and create around 35000 Hospitals beds.
- In house team of experienced and qualified professionals provides competitive edge over other Healthcare consulting firms.
- Being Mini Ratna Company, has preference and strong relationship with Public Sector bodies/agencies.
- Dominant position in the public Healthcare Infrastructure Projects across India.
- HSCC has provided consistent performance and revenue growth that coupled with high profitability.

Weakness:

- Significant dependency on public Institutions for business & Mainly on Central Government.
- Business currently focuses largely on few service line, which poses business risk due to increasing competition from Public & Private Healthcare consulting firms.
- HSCC Brand awareness is currently low across Private Healthcare Sector.

- Internal Business capabilities need to be augmented with IT enablement to support business operations.
- Less Availability of trained manpower/consultants, specific to the field.

Opportunities:

- Significant growth in public & Private Healthcare sector provides huge consulting opportunities in the coming years.
- Demand for diversified healthcare consulting services across healthcare value chain.
- The Indian consulting market is highly fragmented with no market leaders.
- Significant Opportunities in design engineering and architecture, project management expected in coming years.

Threats:

- Increasing competition from Private Healthcare consulting firm and other PSUs foraying into Healthcare Sector.
- Increasing completion is creating a price competitive market leading to projects awarded on competitive bidding.
- HSCC's salary gaps with respect to private sector companies could increase threat of attrition & acquisition of new talent.

Outlook:

HSCC is a multi-disciplinary renowned consultancy and procurement management service organization in the health care and other social infrastructure development sectors. Its service spectrum covers feasibility studies, design engineering, detailed tender documentation, construction supervision, comprehensive project management, procurement support services in all areas of civil, electrical, mechanical, information technology and auxiliary medical service areas. Its important clients include:-

- Ministry of Health & Family Welfare and its Hospitals / Institutes
- Ministry of External Affairs and other Ministries
- State Governments and their Hospitals / Institutes
- PSUs / Other Institutes
- Government of Mauritius

In order to develop into a world class Consultancy Organization, thrust is on diversifying and expending the operations such as Building Engineering and maintenance services and also the client base of the Company.

Risks & Concerns

The main risk and the area of concern for the Company are reduction in procurement assignments from concerned Ministry and constant/reduced consultancy fee in some of civil works in current scenario.

IT related initiatives

- Internet connection has been installed at Corporate Office and the Units.
- Various departments at Corporate Office are linked up through Local Area Network (LAN).
- E-Tender Activity.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Your Company continued to maintain streak of expanding in the area of operations geographically and financially. All efforts are made to expand, innovate and excel in the areas of operations. Services of Experts and Consultants are being utilized to achieve higher degree of technical expertise and excellence in performing various activities of the Company. During the year 2022-23, your company was awarded the work of rendering Consultancy Services for Design & Engineering, Project Management and Procurement of Medical Equipment, etc. for various prestigious & challenging projects.

During the year 2022-23, your Company has achieved Total Turnover of Rs. 1102.62 crore and Net-Worth of Rs. 162.22 crore as on 31.03.2023.

SEGMENT REPORTING

Based on the guiding principles given in Indian Accounting Standard Ind AS-108 "Segment Reporting" the Company's business segments include construction activity, consultancy, supply of equipment, medicine etc. Hence, all its operation falls under single segment within the meaning of Indian Accounting Standard Indian AS-108 "Segment Reporting".

Since the Company's activities are primarily within the country and considering the nature of product/services it deals in, operating risks and returns are same and as such there is only one segment.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has an efficient system of internal control for achieving the business objectives of the Company which inter-alia includes accuracy and promptness of financial reporting. Efficiency of operation, compliance with the laid down policies and procedures and compliance with law and regulations.

To ensure independence to the internal audit function emphasizing transparency in the systems and internal controls, the internal audit of the Company is entrusted to external firms of Chartered Accountants. The reports of Internal Audit are periodically submitted to the management for corrective action.

HUMAN RESOURCES DEVELOPMENTS

HSCC being the knowledge based Company, its real strength lies in its manpower. As on March 31, 2023, the Company had manpower strength of 159 employees on regular pay scales and 78 on fixed tenure basis, including 58 SC/ ST/ OBC category employees and 3 employees belonging to PwD category on regular pay scale. The employee management relationship was excellent throughout the year. In line with changing market requirements, the knowledge and skill of HSCC employees are continuously upgraded. During the year employees of the Company were deputed to various training programs, to further develop their skill in various areas of operations of the Company. The Company continues to motivate the employees by providing various social benefits for the employees and their families.

CODE OF CONDUCT

The Company's Board has laid down a code of conduct for all the Board Members and Senior Management of the Company, which has been circulated, to all concerned executives through e-mail as well as by circulated through hard copies. All Board Members and designated Senior Management Personnel have affirmed the compliance of code of conduct.

SUBMISSION OF ANNUAL REPORT TO DEPARTMENT OF PUBLIC ENTERPRISES.

The Annual Report in the format prescribed by the Department of Public Enterprises (DPE), as per the Guidelines on Corporate Governance, informing the status about Corporate Governance are being submitted to Ministry of Housing and Urban Affairs.

CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABILITY

During the years, the total CSR budget is Rs. 86.21 Lacs for the FY. 2022-23. Out of Which, Rs. 11.50 Lacs, has been spent towards Purchase of one long body Mahindra bolero/similar truck for Parampujya Madhav Gouvigyan Anusandhan Ajmer. Further, Rs. 72 Lacs to Institute of Kidney Research centre towards setting of Three Machines at 3 dialysis centre in Narmada (Aspirational District) and balance amount of Rs. 2.71 Lacs to PM Care Fund.

CAUTIONARY STATEMENT

Statement made in the Management Discussion and Analysis Report describing the Company's objective, projections, estimates expectations may be forwarded looking statements within the meaning of applicable laws and regulations, based on beliefs of the management of the Company. Such statements reflect the company's current views with respect to the future events and are subject to risks and uncertainties. The actual result may be differ materially from the projected one, due to changes in the general economic and business conditions, affecting the segment in which the Company operates. Further, changes in business strategy, interest rates, inflations, deflation, foreign exchange rates, competition in the industry changes in government regulations, tax laws, statues and other incidental factors may also impact the actual results of the Company. The Company does not undertake any obligations to publicly update any forward looking statement, whether as a result of new development, in future or otherwise.

CORPORATE GOVERNANCE REPORT

I. COMPANY PHILOSOPHY

A good Corporate Governance Policy is one which results in the control of the Company in a regulated manner which makes management transparent, ethical, accountable and fair resulting in enhanced shareholder value. The management provides a detailed disclosure of relevant specific matters.

II. BOARD OF DIRECTORS

1. COMPOSITION OF BOARD OF DIRECTORS INCLUDING CATEGORY AND DIRECTORSHIP IN OTHER COMPANIES.

The details of Company's Board of Directors as on March 31, 2023 are given below:

Name of the Director	Whole-Time/Part-Time	Member of Board of other companies
Sh. Pawan Kumar Gupta	Chairman	(a) HINDUSTAN STEELWORKS CONSTRUCTION LTD (b) NBCC (India) Limited
Sh. Novman Ahmed	Managing Director	NIL
Sh. Ravi Ranjan	Director (Engineering)	NIL
*Shri Suresh Chandra Garg	Managing Director/Additional Charge/ Director (Engineering)	NIL
Ms. D. Thara	Government Nominee Director	(a) HEMISPHERE PROPERTIES INDIA LIMITED (b) MADHYA PRADESH METRO RAIL CORPORATION LIMITED
Sh. Deepak Singh Bhakar	Independent Director	NIL

* Shri Suresh Chandra Garg superannuated from the post of Director (Engineering) w.e.f. 28/02/2023 and relieving from the post of Managing Director w.e.f. 24/02/2023.

None of the Directors on the Board hold directorships in more than ten public companies.

Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which they are directors. Necessary disclosures regarding committee positions in other public companies as on March 31, 2023, have been made by the directors. None of the Directors were inter-se related to each other.

2. TENURE

The age limit of the Chairman and Managing Director and other Whole-time Director is 60 years. The Chairman and Managing Director and other Whole-time Director are appointed for a period of 5

years from the date of taking over the charge or until the date of superannuation of the incumbent, or until further orders from Government of India, whichever events occur earlier.

Part-time, Non-Official Directors are appointed by the Government of India for tenure of three years.

3. SELECTION OF DIRECTORS

HSCC being a Government Company, all its Directors are appointed by Government of India through Administrative Ministry. During financial year 2022-23, there is one Independent Director on Board of HSCC.

4. FAMILIARISATION PROGRAMME FOR BOARD MEMBERS.

All Directors inducted on the Board of HSCC were introduced to the Company through presentations given by the senior management and executives of the Company. They were provided with necessary documents/brochures, internal policies of the Company as a part of the familiarisation programme.

Further, the Directors are also updated from time to time on the development in applicable laws from various statutory bodies to understand their role and responsibilities towards the Company.

5. MEETING OF INDEPENDENT DIRECTORS

The Company's Independent Directors meet at least once in a year, without the attendance of Functional, government Directors or members of the management to discuss matters pertaining to the affairs of the company. They also assess the quality, quantity and timeliness of flow of information between the Company's management and the Board that is necessary for the Board to effectively to perform their duties.

6. KEY MANAGERIAL PERSONNEL

*Shri Novman Ahmed, (Managing Director), Sh. Ravi Ranjan, Director (Engineering), Whole Time Director, Sh. Saurabh Srivastava (Chief Financial Officer), and Smt. Sonia Singh, Company Secretary are the Key Managerial Personnel (KMP) for the financial year 2022-23.

* Shri Suresh Chandra Garg Superannuated from the post of Director (Engineering) with effect from 28/02/2023 and relieving from the post of additional charge of Managing Director with effect from 24/02/2023.

7. BOARD MEETINGS

During April, 2022 to March 2023, Seven Board Meetings (from 174th to 180th) of the Board of Directors were held on May 19, 2022, May 26, 2022, August 05, 2022, September 16, 2022, November 04, 2022, February 02, 2023 and March 23, 2023.

MEETINGS AND ATTENDANCE

Name of the Director	No. of Board Meetings held during their respective tenure	Attended	Attended last Annual General Meeting
Sh. Pawan Kumar Gupta	7	7	Yes
*Sh. Suresh Chandra Garg	6	6	Yes
Sh. Novman Ahmed	1	1	N.A.
Sh. Ravi Ranjan	1	1	N.A.
Dr. (Smt.) Jyoti Kiran Shukla	2	2	N.A.
Dr. (Smt.) Vinod Panthi	2	2	N.A.
Smt. D. Thara	7	1	No
Sh. Deepak Singh Bhakar	7	7	Yes

*.Shri Suresh Chandra Garg superannuated from the post of Director (Engineering) with effect from 28/ 02/ 2023 and relived from the post of additional charge of Managing Director with effect from 24/02/2023.

Further, certain decisions were taken by passing resolution by way of circulation and were subsequently noted, ratified and taken on record by the Board at its next meeting.

8. SHAREHOLDING PATTERN OF DIRECTORS

Shares held out of the total Equity Share Capital of Rs. 1,80,01,400 (1,80,014 Equity Shares of Rs.100/- each) as on March 31, 2023:

Directors	No. of Shares of HSCC
Shri Novman Ahmed	6
Shri Pawan Kumar Gupta	Nil
Shri Ravi Ranjan	Nil
Smt. D. Thara	Nil
Sh. Deepak Singh Bhakar	Nil

While preparing the agenda, note to agenda and minutes of the meeting(s) in adherence to applicable laws, rules and regulations including the Companies Act, 2013 are read with rules issued thereunder. Secretarial standards issued by the Institute of Company Secretaries of India are also ensured.

III. GENERAL BODY MEETING

1. Annual General Meeting

The last three Annual General Meeting were held as under:

Financial Year	Date	Time	Location
2022-23	September 12, 2023	12:00 Noon	Garvi Gujarat Bhawan, 25-B Akbar Road, Man Singh Road Area, New Delhi-110001
2021-22	September 27, 2022	12:30 P.M	NBCC Bhawan, Lodhi Road, New Delhi
2020-21	September 28, 2021	04.00 P.M.	NBCC Bhawan, Lodhi Road, New Delhi

2. Extra Ordinary General Meeting

There were no extraordinary general meeting held during the Financial Year 2022-23.

3. Postal Ballot

None of the businesses proposed to be transacted in the ensuing Annual General Meeting require passing through postal ballot.

4. Board Level Committees of directors

(a). Audit Committee: In compliance of Section 177 & 178 of the Companies Act, 2013, due to completion of tenure of Smt. Vinod Panthi, Independent Director and Dr. Smt. Jyoti Kiran Shukla, Independent Director, on the Board of HSCC on July 16, 2022 respectively, the Audit committee was re-constituted and accordingly, the Committee comprise of Dr. Deepak Singh Bhakar, Independent Director as Chairperson, Smt. D. Thara as member and Sh. Suresh Chandra Garg as member of the Audit Committee.

Further, Due to superannuation of Sh. Suresh Chandra Garg from the post of Director (Engineering), with effect from 28/02/2023 and induction of Sh. Ravi Ranjan as Director (Engineering) on the Board of HSCC, with effect from 01/03/2023, the Audit Committee was re-constituted and accordingly, the Committee comprise of Dr. Deepak Singh Bhakar as Chairperson of the committee, Smt. D. Thara and Ravi Ranjan as member of the Audit Committee.

Composition of Audit Committee as on March 31, 2023 are as under:-

1. Dr. Deepak Singh Bhakar -Chairperson
2. Smt. D. Thara-Member
3. Sh. Ravi Ranjan-Member

Company Secretary is the Secretary of Audit Committee during the year under review. Statutory Auditors are invited to attend and participate in the meetings on need basis.

Meeting and Attendance during the Financial Year 2022-23.

Nine Audit Committees meeting were held during the Financial Year 2022-23 on May 06, 2022, May 26, 2022, June 10, 2022, June 20, 2022, July 14, 2022, August 05, 2022, September 16, 2022, November 04, 2022 & February 02, 2023.

Name of the member	Designation	No. of meetings held during his/ her tenure	No. of committee meeting attended
Dr. (Smt.) Vinod Panthi	Chairperson	5	5
Dr. (Smt.) Jyoti Kiran Shukla	Member	5	5
Smt. D. Thara	Member	9	2
Sh. Suresh Chandra Garg	Member	4	4
Dr. Deepak Singh Bhakar	Member	9	9

(b) Corporate Social Responsibility Committee:

Due to completion of tenure of Smt. Vinod Panthi, Independent Director and Dr. Smt. Jyoti Kiran Shukla, Independent Director, on the Board of HSCC on July 16, 2022 respectively, the CSR committee was re-

constituted and accordingly, the Committee comprise of Smt. D. Thara, Government Nominee Director as Chairperson, Smt. D. Thara as member and Sh. Suresh Chandra Garg as member of the CSR Committee.

Further, Due to superannuation of Sh. Suresh Chandra Garg from the post of Director (Engineering), with effect from 28/02/2023 and induction of Sh. Ravi Ranjan as Director (Engineering) on the Board of HSCC, with effect from 01/03/2023, the CSR Committee was re-constituted and accordingly, the Committee comprise of Smt. D. Thara, as Chairperson of the Committee, Dr. Deepak Singh Bhakar and Sh. Ravi Ranjan as Member of the CSR Committee.

Composition of the Corporate Social Responsibility Committee as on March 31, 2023, are as under:-

1. Smt. D. Thara-Chairperson
2. Dr. Deepak Singh Bhakar-Member
3. Sh. Ravi Ranjan-Member

Company Secretary is the Secretary of Corporate Social Responsibility committee during the year.

Meeting and Attendance during the Financial Year 2022-23.

During the year under review, Four Corporate Social Responsibility were held on April 19, 2022, July 14, 2022, September 09, 2022 and March 24, 2023, as per below mentioned details:-

S. No.	Name of the members	Designation	No. of meetings held during his/her tenure	No. of committee meeting attended.
1.	Ms. D. Thara	Chairperson	4	1
2.	Dr. (Smt.) Vinod Panthi	Member	2	1
3.	Dr. (Smt.) Jyoti Kiran Shukla	Member	2	2
4.	Dr. Deepak Singh Bhakar	Member	4	4
5.	Sh. Suresh Chandra Garg	Member	3	3
6.	Sh. Ravi Ranjan	Member	1	1

During the Year under review, CSR Committee has passed one resolution through circulation with respect to Consider and approve balance CSR Expenditure of Rs. 2.71 Lacs to be made in PM Cares Fund for the F.Y. 2022-23.

(c.) Nomination and Remuneration Committee:

In compliance of Section 177 & 178 of the Companies Act, 2013, Due to completion of tenure of Smt. Vinod Panthi, Independent Director and Dr. Smt. Jyoti Kiran Shukla, Independent Director, on the Board of HSCC on July 16, 2022 respectively, the Nomination & Remuneration Committee was re-constituted and accordingly, the Committee comprise of Dr. Deepak Singh Bhakar, Independent Director as Chairperson, Smt. D. Thara as member and Sh. Suresh Chandra Garg as member of the Nomination & Remuneration Committee.

Further, Due to superannuation of Sh. Suresh Chandra Garg from the post of Director (Engineering), with effect from 28/02/2023 and induction of Sh. Ravi Ranjan as Director (Engineering) on the Board of HSCC, with effect from 01/03/2023, the Nomination & Remuneration Committee was re-constituted and accordingly, the Committee comprise of Dr. Deepak Singh Bhakar, as Chairperson of the Committee, Smt. D. Thara as Member of the Committee and Sh. Ravi Ranjan as Member of the Nomination & Remuneration Committee.

Company Secretary is the Secretary of Nomination & Remuneration Committee during the year.

Composition of the Nomination & Remuneration Committee as on March 31, 2023, are as under:-

1. Dr. Deepak Singh Bhakar - Chairperson.
2. Ms. D. Thara – Member.
3. Sh. Ravi Ranjan -Member.

Meeting and Attendance during the Financial Year 2022-23: Two Nomination & Remuneration committee were held during the Financial Year 2022-23.

S. No.	Name of the members	Designation	No. of Meetings held during her/his tenure	No. of committee meeting attended.
1.	Dr. (Smt.) Vinod Panthi	Chairperson	1	1
2.	Dr. (Smt.) Jyoti Kiran Shukla	Member	1	1
3.	Dr. Deepak Singh Bhakar	Member	2	2
4.	Sh. Suresh Chandra Garg	Member	1	1
5.	Smt. D Thara	Member	2	0

REMUNERATION OF DIRECTORS (AS ON MARCH 31, 2023)

Being a Government Company, the functional directors including CMD are appointed by the President of India through the Ministry of Housing and Urban Affairs and draw remuneration as per Industrial Dearness Allowance (IDA) pay scales pre-determined by the Government and as per the terms and conditions of their appointment / contract issued by the Government. The allowances and perquisites including performance related pay are being given as per the Company Rules.

The part-time official directors on the Board do not draw any remuneration from the Company for their role as a director but draw their remuneration from the Government as Government official.

The part-time non-official directors of the Company also do not draw any remuneration from the Company, they were only paid sitting fee of Rs. 10,000/- per meeting & sub-committee(s) attended by them in accordance with the approval of the Board of Directors.

Remuneration of Directors for the Financial Year ended March 31, 2023 are follows:-

(a). Remuneration to Functional Directors:

(Amount in Rs.)

Particulars	Sh. Suresh Chandra Garg (Additional Charge of MD & Director (Engineering))	Sh. Novman Ahmed (Managing Director) (From 24/02/2023 to 31/03/2023)	Sh. Ravi Ranjan Director (Engineering) (01/03/2023 to 31/03/2023)
Gross Salary			
(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	28,89,287	3,09,634	2,39,420
(b) Value of perquisites u/s	-	-	-
(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	6,21,774	65,057	50,304
Stock Option	-	-	-

Sweat Equity	-	-	-
Commission as % of profit	-	-	-
E.P.F., Employers Pension, Contribution	-	-	-
Provisions for EI & HPL Leave Encashment, PRMB, Gratuity & PRP	-	-	-
Total	35,11,061	3,74,691	2,89,724

(b). Remuneration to Other Directors:

Particulars of Remuneration	Dr. (Smt.) Vinod Panthi	Dr. (Smt.) Jyoti Kiran Shukla	Dr. Deepak Singh Bhakar
Fees for attending Board Meeting & committee(s)	90,000	1,00,000	2,20,000
Commissions	-	-	-
Others	-	-	-
Total	90,000	1,00,000	2,20,000

- The Directors does not have any other material pecuniary relationship/transaction with the company. Nonexecutive part time non official directors (Independent) are paid sitting fee of Rs. 10,000/- for each Board and sub-Committee(s) meeting respectively.
- No remuneration has been paid to non-executive director during the period under review.

III. MEANS OF COMMUNICATION

The Company communicates its shareholders through its Annual Report, General Meetings and disclosure through the website.

- Annual Report:** Annual Report contains inter-alia Directors' Report, Auditors' Report, Audited Financial Statements of the Company. The Management Discussion and Analysis Report form part of the Annual Report and appear on the website of the Company.
- Website:** The Company's website www.hsccltd.co.in a comprehensive reference on HSCC's management, vision, mission, policies, corporate governance corporate sustainability, investor relations, updates and news.
- The company displace news release on event basis on Company's website.

IV. GENERAL INFORMATION FOR SHAREHOLDERS:-

a.	Company Registration Details	CIN-U74140DL1983GOI015459
b.	40th Annual General meeting: Date, Time and Venue	Tuesday, September 12, 2023 at 12:00 Noon Indian Standard Time ("IST") at Garvi Gujarat Bhawan, 25-B Akbar Road, Man Singh Road Area, New Delhi-110001
c.	Financial Year	April 1, 2022 to March 31, 2023
d.	Book Closure Date/Record Date	August 30, 2023

V. DISCLOSURES

1. During the period there were no materially significant related party transactions with its directors and management that had a potential conflict with the interest of the Company at large. Further, the Company does not have any subsidiary Company.
2. Apart from the remuneration to Directors as per the terms and conditions of their appointment and entitled sitting fee to Non-Official Part-Time Directors, none of the Directors has any material or pecuniary relationship with the Company which can affect their independence of judgment.
3. The Statutory Compliance Report received from various departments together with the status of the statutory dues is placed before the Board regularly.
4. The Company is complying with all the requirements as per Guidelines on Corporate Governance for CPSEs issued by the DPE except the Composition of Board as Administrative Ministry is in the process of filling the vacancies of Independent Director.
5. During the year, no expenditure is debited in books of accounts, which are not for the purposes of the business and no expenses which are of personal nature have been incurred for the Board of Directors and Top Management.
6. M/s S.N. Dhawan Co. LLP, Chartered Accountant have been appointed as the Statutory Auditors of the Company.
7. The Details of complaints filed, disposed of and pending during the financial year pertaining to sexual harassment is provided in the Directors' Report of the Company.-NIL Report.

VI. CEO /CFO CERTIFICATION

Certificate duly signed by the, Managing Director and Chief Financial Officer is annexed to the Corporate Governance Report (Annexure-A).

VII. COMPLIANCES

Compliance certificate from the auditors of the Company regarding compliance of conditions of Corporate Governance is annexed herewith and forms part of the report.

DECLARATION

I, Novman Ahmed, Managing Director of HSCC (India) Limited, do hereby declare that all the board members and senior management personnel have affirmed compliance with the Code of Conduct of the company for the financial year ended March 31, 2023.

Sd/-
Novman Ahmed
DIN 10054994

Place: Delhi
Date: 04.08.2023

CFO/CEO CERTIFICATION

To,

**The Board of Directors,
HSCC (India) Limited**
Noida.

We, Novman Ahmed (Managing Director) and Saurabh Srivastava, Chief Financial Officer, do hereby certify that;

- a. We have reviewed Financial Statements and Cash Flow Statements for the year ended 31.03.2023 on that date and that to the best of our knowledge and belief:-
 - (i) the said statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) the said statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept the responsibility for establishment and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to Financial Reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.
- d. We have indicated to the Auditors and the Audit Committee:-
 - (i) Significant changes in internal control over Financial Reporting during the year 2022-23.
 - (ii) those significant changes in accounting policies during the year 2022-23 and their disclosure in the notes to Financial Statements.
 - (iii) Any instances during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial Reporting.

**Sd/-
Novman Ahmed
Managing Director
(HSCC)
DIN:10054994**

**Sd/-
Saurabh Srivastava
Chief Financial Officer
HSCC
FCMA No.: 13771**

**Place : Delhi
Date : 04.08.2023**

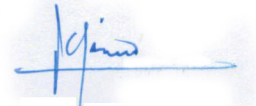
INDEPENDENT AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

**To,
The Members,
HSCC (India) Limited**

1. We have examined the compliance of conditions of Corporate Governance by HSCC (INDIA) LIMITED ("the Company"), for the financial year ended March 31, 2023 as stipulated in 8.2.1 of Guidelines on Corporate Governance for Central Public Sector Enterprise issued by Department of Public Enterprise (DPE), Government of India.
2. The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. It is neither an audit nor an expression of opinion on the financial statements of the Company. Our examination was limited to the procedures and implementation thereof, adopted by the Company ensuring compliance with the conditions of the Corporate Governance except the followings-
 - (i) The composition of the Board, Audit Committee, and Remuneration Committee was not in order as per Clause 3.1.1, 4.1.1 and 5.1 of DPE Guidelines due to non-appointment of requisite number of Independent Directors.
 - (ii) The meeting of Audit committee was held on 05th August, 2022, 16th September, 2022, 04th November, 2022 and 02nd February, 2023 in which only one Independent member of the Audit committee attended the meeting, whereas Clause 4.4 of DPE Guidelines prescribed the requirement of minimum two independent members must be present in the Audit Committee meeting.

We further state that such compliance is neither as assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For P. C. Jain & Co. Company
Secretaries
(FRN: P2016HR051300)



(P C Jain)
Managing Partner
M.No. F-4103
COP No: 3349

Place: Faridabad
Date: 19th August, 2023
UDIN: F004103E000825616

AOC-2

**PARTICULARS OF CONTRACTS/ARRANGEMENT
MADE WITH RELATED PARTY.**

Disclosure of particulars of contracts/arrangements entered into by the Company with Related Parties referred to in Sub Section (1) of Section 188 of the Companies Act, 2013.

1. Disclosure of particulars of contracts/arrangements or transactions entered in the ordinary course of business but not at arm's length basis for the FY. 2022-23: **NIL**.
2. Details of contracts/arrangements or transactions entered in the ordinary course of business but at arm's length basis for the F.Y. 2022-23:

Nature of related party and nature of contract	Relationship	Duration of contract	Salient features
NBCC (India) Limited	Holding Company	As per Board approval	Project Management Consultancy for execution of construction of stand alone BSL-3-Lab-construction/upgradation of NICD.

Place: Delhi
Date: 04.08.2023

Sd/-
Novman Ahmed
Managing Director
DIN No. :10054994

HSCC CSR AND SUSTAINABILITY DEVELOPMENT POLICY

A. ABOUT HSCC (INDIA) LIMITED

(i) HSCC (India) Limited, a subsidiary of NBCC (India) Limited, was incorporated under the Companies Act, 1956 on 30th March, 1983 originally under the name Hospital Services Consultancy Corporation (India) Limited.

HSCC is one of the few organizations in South East Asia rendering comprehensive range of professional consultancy services in health care and other social sectors, in India and abroad.

B. HISTORY

In the year 2010, DPE issued guidelines on implementation of Corporate Social Responsibility making the CPSEs responsible with respect to corporate performance measured in terms of economic impact, social impact and environmental impact. These guidelines were subsequently modified in December 2012 by DPE and made applicable w.e.f.01.04.2013.

These guidelines were again modified in the Companies Act in line with the applicable provisions of CSR Rules issued by the Ministry of Corporate Affairs and Schedule VII of the Companies Act 2013. The modified guidelines were issued on 21st October 2014 to be effective from 01.04.2014.

Guidelines on Corporate Social Responsibility and Sustainability for CPSE's issued by DPE which are effective from 1/4/2014 are intended to reinforce the complementarity of CSR & sustainability and to advise the CPSEs not to overlook the larger objective of sustainable development in the conduct of business and in pursuit of CSR agenda.

1. SHORT TITLE AND DEFINITIONS

1.1 The "Act" Means the Companies Act, 2013.

1.2 "Corporate Social Responsibility (CSR)" means the activities undertaken by a Company in pursuance of its statutory obligation laid down in section 135 of the Act in accordance with the provisions contained in these rules, but shall not include the following, namely: -

i. Activities undertaken in pursuance of normal course of business of the company:

Provided that any company engaged in research and development activity of new vaccine, drugs and medical devices in their normal course of business may undertake research and development activity of new vaccine, drugs and medical devices related to COVID-19 for financial years 2022-23 subject to the conditions that-

(a) Such research and development activities shall be carried out in collaboration with any of the institutes or organizations mentioned in item (ix) of Schedule VII to the Act.

(b) Details of such activity shall be disclosed separately in the Annual report on CSR included in the Board's Report.

(i) Any activity undertaken by the company outside India except for training of Indian sports personnel representing any State or Union territory at national level or India at international level.

- (ii) Contribution of any amount directly or indirectly to any political party under section 182 of the Act.
- (iii) Activities benefitting employees of the company as defined in clause (k) of section 2 of the Code on Wages, 2019 (29 of 2019).
- (iv) Activities supported by the companies on sponsorship basis for deriving marketing benefits for its products or services.
- (v) Activities carried out for fulfilment of any other statutory obligations under any law in force in India.

1.3 The “Board Level CSR Committee” means the Corporate Social Responsibility Committee of the Board referred to in Section 135 of the Act.

1.4 “CSR & SD Policy” means a statement containing the approach and direction given by the board of a company, taking into account the recommendations of its CSR Committee, and includes guiding principles for selection, implementation and monitoring of activities as well as formulation of the annual action plan.

1.5 “Administrative Overheads” means the expenses incurred by the company for ‘general management and administration’ of Corporate Social Responsibility functions in the company but shall not include the expenses directly incurred for the designing, implementation, monitoring, and evaluation of a particular Corporate Social Responsibility project or programme.

1.6 “International Organization” means an organization notified by the Central Government as an international organization under section 3 of the United Nations (Privileges and Immunities) Act, 1947(46 of 1947), to which the provisions of the Schedule to the said Act apply.

1.7 “Net Profit” means the net profit of a company as per its financial statement prepared in accordance with the applicable provisions of the Act, but shall not include the following namely:-

- i. Any profit arising from any overseas branch or branches of the Company, whether operated as a separate company or otherwise; and
- ii. Any dividend received from other companies in India, which are covered under and complying with the Provisions of Section 135 of the Act :-

Provided that in case of a foreign company covered under these rules, net profit means the net profit of such company as per profit and loss account prepared in terms of clause (a) of sub-section (1) of section 381, read with section 198 of the Act.

1.8 “Ongoing Project” means a multi-year project undertaken by a Company in fulfilment of its CSR obligation having timelines not exceeding three years excluding the financial year in which it was commenced, and shall include such project that was initially not approved as a multi-year project but whose duration has been extended beyond one year by the board based on reasonable justification.

1.9 “Public Authority” means ‘Public Authority’ as defined in clause (h) of section 2 of the Right to Information Act, 2005 (22 of 2005).

- 1.10 This policy, which encompasses the company's philosophy for delineating its responsibility as a *corporate citizen* and lays down the guidelines and mechanism for undertaking projects and programmes for socio-economic development and empowerment and sustainable development of the community at large, is titled as the '*HSCC CSR & SD Policy*'.
- 1.11 This policy shall apply to all CSR initiatives and projects taken up at various sites and locations of HSCC, for the development and empowerment of deprived and underprivileged sections of the society.
- 1.12 CSR is the process by which an Organization thinks about and evolves its relationships with stakeholders for the common good, and demonstrate its commitment in this regard by adoption of appropriate business processes and strategies. Thus, CSR is not charity or mere donations.¹
- 1.13 CSR is a way of conducting business, by which corporate entities visibly contribute to the social good. Socially responsible companies do not limit themselves to using resources to engage in activities that increase only their profits. They use CSR to integrate economic, environmental and social objectives with the company's operations and growth.²
- 1.14 Sustainable development is development that meets the needs of the present without compromising the ability of the future generations to meet their own needs. Sustainable Development involves an enduring and balanced approach to economic activity, social progress and environmental responsibility.³

CSR VISION

"To establish itself and fulfil its role as a socially responsible corporate entity. To act in a socially responsible manner to contribute to the socio-economic development of the communities we operate in, by building stronger, developed, sustainable communities and raise the quality of life of the people of the country."

CSR MISSION

1. To undertake holistic development initiatives/projects in the community at large
2. To take up CSR projects in the area of quality education, skill development and livelihoods, healthcare, infrastructural development in rural areas, training and awareness, employee sensitization towards CSR, etc. to improve the quality of life and standard of living of the rural populace as first priority.
3. HSCC will act as a good Corporate Citizen, subscribing to the ten principles of United Nations Global Compact for implementation.

CSR OBJECTIVES

- To aim to provide quality education through scholarships, material support, academic support, infrastructural support, teaching aids, etc. majorly focusing on girl child, Scheduled Castes & Tribes and other backward communities
- To aim to provide healthcare services with focus on issues of health, hygiene and sanitation in remote and inaccessible rural as well as urban areas by devising focused strategies as per the needs of different areas
- To provide vocational/skill based trainings to underprivileged youth as per the local market employability / Entrepreneurship with job placements to ensure economic as well as social sustainability of the youth

population and their families

- To develop necessary infrastructure in rural areas based on requirement supported with data and documentary evidence to enhance the quality of living
- To sensitize the company officials towards the CSR to imbibe socially responsible values in the DNA of the company through trainings, workshops, seminars, etc.
- To undertake CSR projects largely in and around HSCC project sites and offices (any other needy area or backward district can be taken up irrespective of operations of the company)
- To generate, through its CSR initiatives, a community goodwill for HSCC and help reinforce a positive and socially responsible image of HSCC as a corporate entity
- To ensure environmental sustainability.

2. FUNCTIONING OF HSCC'S CSR

- 2.1. HSCC will function on the principles of its CSR values (vision, mission and objectives) as laid out in Para 1.
- 2.2. HSCC will abide by Section 135 of Companies Act, 2013 in principle for its CSR functioning read with Companies (Corporate Social Responsibility Policy) Rules, 2014 and as amended from time to time.
- 2.3. HSCC shall spend 2% of the average Net Profit in immediately preceding three FYs on CSR Activities / Projects.
- 2.4. The surplus arising out of the CSR Projects / programs / activities shall not form part of the Business profit.
- 2.5. Surplus arising out should immediately be recognised as liability for CSR expenditure
- 2.6. HSCC has Board Level CSR Committee consisting of three Directors.
- 2.7. The Board Level CSR Committee should formulate and recommend HSCC CSR & SD Policy to the Board and review it periodically. The committee also recommend / approve the CSR Activity and the expenditure to be incurred on the CSR activities.
- 2.8. Based on recommendations of the Board Level CSR Committee, the Board approves HSCC CSR & SD Policy, disclose composition of Board Level CSR Committee and contents of CSR & SD Policy in its report and publish it on HSCC's website.
- 2.9. The Board shall also ensure that the activities are undertaken as per CSR& SD Policy.

2.10. The CSR Committee shall formulate and recommend to the Board, an annual action plan in pursuance of its CSR policy, which shall include the following, namely:-

- i. The list of CSR projects or programmes that are approved to be undertaken in areas or subjects specified in Schedule VII of the Act;
- ii. The manner of execution of such projects or programmes as specified in sub-rule (1) of rule 4;

- iii. The modalities of utilization of funds and implementation schedules for the projects or programmes;
- iv. Monitoring and reporting mechanism for the projects or programmes; and
- v. Details of need and impact assessment, if any, for the projects undertaken by the company:

Provided that Board may alter such plan at any time during the financial year, as per the recommendation of its CSR Committee, based on the reasonable justification to that effect.

- 2.12 The Board of a company shall satisfy itself that the funds so disbursed have been utilized for the purposes and in the manner as approved by it and the Internal CSR committee and Chief Financial Officer or the person responsible for financial management shall certify to the effect.
- 2.13 In case of ongoing project, the Board of a Company shall monitor the implementation of the project with reference to the approved timelines and year-wise allocation and shall be competent to make modifications, if any, for smooth implementation of the project within the overall permissible time period.
- 2.14. The company shall give preference to local areas and areas around where it operates for spending the amount earmarked for Corporate Social Responsibility activities. After giving due preference to the Local Area, HSCC may also undertake CSR activities anywhere in the country.
- 2.15. If the company fails to spend earmarked amount for CSR, the Board shall, in its Annual Report, specify the reasons for the same.
- 2.16. Until a fund is specified in Schedule VII for the purposes of subsection (5) and(6) of section 135 of the Act, the unspent CSR amount, if any, shall be transferred by the company to any fund included in schedule VII of the Act.”.

3.0 FUNDING AND RESOURCE ALLOCATION

- 3.1 HSCC will spend 2% of the average of last three year's Net Profit for CSR Projects / Activities.
- 3.2 The expenditure towards Proposal Evaluation / Need Assessment / Baseline Survey, Mid-term Assessment, Impact Assessment, Documentation & Dissemination, Trainings for employees' sensitization towards CSR, Identification of CSR Activities / Projects Monitoring / Coordination Activities, Fee of experts such as Consultants / designers etc. shall form part of CSR expenditure and would be covered under CSR Head.
- 3.3 On the basis of identified CSR Activities / Projects, the CSR Annual Plan will be prepared by the CSR team.

4.0 PLANNING AND IMPLEMENTATION OF THE COMPANIES ACT, 2013 ON PAN INDIA BASIS

4.1 THRUST AREAS

In order to channelize CSR resources in a focused and meaningful manner, following thrust areas in accordance to Schedule – VII of the Companies Act, 2013 have been identified by HSCC:

- I. Eradicating hunger, poverty and malnutrition; promoting health care including preventive health care and sanitation including contribution to the 'Swachh Bharat Kosh' set-up by the Central Government for the promotion of sanitation and making available safe drinking water;
- II. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- III. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- IV. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the 'Clean Ganga Fund' set-up by the Central Government for rejuvenation of river Ganga;
- V. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional and handicrafts;
- VI. Measures for the benefit of armed forces veterans, war widows and their dependents, **Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;**
- VII. Training to promote rural sports, nationally recognized sports, Paralympic sports and Olympic sports;
- VIII. Contribution to the Prime Minister's National Relief Fund or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
- IX. Contributions to incubators funded by Central Government or State Government or any agency or Public Sector Undertaking of Central Government or State Government, and contributions to public funded Universities, Indian Institute of Technology (IITs), National Laboratories and Autonomous Bodies (established under the auspices of Indian Council of Agricultural Research (ICAR), Indian Council of Medical Research (ICMR), Council of Scientific and Industrial Research (CSIR), Department of Atomic Energy (DAE), Defence Research and Development Organization (DRDO), Department of Science and Technology (DST), Ministry of Electronics and Information Technology engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs);
- X. Rural development projects;
- XI. Slum Development - any area decided as such by the Central Government or any State Government or any other Competent Authority under any law for the time being in force;

XII. Disaster management, including relief, rehabilitation and reconstruction activities;

In line with the Ministry of Corporate Affairs (MCA) Circular No. 21/2014 dated 18.6.2014, one-off events such as marathons / awards / charitable contributions / advertisements / sponsorship of TV programs / events involving celebrities, specifically for entertainment purposes, etc. would not qualify as CSR Activities; In selection of activities, the focus should be on the social, economic and environment impact thereof, rather than mere output or outcomes. As mentioned in the Act, HSCC will give preference to the "Local Area" in selecting the location of CSR activities.

Keeping in mind the need of planned CSR projects, following are key steps to be taken by HSCC CSR team:

- 4.2 **Baseline Survey:** As a first step, to assess the impact of any project/programme/activity, there is a need to establish the base. This base establishment will help the company to see the changes after intervening in a specific area. Baseline Survey can be undertaken by an expert agency or by Company itself to assess the needs as well as establish the baseline information and statistics so as to allow a comparison of the 'then' and 'now' situation in the future. This will clearly show the 'impact' the project has created.
- 4.3 **Needs Assessment:** It is also important to conduct an unbiased needs assessment in the area prior to undertaking a CSR project in order to ascertain the specific needs, problems and relevant solutions from the community perspective, as also gain an understanding from the perspectives of the village / Distt. / State authorities.
- 4.4 **Proposal Evaluation:** A thorough evaluation of proposals should be conducted based on needs. For this purpose, only those proposals that are supported by data, documentary evidence, clearly indicating the need, preferably in thrust areas of the company or as decided by the Competent Authority / Board Level CSR Committee, shall be taken up. Also, there needs to be clear criterion to evaluate the reliability of the proposal as also adherence to the Companies Act, 2013 and adherence to HSCC CSR & SD Policy.
- 4.5 All the interventions made by company should be implemented in a project mode with clear objectives and goals mentioned. The goals should be laid on SMART principle which is:
- S = SPECIFIC
M = MEASURABLE
A = ATTAINABLE
R = RELEVANT
T = TIME BOUND
- 4.6 In exceptional cases where the interventions made by the company under CSR are not in project mode, and are one-time activities, the reason for doing so should be recorded in writing. As the projects are related to socio-economic development and environmental protection, specialized agencies should be involved in designing and implementation of the same. In the absence of in-house expertise in social, economic and environmental areas, partnering with experts in the field is crucial to achieve HSCC's CSR vision, mission and objectives.
- 4.7 However, if there are projects related to company's core competency then company should use in-house expertise in implementing the same.
- 4.8 HSCC may support Central/State Government and district administration in order to dovetail and synergise with their programmes/projects by its initiatives in last mile approach.

4.9 Identification of CSR Projects / will be done by Head Office's Internal CSR Committee any one of or combination of the following: -

- i. In-house planned projects - for selection of location preferably in local areas by respective HODs.
- ii. Proposals from District Administration / Govt. Body / any other govt. agency

During identification / selection of the CSR Activity, an undertaking from District Administration / Govt. Body / any other govt. agency shall be obtained in prescribed format, placed at Annexure – A, that for the particular project / activity funding from some other agency has not been taken.

5.0 SELECTION CRITERION FOR SPECIALISED AGENCY

5.1 To identify the CSR Activities, Internal CSR Committee, should forward a formal proposal with complete detail like name of work, availability of land, formal NOC letter from concerned department etc., approximate cost of Project along with line diagram plan, non-availability of fund in concerned department and recommendations of any other Govt. agencies etc. to Board Level CSR Committee for their comments and approval.

5.2 The Baseline / Need Assessment, proposal Evaluation, Mid-term Assessment & Impact Assessment for all the approved CSR Activities shall be carried out by Tata Institute of Social Sciences (TISS) NCSR Hub / any other Educational Institution/ by Company itself or otherwise as per requirement and as approved by the Board Level CSR Committee.

5.3 i. Care should be exercised in selecting specialized agencies which have the necessary competencies, expertise and capabilities to implement the projects. Duly empanelled list of Organizations available with National CSR Hub, TISS / any other Educational Institution can be availed to identify the credible partners for the implementation of HSCC's projects for conducting Baseline Survey and Implementation of Skill & Entrepreneurship Development Programs through NSDC Partners.

ii. The Board of the Company may decide to undertake its CSR Activities approved by the Board Level CSR Committee through a Registered Trust or a Registered Society or a Company established by the Company or its holding or subsidiary or associate company under Section 8 of the Act. Specialized agencies may include Government department, semi-government, autonomous Organizations, professional consultancy Organizations, registered Trusts / Missions, community-based Organizations, self-help groups, not-for-profit Organizations, local bodies such as Panchayati Raj Institutions, Academic Institutions, recognized Body / Agency by the Government (Central / State) etc.

iii The Board shall ensure that the CSR activities are undertaken by the company itself or through -

- (a) A company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80 G of the Income Tax Act, 1961 (43 of 1961), established by the company, either singly or along with any other company, or
- (b) A company established under section 8 of the Act or a registered trust or a registered society, established by the Central Government or State Government; or
- (c) Any entity established under an Act of Parliament or a State legislature; or
- (d) A company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80G of the Income Tax Act, 1961, and having an established track record of at least three years in undertaking similar activities.

iv The board shall ensure that the administrative overheads shall not exceed five percent of total CSR expenditure of the company for the financial year.

- v Any surplus arising out of the CSR activities shall not form part of the business profit of a company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR policy and annual action plan of the company or transfer such surplus amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year.
 - vi Where a company spends an amount in excess of requirement provided under sub-section (5) of section 135, such excess amount may be set off against the requirement to spend under sub-section (5) of section 135 up to immediate succeeding three financial years subject to the conditions that –
 - (a) The excess amount available for set off shall not include the surplus arising out of the CSR activities, if any, in pursuance of sub-rule (2) of this rule.
 - (b) The Board of the company shall pass a resolution to that effect.
 - vii In any other way in accordance with the Companies (Corporate Social Responsibility Policy) Rules 2014, e.g., on its own.
- 5.4 i. The Implementation Agency can be finalized through normal tender procedure of HSCC by adopting NIT, GCC, Price Bid and other requirements after NIT approved from TSC members.
- ii The Baseline Survey / Need Assessment / Proposal Evaluation, Mid – term Assessment & Impact Assessment Agency can be finalized, through normal procedure of HSCC by calling sealed quotation or agency finalized by the Board Level CSR Committee.
- 5.5 i. Once the projects/programmes/activities are approved and communicated to the approved agency, they will be required to enter into an agreement with each of the executing/implementing agency as per the NIT and Voluntary Organizations approved by Board Level CSR Committee.
- ii. After approval from Board Level CSR Committee /Board of Directors, the concerned Project In charge should be fully responsible for timely completion, Quality of work, timely handing over and other legalities as per N.I.T. / MOU.
- 5.6 In case of project/programme execution by Voluntary Organizations, the following minimum criterion needs to be ensured:
- a. The Organization has a permanent office/address in India.
 - b. The Organization is a registered society under Societies' Registration Act
 - c. The Organization should have an established track record of at least three years in carrying out activities in related areas.
 - d. The Organization should possess a valid income-tax exemption certificate.
 - e. The antecedents of the Organization are verifiable / subject to confirmation.
 - f. Formal MOU / Agreement

All activities should represent the plaque of HSCC, engraved / written with paint "A CSR Initiative of HSCC" in bold letters clearly visible from all-around.

6 MONITORING, EVALUATION AND IMPACT ASSESSMENT

- 6.1 Monitoring** and Evaluation go hand in hand with the implementation of the project/activity. Timelines, budgetary expenditures and achievement of milestones can only be assessed by monitoring the project.
- 6.2 Monitoring should be periodic with a checklist of key indicators related to the project which is

helpful in understanding the present picture. Monitoring also creates possibilities of mid-term course corrections in the project.

- 6.3 Monitoring should be taken care by HSCC CSR team or by any agency appointed for the purpose by the Board for its CSR projects. This ensures the involvement and ownership of CSR projects by the company.
- 6.4 The reporting format by which the implementing Organization submits its weekly/monthly/quarterly/yearly reports should be collaboratively designed by the company and the implementing Organization by keeping all the indicators of the projects in focus. The reporting format should also have a qualitative data section apart from quantitative data section.
- 6.5 In the case of one-time activity, monitoring should take place after handing over the services to Panchayat / State Government/Central Government etc. as this helps the company in understanding the functioning of the services provided. This also helps in taking mid-term course corrections if the services provided are not functional.
- 6.6 For long term sustainability of CSR Activities half yearly visit by the CSR Monitoring Team for a period of 5 years may be undertaken, to ascertain status / progress of the Activity.
- 6.7 Evaluation** should be conducted by a third party that is not involved in implementation of the project at all. If required, it is advisable to appoint the agency engaged in baseline survey/ need assessment for evaluation as the agency can clearly observe and assess whether the implementation is going in right direction as designed. Any new agency can also be recruited for the same.
- 6.8 After completion of the project/programmes/activities, HSCC should partner with a third party to conduct **Impact Assessment** study. Impact Assessment study drives to a conclusion whether the objectives of the project have been achieved or not. It also documents the socio-economic improvement and changes in quality of life of the beneficiaries. It also assesses the process of documentation, reporting, implementation, monitoring, beneficiaries' selection in line with the proposal/ needs assessment made beforehand, and all other aspects of the projects and gives a holistic view. It also documents what can be done to replicate the same programme with better results by the company.

7 UPKEEP AND MAINTENANCE OF ASSETS CREATED

Maintenance of Assets created under CSR would be the responsibility of the concerned State Governments and local institutions like Gram Panchayats and Govt. Bodies. Before any capital investment is made, an undertaking would be taken from the representatives of local community that they would be responsible for regular maintenance of the assets created by HSCC. This should be complimented by continuous monitoring & evaluation by HSCC of all the assets created.

The CSR amount may be spent by a company for creation or acquisition of a capital asset, which shall be held by –

- (a) A company established under section 8 of the Act, or a Registered Public Trust or Registered Society, having charitable objects and CSR Registration Number under sub-rule (2) of rule 4; or
- (b) Beneficiaries of the said CSR project, in the form of self-help groups, collectives, entities; or
- (c) A public authority;

Provided that any capital asset created by a company prior to the commencement of the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, shall within a period of one hundred

and eighty days from such commencement comply with the requirement of this rule, which may be extended by a further period of not more than ninety days with the approval of the Board based on reasonable justification.

7 POWERS OF APPROVAL

The Board of Directors on the recommendations of Board Level CSR Committee will approve the CSR & SD Policy for the Company and the same will be displayed on the Company's web-site. Board of Directors shall also ensure that the activities included in the CSR & SD Policy of the Company are duly undertaken by the Company.

8 REPORTING

- 8.1 The Board's Report of a company covered under these rules pertaining to any financial year shall include an annual report on CSR containing particulars specified in Annexure I or Annexure II, as applicable.
- 8.2 In case of a foreign company, the balance sheet filed under clause (b) of sub-section (1) of section 381 of the Act, shall contain an annual report on CSR containing particulars specified in Annexure I or Annexure II, as applicable.
- 8.3
 - (a) Every company having average CSR obligation of ten crore rupees or more in pursuance of subsection (5) of section 135 of the Act, in the three immediately preceding financial years, shall undertake impact assessment, through an independent agency, of their CSR projects having outlays of one crore rupees or more, and which have been completed not less than one year before undertaking the impact study.
 - (b) The impact assessment reports shall be placed before the Board and shall be annexed to the annual report on CSR.
 - (c) A Company undertaking impact assessment may book the expenditure towards Corporate Social Responsibility for that financial year, which shall not exceed five percent of the total CSR expenditure for that financial year or fifty lakh rupees, whichever is less. "
- 8.4 The Board of Directors of the Company shall mandatorily disclose the composition of the CSR Committee, and CSR Policy and Projects approved by the Board on their website, if any, for public access.
- 8.5 The Board's report will include the following :
 - i. A brief outline of the CSR & SD Policy, including overview of projects proposed to be undertaken and a reference to the web link to the CSR & SD Policy and projects.
 - ii. Composition of the Board Level CSR Committee
 - iii. Average net profit for last three FYs
 - iv. Prescribed CSR Expenditure
 - v. Details of CSR Spent during the financial year in the prescribed format.
 - vi. In case the company fails to spend the 2% of average net profit of the last three FYs or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

- vii. A responsibility statement of the Board Level CSR Committee that the implementation and monitoring of CSR & SD Policy, is in compliance with CSR objectives and Policy of the company.
- viii. The report would be signed by :
 - Chief Executive Officer or Managing Director or Director or;

Chairman of the Board Level CSR Committee

9 MISCELLANEOUS

- 9.1 The Company reserves the right to modify, cancel, add or amend any of the provisions of this policy in accordance to the prevailing statute.
- 9.2 Notwithstanding any clause in the Policy, no action pertaining to CSR Activities shall be taken in contravention of the provision of the section 135 of the Companies Act, 2013 and of the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time.

SUSTAINABILITY DEVELOPMENT

Sustainable Development is the need of the hour in today's fragile and natural resource constrained world, the guiding principle of which is balancing of the Environmental, Social and Economic concerns. At HSCC, India's largest construction PSU it is our commitment to PROMOTE the nation and our constant endeavour to operate in an environmentally conscious and responsible manner, while catering to the nation's ever increasing demand for infrastructure.

- Support global clean energy economy that is already underway. For the purpose, eliminate air and water pollution, promote technology innovation, energy efficiency and a diversity of renewable resources such as solar, wind, hydro, sustainable biomass and geothermal.
- Affirm its commitment to contributing towards a clean and sustainable environment and continuously enhancing its environment related performance as an integral part of its business philosophy and values.
- Adopt an approach that integrates quality, affordability, and sustainability. Every method / product / design should be safe, effective, good-looking and reasonably priced.
- Inspire Cradle to Cradle approach. C2C calls for waste-free design, raw materials are as natural and as possible it can be reused continuously. C2C stands in direct contrast to the traditional "lab -to-landfill" (L2L) approach.
- The future lies in the energy efficiency, green and renewable energy sector. Bold measures in off-grid to harness wind, solar and hydro power so as to bring about a change / improvement in quality of life of the people. Use, smart windows to control heat & light.
- Smart city initiative – Information, communication and technology – enabled governance. Efficient Utilities – energy, water, solid waste, effluents. Meaningful PPPs. Safety and security. Financial sustainability. Citizen – participative local government. Sufficient social capital. Transit oriented habitats. Green features and minimum population criteria.

**LETTER OF UNDERTAKING FROM DISTRICT ADMINISTRATION /
AUTHORITY (ON LETTER HEAD)**

Date:

HoD (CSR)

HSCC (India) Limited

Sir,

The District Administration / Authority recommend the Project/Activity to be undertaken with HSCC CSR Initiative detailed in requisition performa:

1. Sufficient Land is available for construction, at free of cost, without any hindrances and the said land shall be made available for execution of Activities.
2. Availability / providing of water, electricity, sewerage disposal / sanitation for up keeping of the Project is the responsibility of the concerned authorities.
3. We do not have funds to carry out the Activity detailed in requisition performa.
4. The concerned authority, after completion of Activity will take over and make available the required funds for its upkeep and maintenance.
5. The Project / Activity executed by HSCC, under its CSR Initiative shall not be demolished.
6. We also declare that no other Central / State PSU / any other Company / Corporation has earmarked / committed funds for the activities approved / to be executed by HSCC under its CSR Initiative.
7. HSCC has the right to promote its Brand image on the Activity and further undertake Proposal Evaluation, Monitoring, Implementation, Mid-Term Assessment and Impact Assessment, etc. for the Project / Activity.

(Signature and Seal of

District Administration / Authority)

Phone –

e- mail –

Encl.: Duly signed details of Projects / Activity Recommended by District Administration / Authority.

**PROJECT/ACTIVITY RECOMMENDED BY DISTRICT ADMINISTRATION /
 AUTHORITY**

Target Beneficiary Details

Sr. No.	Area			Description of Project / Activity requested under CSR	Brief Reasons for seeking the Activity	Approx. Cost / Fund required	Contact number of District Administration / Authority
	Village	Block	District				

Signature & Seal

(District Administration / Authority)

BRIEF OUTLINE OF THE COMPANY'S CSR POLICY

HSCC CSR Policy is in line with the Companies Act, 2013. The main features of CSR policy are as under:-
Cover all the project enumerated in Schedule VII of Companies Act, 2013.

The proposal are recommended by the Board level CSR Committee and approved by the Board of Directors of HSCC for implementation.

The composition of CSR Committee are as follows:-

Name	Designation
Smt. D. thara	Chairperson
Sh. Ravi Ranjan	Member
Dr. Deepak Singh Bhakkar	Member

Average Net Profit of the company for the last three financial year : Rs. 5,508.50 Lacs (b) Prescribed CSR Expenditure (two percent of the amount): Rs. 86.21 Lacs

Details of CSR Spent during the Financial Year

- Total amount spent for the Financial Year: Rs. 86.21 Lacs
- Amount Unspent, if any : Rs. NIL
- Reason for not spending the total amount: N.A

- Manner in which the amount spent during the Financial Year is detailed below:-

S. No.	Project activity	Sector in which project is covered	Location	Total sanctioned budget for the project/ programme	Amount spent on the projects or programs in the current year 2022-23	Amount outlay (budget) or programme wise for current year 2022-23	Cumulative upto the reporting period.	Amount spent: Direct or through implementing agency.
1.	M/S Parampujiniya madahav gouvigyan anshusandhan sansthan for purchase of Mahindra bolero/ similar truck		Ajmer	11.50 lacs	11.50 lacs	11.50 lacs	11.50 lacs	Implemented as per Statutory law
2.	Institute of kidney diseases and research centre towards setting up kidney dialysis centre at three places in narmada district	Health sector	Ahmedabad	72 lacs	72 lacs	72 lacs	72 lacs	Implemented as per Statutory law
3.	PM CARES FUND	—	—	2.71 lacs	2.71 lacs	2.71 lacs	2.71 lacs	Implemented as per Statutory law

RESPONSIBILITY STATEMENT

We, hereby affirm that the CSR Policy as approved by the Board of HSCC has been implemented and the CSR committee monitors the implementation of CSR Projects and activities in compliance with the CSR Objectives and Policy of the Company.

Sd/-

Novman Ahmed
Managing Director
DIN No.: 10054994

Sd/-

D. Thara
(Chairperson, CSR Committee)
DIN No.: 01911714

Place: New Delhi
Date: 04.08.2023

FORM NO. MR-3
SECRETARIAL AUDIT REPORT

FOR THE YEAR ENDED AS ON 31st March, 2023
[Pursuant to section 204(1) of the Companies Act, 2013 and
Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel)
Rules, 2014]

To,
The Members,
HSCC (India) Limited
205, (2nd Floor), East End Plaza, Plot No.4,
LSC, Centre-II, Vasundhara Enclave,
New Delhi-110096

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practices by **HSCC (INDIA) LIMITED (hereinafter called the "Company")** having **CIN: U74140DL1983G01015459** for the financial year ended **March 31st, 2023**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

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

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

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations. 2015; ; **(Not Applicable during the Audit period)**
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations. 2018: **(Not Applicable during the Audit period)**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(Not Applicable during the Audit period.)**
 - (e) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations.] 993 regarding the Companies Act and dealing with client; **(Not Applicable during the Audit Period);**
 - (f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not Applicable during the Audit period);** and
 - (g) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018 **(Not Applicable during the Audit period);**
- (vi) We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

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

- (i) Guidelines issued by Department of Public Enterprises for Central Public Sector Enterprises as amended up to date.
- (ii) Secretarial Standards issued by The Institute of Company Secretaries of India on meetings of the Board of Directors and General Meetings.

We have not examined compliance by the Company with applicable financial laws. like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

During the period under review. the Company has complied with the provisions of the Act. Rules. Regulations. Guidelines. Standards. etc. mentioned above subject to the following observations:

- (a) The composition of the Board, Audit Committee and Remuneration Committee was not in order as per the provisions of 177 and 178 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 read with the Clause 3.1.1, 4.1.1 and 5.1 of DPE Guidelines due to non-appointment of requisite number of Independent Directors.
- (b) The meeting of Audit committee was held on 05th August, 2022, 16th September, 2022, 04th November, 2022, 02nd February 2023 in which only one Independent member of the Audit Committee attended the meeting, whereas Clause 4.4 of DPE Guidelines prescribed the requirement of minimum two independent members must be present in the Audit Committee meeting.

We further report that:

The Board of Directors of the Company is duly constituted. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to attend the meeting of the Board Meetings. agenda and detailed notes on agenda were sent with the consent of Independent Directors. A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meetings.

As per the minutes of the meetings duly recorded and signed by the Chairman. the decisions of the Board were unanimous and no dissenting views have been recorded.

We further report that there was no prosecution initiated against or show cause notice received by the Company during the year under review.

We further report that. during the audit period, the Company had no specific event/action having a major bearing on the Company's affairs in pursuance of the above referred laws. rules. regulations. guidelines. standard etc. except that-

- (i) Forensic Audit was initiated in financial year 2019-20 by the NBCC (India) Limited ("Holding Company") for the fraudulent bank transaction in the company in the bank account with Indian overseas Bank. Sector-1. Noida. Final Forensic Auditor report as submitted by M/S Deloitte was received through NI3CC on 18.04.2022. The recommendations and suggestions of Forensic Auditor has been. accepted by the IISCC (India) Limited for further necessary actions. No fraudulent transactions, other than which were reported by IISCC management is detected, in the Forensic Audit report. After detailed discussion, on recommendation of Audit Committee, Board of Directors of the company noted the Forensic Audit Report of 'BCC (India) Limited in their meeting held on 19.05.2022.

For P. C. Jain & Co.
Company Secretaries
(FRN: P2016HR051300)

(P C Jain)

Managing Partner

M.No: F4103

COP No: 3349

Place: Faridabad

Date: 27-07-2023

UDIN:F004103E000686510

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

'Annexure A'

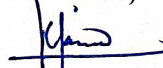
To,
The Members,
HSCC (India) Limited
205, (2nd Floor), East End Plaza, Plot No.4,
LSC, Centre-II, Vasundhara Enclave,
New Delhi-110096


Sir,

Our Secretarial Audit Report for the year ended as on 31st March, 2023 of even date is to be read along with this letter

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our Responsibility is to express an opinion on these secretarial records, based on our inspection of records produced before us for Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company and our report is not covering observations/ comments/ weaknesses already pointed out by the other Auditors.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis and to give our opinion whether Company has proper Board-processes and Compliance-mechanism in place or not.
6. The Secretarial Audit Report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Faridabad
Date: 27/07/2023
UDIN: F004103E000686510

For P. C. Jain & Co.
Company Secretaries
(FIRN: P2016HR051300)

(P. C. Jain)
Managing Partner
M.No: F4103
CP No.3349



MANAGEMENT REPLY TO SECRETARIAL AUDITORS REPORT ON CORPORATE GOVERNANCE REPORTS (2022-23)

Observation of Auditor	Auditors Comments (Corporate Governance)	Management Reply
<p>(a) The meeting of Audit committee was held on 05th August, 2022, 16th September, 2022, 04th November, 2022, 02nd February 2023 with one Independent member of the committee whereas Clause 4.4 of DPE Guidelines prescribed the requirement of minimum two independent members must be present in the meeting.</p> <p>(b) The company has not complied with the Clause 3.1.1, 4.1.1 and 5.1 of DPE Guidelines in respect of Composition of Board, Audit Committee and Remuneration Committee, provisions of Section 177 and 178 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 due to non-appointment of requisite number of Independent Directors.</p>	<p>(i) The composition of the Board, Audit Committee, and Remuneration Committee was not in order as per Clause 3.1.1, 4.1.1 and 5.1 of DPE Guidelines due to non-appointment of requisite number of Independent Directors.</p> <p>(ii) The meeting of Audit committee was held on 05 th August, 2022, 16 th September, 2022, 04 th November, 2022 and 02 nd February, 2023 in which only one Independent member of the Audit committee attended the meeting, whereas Clause 4.4 of DPE Guidelines prescribed the requirement of minimum two independent members must be present in the Audit Committee meeting.</p>	<p>A.) HSCC (India) Limited is a Public Sector Undertaking and the appointment of Independent Directors /Nominee Directors are made by the Ministry. The Composition of Directors was Two Independent Director, One Nomine Director and two Functional Director. Dr. (Smt) Vinod Panthi, Independent Director appointed by MoHUA. Dr. (Smt.) Jyoti Kiran Shukla, Independent Directors appointed by MoUHA on April 27, 2020. Accordingly, the Tenure of both Independent Directors is expired on July 16, 2023. The Ministry is in process to appoint requisite number of Independent Director on the Board.</p>



SUPREME AUDIT INSTITUTION OF INDIA
लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest



संख्या / No. DGA / Infra-1 / HSCC / Accounts / 36-1 / 22-23 /

भारतीय लेखापरीक्षा और लेखा विभाग,
कार्यालय प्रधान निदेशक लेखापरीक्षा (इन्फ्रास्ट्रक्चर), दिल्ली
INDIAN AUDIT & ACCOUNTS DEPARTMENT,
OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT
(INFRASTRUCTURE), DELHI

दिनांक / Dated 22 / 07 / 23

सेवा में,

अध्यक्ष
एचएससीसी इंडिया लिमिटेड
ई - 6A, सेक्टर - 1,
नॉएडा, यू पी - २०१३०१

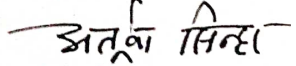
विषय: कम्पनी अधिनियम 2013 की धारा 143 (6) (b) के अधीन 31 मार्च 2023 को समाप्त वर्ष के लिए एचएससीसी इंडिया लिमिटेड के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की 'शून्य टिप्पणियाँ'

महोदय,

मैं इस पत्र के साथ 31 मार्च 2023 को समाप्त वर्ष के लिए एचएससीसी इंडिया लिमिटेड के वार्षिक लेखों पर कम्पनी अधिनियम 2013 की धारा 143 (6) (b) के अन्तर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की 'शून्य टिप्पणियाँ' अद्योषित करती हूँ। इन टिप्पणियों को कम्पनी की वार्षिक आमसभा में उसी प्रकार रखा जाए जिस प्रकार वैधानिक लेखा परीक्षकों की लेखा परीक्षा रिपोर्ट रखी जाती है।

संलग्न: शून्य टिप्पणियाँ

भवदीया,


(अतूर्वा सिन्हा)
प्रधान निदेशक

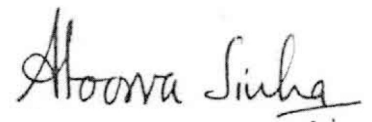
COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF HSCC (INDIA) LIMITED FOR THE YEAR ENDED 31 MARCH 2023

The preparation of financial statements of **HSCC (India) Limited** for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The Statutory auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 19 May 2023.

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

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

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



**(Atoorva Sinha)
Principal Director of Audit (Infrastructure)
New Delhi**

**Place: New Delhi
Dated: 22 July 2023**



**FINANCIAL
STATEMENTS**

INDEPENDENT AUDITORS' REPORT

To
The members of HSCC (India) Limited

Report on the Audit of the Standalone Ind AS Financial Statements

Qualified Opinion

We have audited the accompanying Standalone Ind AS Financial Statements of HSCC (India) Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information and the unaudited financial statements / information of one foreign branch of the Company located at Mauritius (hereinafter referred to as "Standalone Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects / possible effects of the matters described in the Basis for Qualified Opinion paragraph, the aforesaid Standalone Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, and its profit, total comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

We conducted our audit of the Standalone Ind AS Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Ind AS Financial Statements under the provisions of the Act and the Rules 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 we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the Standalone Ind AS Financial Statements.

- a) The projects which have been completed and handed over to Ministries/ Clients and the projects which have been completed but not handed over to the Ministries/clients having assets and liabilities of Rs. 137,612.84 lacs (Previous Year- Rs 163,489.21 lacs) are pending for financial closure in the books of accounts of the Company. The consequential impact, if any, arising out of the adjustments of assets and liabilities of such projects on the financial statements, could not be presently ascertained. (Refer note no.50).

Our predecessor auditor in their audit report on the Standalone Ind AS Financial Statements for the previous year ended 31 March 2022 has also qualified in respect of this matter.

- b) The Company does not have an effective system of obtaining balance confirmation and performing reconciliation of balances in respect of trade receivable, claims recoverable from/ payable, trade

payable, retention money, client deposit funds, EMD, Security Deposits (Receivable and Payable), balances of ministries, clients and claims payable. Due to non-availability of confirmation and reconciliations of the aforementioned account balances, we are unable to quantify the impact of the adjustments, if any, arising from reconciliation and settlement of account balances on the Standalone Ind AS Financial Statements of the Company. (Refer note no.51).

Our predecessor auditor in their audit report on the Standalone Ind AS Financial Statements for the previous year ended 31 March 2022 has also qualified in respect of this matter.

Emphasis of Matter

We draw attention to the following matters in the notes to the Standalone Ind AS Financial Statements:

- (a) Note No. 3 of the Standalone Ind AS Financial Statements of the Company regarding construction which has not been commenced on leasehold land, having Gross Value of Rs. 389.16 lacs, whereas as per the lease deed the construction was to be completed by 21 April 2017. The Company has not paid the extension fee of Rs. 56.51 lacs plus GST @ 18% as demanded by Noida Authority vide their letter dated 12 January 2022 for the period covering period from 22 April 2017 to 08 April 2022 as of the date of this audit report. However, the Company has made provision of extension fee payable to Noida Authority as at 31 March 2023 is Rs. 67.16 lacs (Previous Year Rs. 55.86 lacs).

Our opinion is not modified in respect of this matter.

Information other than the Standalone Ind AS Financial Statements and Auditors' Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Management Discussion and Analysis Report and Report on Corporate Governance but does not include the Standalone Ind AS Financial Statements and our auditors' report thereon. The above referred information are expected to be made available to us after the date of this auditors' report.

Our opinion on the Standalone Ind AS Financial Statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Ind AS Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Ind AS Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations..

Responsibilities of management and those charged with governance for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, total 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) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for

safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS Financial Statements, that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Ind AS Financial Statements, Board of Directors 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 is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Ind AS Financial Statements

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

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

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

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

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

Other Matters

- a) We did not audit the financial statement /information of 1 foreign branch in Mauritius included in the Standalone Ind AS Financial Statements of the Company whose financial statements/financial information reflect total assets of Rs. 4.47 lacs (Previous year Rs. Nil) as at 31st March 2023 and the total revenue of Rs. Nil (Previous year Rs. Nil) for the year ended on that date, as considered in the said financial statements/ information of this branch which has been furnished to us duly certified by the management of the Company, and our opinion in so far as it relates to the amounts and disclosures included in respect of the said branch, is based solely on the duly certified information furnished to us by the management of the Company.
- b) The comparative Standalone Ind AS Financial Statements of the Company for the corresponding year ended 31 March 2022 was audited by the predecessor auditor who expressed modified conclusion/ opinion on those Standalone Ind AS Financial Statements in their audit report dated 26 May 2022 and revised audit report dated 12 July 2022.

Our opinion is not modified in respect of above said matters.

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 Section 143(11) of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
2. We are enclosing our report in terms of Section 143(5) of the Act, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in the "Annexure 2" on the directions issued by the Comptroller and Auditor General of India.
3. As required by Section 143(3) of the Act, we report to the extent applicable that:
 - (a) We have sought and, except for the matters / effects / possible effects of the matters described in the Basis of Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) Except for the matters / effects / possible effects of the matters described in the Basis of Qualified Opinion paragraph, 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 and proper returns adequate for the purposes of our audit have been received from the management of the branch not visited by us;
 - (c) The unaudited financial statement / information on the accounts of the one branch office of the Company has been sent to us duly certified by the management of the Company and have been properly dealt with by us in preparing this report.

- (d) Except for the matters / effects / possible effects of the matters described in the Basis of Qualified Opinion paragraph, 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.
- (e) Except for the matters / effects / possible effects of the matters described in the Basis of Qualified Opinion paragraph, in our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.
- (f) Being a Government Company pursuant to the Notification No. GSR 463(E) dated 5 June 2015 issued by the Ministry of Corporate Affairs, Government of India, provisions of sub-section (2) of Section 164 of the Act, are not applicable to the Company.
- (g) The qualification relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph.
- (h) With respect to the adequacy of the Internal Financial Controls with reference to the Standalone Ind AS Financial Statement of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 3".
- (i) As per Notification No. GSR 463(E) dated 5 June 2015 issued by the Ministry of Corporate Affairs, Government of India, Section 197 of the Act is not applicable to the Government Companies. Accordingly, reporting in accordance with requirement of provisions of section 197(16) of the Act is not applicable on the Company.
- (j) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS Financial Statements. Refer Note No. 34 to the Standalone Ind AS Financial Statements;
 - ii. The Company has made provision, as required under the applicable laws or Indian Accounting Standards for material foreseeable losses, if any, on long-term contracts.
 - iii. There were no amount which were required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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, to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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 performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
- v. (a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.
(b) As stated in note 35 to the Standalone Ind AS Financial Statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014, as amended is applicable for the Company only w.e.f. 1 April 2023, therefore, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, as amended, is not applicable.

For S. N. Dhawan & CO LLP

Chartered Accountants

Firm Registration No.: 000050N/N500045

Sd/-

Mukesh Bansal

Partner

Membership No.: 505269

UDIN:

Place: New Delhi

Date: 19 May 2023

ANNEXURE 1 TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditor's Report of even date to the members of HSCC (India) Limited on the standalone financial statements as of and for the year ended 31 March 2023.

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals and according to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and based on the examination of the registered sale deed / transfer deed / conveyance deed (state any other relevant document which evidences title) provided to us, we report that, the title deeds of all the immovable properties, as stated in Note 3 to the financial statements other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee are held in the name of the Company, except for the following properties:

Description of Property	Gross Carrying Value (₹ in lakhs)	Held in the name of	Whether promoter, director or their relative or employee	Property held- range (Financial Year)	Reason for not being held in the name of the Company
Building – Freehold – 201-222 2nd floor, NBCC Centre, Okhla Phase-I, New Delhi	6,834.99	NBCC India Limited (Holding Company)	Promotor	Since 30/03/2019	As explained by the management that the registration of property is not done due to Covid situation in the last few years. The management is in process to get the registry done in current financial year.

- (d) The Company has not revalued its Property, Plant and Equipment including Right of Use assets and intangible assets during the year. Accordingly, the provisions of clause 3(i)(d) of the Order are not applicable.
- (e) According to the information and explanations given to us, and on the basis of management representation on which we have placed reliance, there are no proceedings which have been initiated or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) According to the information and explanations given to us, the Company does not have any inventory. Accordingly, the provisions of clause 3(ii)(a) of the Order are not applicable.
- (b) According to the information and explanations given to us, during the year, the Company has not been sanctioned any working capital from banks or financial institutions on the basis

of security of current assets. Accordingly, the provisions of clause 3(ii) (b) of the Order are not applicable.

- iii) According to the information and explanations given to us, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or any other parties. Accordingly, the provisions of clause 3(iii)(a) - (f) of the Order are not applicable.
- (iv) As per the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance, the Company has not granted any loans, made investments, provided any guarantees or security, hence clause 3(iv) of the said order is not applicable.
- (v) As per the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance the Company has not accepted any deposit or amounts which are deemed to be deposits from the public during the year within the meaning of Section 73 to 76 of the Companies Act, 2013, hence clause 3(v) of the said order is not applicable.
- (vi) As per the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance maintenance of Cost Records has not been specified by the Central Government for Project Management and Consultancy under sub-section (1) of section 148 of the Companies Act, 2013, hence clause 3(vi) of the order is presently not applicable.
- (vii) (a) According to the information and explanations given to us, 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, as applicable, have not been regularly deposited to the appropriate authorities and Undisputed amounts payable in respect thereof, which were outstanding at the year-end for a period of more than six months from the date they became payable are as follows.

Detail of undisputed statutory dues outstanding for a period of more than 6 months from the date they became payable are as under:

S. No	Name of the Statute	Nature of the Dues	Amount Rs. in Lakhs	Period to which the amount relates (Financial Year)	Due Date	Date of Payment
1	Income Tax Act, 1961	Income Tax / TDS	10.14	2018-19	30-04-19	28-04-23
2	Income Tax Act, 1961	Income Tax / TDS	00.03	2018-19	07-10-19	28-04-23
3	Income Tax Act, 1961	Income Tax / TDS	00.02	2021-22	30-04-22	28-04-23
4	Income Tax Act, 1961	Income Tax / TDS	00.002	2022-23	30-04-23	28-04-23

- (b) According to the information provided and explanations given to us, the details of dues outstanding in respect of Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues which have not been deposited on account of any dispute are as under:-

S. No.	Name of the statute	Nature of dues	Amount (₹) (Rs in lakhs)	Amount paid under Protest (₹)	Period to which the amount relates	Forum where dispute is pending
1.	Income Tax Act, 1961	Income Tax	431.02	Nil	AY 2018-19	Comm of Income Tax (Appeals)
2.	Income Tax Act, 1961	Income Tax	131.53	Nil	AY 2014-15	ITAT Delhi
3.	Income Tax Act, 1961	Income Tax	234.02	Nil	AY 2020-21	Comm of Income Tax (Appeals)
4.	Income Tax Act, 1961	Income Tax	14.26	Nil	AY 2021-22	Comm of Income Tax (Appeals)
5	Income Tax Act, 1961	TDS	1.92	Nil	AY 2015-16	Comm of Income Tax (Appeals)
6	MP GST ACT	GST	0.15	Nil	FY 2018-19	Appellate Authority, Bhopal
7	MH GST ACT	GST	0.61	Nil	FY 2018-19	Appellate Authority, Nagpur
8	WB GST ACT	GST	76.95	Nil	FY 2017-18	Appellate Authority, Behala
9	ESI ACT	ESI	1.83	Nil	01.01.1997 to 31.07.2004	Employees State Insurance Corporation, Kanpur
10	Provident Fund Act	Provident Fund	6.86	Nil	2004-05 to 2008-09	PF Tribunal

- (viii) As per the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance, no amount has been surrendered or disclosed as income during the previous year in tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The company has not taken any loans or other borrowings from any lender. Hence, reporting under clause 3(ix) (a) of the Order is not applicable.
- (b) As per the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance, as the Company has not taken loans or other borrowings and has not been declared wilful defaulter by any bank or financial institution or government or any government authority, hence the provisions of clause 3(ix)(b) of the said order is not applicable.
- (c) According to the information and explanations given, documents produced before us, and on the basis of management representation on which we have placed reliance, as the Company has not taken loans or other borrowings and did not have any term loans outstanding during the year. Accordingly, the provisions of clause 3(ix)(c) of the Order are not applicable.

- (d) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information and explanations given to us, the Company does not have any subsidiary, associate or joint venture. Accordingly, the provisions of clause 3(ix)(e) of the Order are not applicable.
- (f) According to the information and explanations given to us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, the provisions of clause 3(ix)(f) of the Order are not applicable.
- (x) (a) According to the information and explanations given to us, the Company did not raise moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of clause 3(x)(a) of the Order are not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally). Accordingly, provisions of clause 3 (x)(b) of the order are not applicable.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year ended 31 March 2023 covered by our audit.
- (b) No report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 (as amended) with the Central Government, during the year and up to the date of this report.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii)(a)-(c) of the Order are not applicable.
- (xiii) As per the information and explanations given to us, and on the basis of the management representation on which we have placed reliance, the transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details of the related party transactions have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable accounting standard not applicable.
- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date, for the year under audit.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.
- (xvi) (a) According to the information and explanations given to us, Company is not required to be registered under Section 45-IA of the RBI Act, 1934 (2 of 1934). Accordingly, provisions of clause 3 (xvi) (a) of the order are not applicable.

- (b) According to the information and explanations given to us, Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration from the RBI as per the RBI Act, 1934.
- (c) According to the information and explanations given to us, Company is not a Core Investment Company ("CIC") as defined in the regulations made by the Reserve Bank of India. Accordingly, provisions of clause 3(xvi)(c) of the Order are not applicable.
- (d) According to the information and explanations given to us, the Group has no CIC which are part of the Group.
- (xvii) The Company has not incurred any cash losses in the current financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year, hence clause 3(xviii) of the order is not applicable.
- (xix) According to the information and explanations given to us and 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, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) There is no unspent amount towards Corporate Social Responsibility (CSR) requiring a transfer to a Fund specified in Schedule VII to the Act in compliance with the second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, the provisions of clause 3 (xx) (a) of the order is not applicable for the year.
- (b) As per the information and explanations given to us, and on the basis of the management representation, on which we have placed reliance, there are no ongoing CSR projects; hence clause 3(xx)(b) of the order is not applicable.
- (xxi) As the Company does not have any subsidiary company, clause 3(xxi) of the order is presently not applicable.

For S. N. Dhawan & CO LLP

Chartered Accountants

Firm Registration No.: 000050N/N500045

Sd/-

Mukesh Bansal

Partner

Membership No.: 505269

UDIN:

Place: New Delhi

Date: 19 May 2023

ANNEXURE 2 TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of HSCC (India) Limited on the Standalone Ind AS Financial Statements for the year ended 31 March 2023.

Sl. No.	Directions u/s 143(5) of the Companies Act, 2013	Auditors' reply on action taken on the directions	Impact on financial statement
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>Except for the matters / effects / possible effects of the matters described in the Basis of Qualified Opinion paragraph, in our opinion in our main audit report and based on our audit procedures and as per the information and explanations given to us by the management, the Company has an ERP system however;</p> <p>The Company has obtained the system audit certificate for HSCC Finance Management System from the system auditor M/s CODEC Networks Private Limited dated 1 June 2022 certifying that the tested application hosted of the current version is free from any severe vulnerability / threat and safe to carry out transaction and the application has passed critical / high /medium vulnerabilities for application security application tests.</p> <p>Based on the audit procedures carried out and as per the information and explanations given to us, no accounting transactions have been processed /carried the payment are made only through using ERP system. Other non-integrated functions / transactions like fixed assets register, depreciation calculation, Bank Reconciliation, calculation of interest payable for mobilization advances is carried out in MS Excel. For GST E-invoicing and uploading the Company uses separate software.</p> <p>HSCC ERP currently has the features of exceptional reports like adverse balances in creditors / debtors / Bank.</p> <p>Expired BG / BG expiring within specified period is automatically populated on the system at the time of login in ERP by the officer to remind them.</p>	The financial implications of processing the transactions outside the ERP system is not ascertainable.

Sl. No.	Directions u/s 143(5) of the Companies Act, 2013	Auditors' reply on action taken on the directions	Impact on financial statement
2	<p>Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/ loans/ interest etc. made by a lender to the Company due to the Company's inability to repay the loan? If yes, the financial impact may be stated.</p> <p>Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company).</p>	As per the information and explanations given to us, the Company has not taken any loan and hence the clause is not applicable to the Company.	Nil
3	Whether funds (grants/subsidy etc.) received / receivable for specific schemes from Central / State Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	As per the information and explanations given to us, no funds (grants/ subsidy) have been received/ receivable for any specific schemes from Central/ State agencies during the financial year 2022-23.	Nil

For S. N. Dhawan & CO LLP

Chartered Accountants

Firm Registration No.: 000050N/N500045

Sd/-

Mukesh Bansal

Partner

Membership No.: 505269

UDIN:

Place: New Delhi

Date: 19 May 2023

ANNEXURE 3 TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 3 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of HSCC (India) Limited on the Standalone Ind AS Financial Statements for the year ended 31 March 2023

Report on the Internal Financial Controls with reference to the Standalone Ind AS Financial Statement under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

We have audited the internal financial controls with reference to the Standalone Ind AS Financial Statements of HSCC (India) Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to the Standalone Ind AS Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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 Controls 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 Standalone Ind AS Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control with reference to the Standalone Ind AS Financial Statements and their operating effectiveness. Our audit of internal financial control with reference to the Standalone Ind AS Financial Statements included obtaining an understanding of internal financial control with reference to the Standalone Ind AS Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the Standalone Ind AS 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 qualified audit opinion on the Company's internal financial controls system over financial reporting with reference to the Standalone Ind AS Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Ind AS Financial Statements

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

Inherent Limitations of Internal Financial Controls with reference to the Standalone Ind AS Financial Statements

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

Qualified Opinion

According to the information and explanations given to us and based on our audit the following material weakness/ es have been identified as at 31st March 2023:

- i. The Company does not have an effective Information Systems Audit to evaluate and test the IT general controls, which may affect the completeness, accuracy and reliability of the reports generated from IT System.
- ii. The Company does not have an effective system of obtaining balance confirmation and performing reconciliation of balances in respect of trade receivable, claims recoverable from/ payable, trade payable, retention money, client deposit funds, EMD, Security Deposits (Receivable and Payable), balances of ministries, clients, Client General and claims payable. This could potentially result in Company materially misstating the assets and liabilities in the financial statements.

- iii. The Company does not have control over financial closure of Projects, which have been handed over and projects completed but not handed over to the client. This may potentially result in the Company materially misstatement of the assets and liabilities..

In our opinion, because of the effects /possible effects of the material weakness / weaknesses described above on the achievement of the objectives of the control criteria, the Company has not maintained adequate and effective internal financial control over financial reporting as of 31 March 2023, based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the Standalone Ind AS Financial Statements of the Company as at and for the year ended 31 March 2023, and these material weaknesses have affected our opinion on the Standalone Ind AS Financial Statements of the Company and we have issued a qualified opinion on the Standalone Ind AS Financial Statements.

For S. N. Dhawan & CO LLP

Chartered Accountants

Firm Registration No.: 000050N/N500045

Sd/-

Mukesh Bansal

Partner

Membership No.: 505269

UDIN:

Place: New Delhi

Date: 19 May 2023

S.N. Dhawan & CO LLP

Chartered Accountants

COMPLIANCE CERTIFICATE

We have conducted the audit of accounts of HSCC (India) Limited for the year ended 31st March, 2023, in accordance with the directions/sub-directions issued by the C&AG of India under Section 143 (5) of the Companies Act, 2013 and certify that we have complied with all the directions/sub-directions issued to us.

For S.N. Dhawan & CO LLP

Chartered Accountants

ICAI FRN:000050N/N500045

Sd/-

(Mukesh Bansal)

Partner

M No. 505269

UDIN:23505269BGXYLR5572

Place: New Delhi

Date: 19th May 2023

BALANCE SHEET AS AT MARCH 31, 2023

(₹ in Lakhs)

Particulars		Note No.	As at March 31 2023	As at March 31 2022
I.	ASSETS			
1	Non-Current Assets			
	(a) Property Plant and Equipment	3	7,129.15	7,097.81
	(b) Capital work-in-progress	4	2.24	194.24
	(c) Other Intangible assets	5	8.88	13.86
	(d) Financial Assets			
	(i) Other Financial Assets	6	24.96	30.87
	(e) Deferred Tax Asset (Net)	7	1,382.53	1,264.66
	(f) Other Non Current Assets	8	560.18	345.87
			9,107.94	8,947.31
2	Current Assets			
	(a) Financial Assets			
	(i) Trade Receivables	9	3,490.28	3,947.87
	(ii) Cash and Cash Equivalents	10	58,166.01	27,039.29
	(iii) Bank Balances other than Cash and Cash Equivalents	11	157,076.36	228,857.55
	(iv) Other Financial Assets	12	85,128.94	73,615.77
	(b) Current Tax Assets (Net)	13	2,283.19	2,310.45
	(c) Other Current Assets	14	23,414.34	20,114.36
			329,559.12	355,885.29
	TOTAL ASSETS		338,667.06	364,832.59
II.	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	15	180.01	180.01
	(b) Other Equity		16,041.73	14,180.63
	Total Equity		16,221.74	14,360.64
2	Liabilities			
	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Lease Liabilities	16	1.78	3.41
	(b) Provisions	17	563.84	580.71
			565.62	584.12
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Lease Liabilities	16	1.63	1.50
	(ii) Trade Payables	18		
	- Total outstanding dues of micro enterprises and small enterprise		7.60	7.60
	- Total outstanding dues of creditors other than micro enterprises and small enterprises		49,240.91	43,223.21
	(iii) Other Financial Liabilities	19	42,941.92	52,427.64
	(b) Other Current Liabilities	20	229,037.59	253,307.31
	(c) Provisions	21	650.05	920.57
			321,879.70	349,887.83
	TOTAL EQUITY & LIABILITIES		338,667.06	364,832.59

Summary of Significant Accounting Policies and Other Explanatory Information Note 1 to 55

As per our Report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants
(ICAI Firm Reg. No: 000050N/N500045)

Sd/-

Mukesh Bansal

Partner
Membership No. 505269

Place: Delhi

Date : 19/05/2023

For and on behalf of the Board of Directors

Sd/-

(Novman Ahmed)
Managing Director
(DIN : 10054994)

Sd/-

Sonia Singh
Company Secretary
M. No. : ACS-24442

Sd/-

(Ravi Ranjan)
Director (Engineering)
(DIN : 10057427)

Sd/-

(Saurabh Srivastava)
Chief Financial Officer
(PAN : APCPS6170G)

**STATEMENT OF PROFIT AND LOSS
FOR THE PERIOD ENDED ON MARCH 31, 2023**

(₹ in Lakhs)

Particulars		Note No.	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
I.	Revenue From Operations			
	Value of Services	22	110,262.10	136,041.06
	Other Operating Revenues	23	23.82	24.83
II.	Other Income	24	135.49	152.63
III.	Total Income (I + II)		110,421.41	136,218.52
IV.	Expenses:			
	Work & Consultancy Expenses	25	103,129.39	129,612.60
	Employee Benefits Expense	26	4,078.59	3,975.95
	Finance Costs	27	0.36	0.48
	Depreciation and Amortisation Expense	28	145.16	140.00
	Other Expenses	29	729.16	1,852.72
	Total Expenses (IV)		108,082.66	135,581.75
V.	Profit before Exceptional Items and Tax (III-IV)		2,338.75	636.77
VI.	Exceptional Items - (Income)/Expense	30	-	(2,684.55)
VII.	Profit before Tax (V - VI)		2,338.75	3,321.32
VIII.	Tax Expense:	31		
	(1) Current Tax		366.69	366.68
	(2) Deferred Tax		(117.87)	474.29
	(3) Taxation in respect of Earlier Years		(177.41)	(37.42)
IX.	Profit for the Period (VII-VIII)		2,267.34	2,517.76
X.	Other Comprehensive Income			
	A (i) Items that will not be reclassified into Profit & Loss	32	110.26	(44.41)
	(ii) Income tax relating to items that will not be reclassified to profit/loss		(27.75)	11.18
	B (i) Items that will be reclassified into Profit & Loss		-	-
	(ii) Income tax relating to items that will be reclassified to Profit & Loss		-	-
XI.	Total Comprehensive Income for the period (IX+X)		2,349.85	2,484.52
XII.	Earnings per Share (Face value of ₹ 100/- per Equity Share)	33		
	(1) Basic (in ₹)		1,259.54	1,398.64
	(2) Diluted (in ₹)		1,259.54	1,398.64

Summary of Significant Accounting Policies and Other Explanatory Information Note 1 to 55

As per our Report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants
(ICAI Firm Reg. No: 000050N/N500045)

Sd/-

Mukesh Bansal

Partner
Membership No. 505269

Place: Delhi

Date : 19/05/2023

For and on behalf of the Board of Directors

Sd/-
(Novman Ahmed)
Managing Director
(DIN : 10054994)

Sd/-
Sonia Singh
Company Secretary
M. No. : ACS-24442

Sd/-
(Ravi Ranjan)
Director (Engineering)
(DIN : 10057427)

Sd/-
(Saurabh Srivastava)
Chief Financial Officer
(PAN : APCPS6170G)

STATEMENT OF CHANGES IN EQUITY AS AT MARCH 31, 2023

A Equity Share Capital (₹ in Lakhs)

Particulars	Balance at the beginning of the Reporting Period	Changes in Equity Share Capital during the Period	Balance at the end of Reporting Period
Balance as at March 31, 2022	180.01	-	180.01
Balance as at March 31, 2021	180.01	-	180.01

B Other Equity (₹ in Lakhs)

Particulars	Reserves and Surplus			Other Comprehensive Income	Total
	General Reserve	Capital Redemption Reserve	Retained Earnings	Remeasurement of Defined Benefit Plans	
Balance as at April 1, 2021	3,335.53	60.00	8,813.94	(24.44)	12,185.03
Profit for the year	-	-	2,517.76	-	2,517.76
Re-measurement gains (losses) on defined benefit plans	-	-	-	(44.41)	(44.41)
Income Tax on Items of OCI	-	-	-	11.18	11.18
Dividends paid include Interim Dividend	-	-	(488.92)	-	(488.92)
Balance as at April 1, 2022	3,335.53	60.00	10,842.78	(57.68)	14,180.63
Profit for the Year	-	-	2,267.34	-	2,267.34
Re-measurement gains (losses) on defined benefit plans	-	-	-	110.26	110.26
Income Tax on Items of OCI	-	-	-	(27.75)	(27.75)
Transfer of Research & Development Fund	-	-	16.77	-	16.77
Transfer of of Sustainable Development Fund	-	-	12.91	-	12.91
Dividends paid include Interim Dividend	-	-	(518.44)	-	(518.44)
Balance as at March 31, 2023	3,335.53	60.00	12,621.36	24.83	16,041.73

Summary of Significant Accounting Policies and Other Explanatory Information Note 1 to 55

As per our Report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants
(ICAI Firm Reg. No: 000050N/N500045)

Sd/-

Mukesh Bansal

Partner
Membership No. 505269

Place: Delhi

Date : 19/05/2023

For and on behalf of the Board of Directors

Sd/-

(Novman Ahmed)
Managing Director
(DIN : 10054994)

Sd/-

Sonia Singh
Company Secretary
M. No. : ACS-24442

Sd/-

(Ravi Ranjan)
Director (Engineering)
(DIN : 10057427)

Sd/-

(Saurabh Srivastava)
Chief Financial Officer
(PAN : APCPS6170G)

STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON MARCH 31, 2023

(₹ in Lakhs)

Particulars		For the year ended on March 31, 2023	For the year ended on March 31, 2022
A.	Cash flows from operating activities		
	Net profit before Tax and Extraordinary items	2,338.75	636.77
	Adjustment for:		
	Extraordinary items (Provision Written Back)	-	2,684.55
	Depreciation on property, plant and equipment	133.76	132.36
	Depreciation on Right-of-Use Assets	6.41	6.41
	Amortisation on intangible assets	4.98	1.23
	Finance Costs	0.36	0.48
	Profit on sale of Assets held for Sale	-	(3.64)
	Transfer of Research & Development Fund	16.77	-
	Transfer of Sustainable Development Fund	12.91	-
	Interest Income	(51.12)	(148.21)
	Operating Profit before Working Capital Changes	2,462.83	3,309.96
	Adjustment for:		
	Decrease/(Increase) in Other Non Current Assets	(214.31)	1,098.27
	Decrease/(Increase) in Other Financial Assets (Non Current)	5.92	2.68
	Decrease/(Increase) in Trade receivables (Net)	457.59	1,611.19
	Decrease/(Increase) in Other Financial Assets (Current)*	4,175.59	(52,230.35)
	Decrease/(Increase) in Other Current Assets	(3,299.98)	(4,336.80)
	(Decrease)/ Increase in Provisions (Non Current)	(16.87)	(44.93)
	(Decrease) /Increase in Trade payables	6,017.70	(6,359.56)
	(Decrease) /Increase in Other Financial Liabilities (Current)	(9,485.72)	6,817.19
	(Decrease)/ Increase in Provisions (Current)	(270.52)	(2,643.87)
	(Decrease) /Increase in Other Current Liabilities	(35,842.96)	(24,920.95)
	Cash generated from Operations before Extra Ordinary Items and tax	(36,010.73)	(77,697.17)
	Direct Taxes Paid	(276.33)	-
	Net Cash from Operating Activities (A)	(36,287.06)	(77,697.17)
B.	Cash Flows from Investing Activities:		
	Purchase of property, plant and equipment	(16.06)	(13.29)
	Sale of property, plant and equipment	0.08	5.32
	Purchase of intangible assets	-	(1.78)
	Payment for Capital work-in-progress	-	(115.63)
	Deduction of Capital work-in-progress	36.45	-
	Flexi Deposits having original Maturity more than 3 months and upto 12 months	46,560.32	23,941.28
	Fixed Deposits having original maturity more than 3 months and upto 12 months	25,772.60	19,911.02
	Flexi Deposits having original Maturity more than 12 months	635.57	20,942.38
	Fixed Deposits having original maturity more than 12 months	(15,987.54)	(1,370.93)
	Interest Received	10,932.65	10,800.76
	Net Cash from Investing Activities: (B)	67,934.08	74,099.13
C.	Cash Flows from Financing Activities:		
	Repayment of Lease Liabilities**	(1.86)	(1.86)
	Dividend Paid	(518.44)	(488.92)
	Net Cash from Financing Activities (C)	(520.30)	(490.78)
	Net Increase in Cash and Cash Equivalent (A) + (B) + (C)	31,126.72	(4,088.81)
	Cash and Cash Equivalents - Opening	27,039.29	31,128.10
	Cash and Cash Equivalents - Closing	58,166.01	27,039.29
	i) Cash and Cash Equivalents Includes:		
	Balances with Banks in Current Account	55,724.67	24,344.02
	Flexi Deposits upto 3 months Original Maturity	2,441.34	2,695.26
		58,166.01	27,039.29
	ii) Details of restricted Cash and Cash Equivalents are as under:		
	(a) Balances held in Separate Bank A/cs on behalf of Clients/Ministries	46,038.83	26,563.38
	(b) Balances Research and Development Fund	-	16.77
	(c) Balances Sustainable Development Fund	-	12.91
	Total	46,038.83	26,593.06

As per our Report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants

(ICAI Firm Reg. No: 000050N/N500045)

Sd/-

Mukesh Bansal

Partner

Membership No. 505269

Place: Delhi

Date : 19/05/2023

For and on behalf of the Board of Directors

Sd/-

(Novman Ahmed)

Managing Director

(DIN : 10054994)

Sd/-

Sonia Singh

Company Secretary

M. No. : ACS-24442

Sd/-

(Ravi Ranjan)

Director (Engineering)

(DIN : 10057427)

Sd/-

(Saurabh Srivastava)

Chief Financial Officer

(PAN : APCPS6170G)

NOTES TO THE STANDALONE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

NOTE - 1. CORPORATE INFORMATION

1.1 Nature of principal activities

HSCC (India) Limited, a Mini Ratna (Category I company), is a Government of India Enterprise engaged in rendering comprehensive range of professional services as consulting and executing agency for construction activities in healthcare & other social sectors in India and abroad that includes Conceptual Studies, Management consultancy, Project Management, Logistics & Installation, Procurements, Information Technology, design & engineering and Healthcare facility design.

1.2 General information

The Company is incorporated and domiciled in India having CIN U74140DL1983GOI015459 with registered office at New Delhi. The Company is headquartered in New Delhi, India. The principal place of business is at Noida, Uttar Pradesh.

The decision of Strategic Disinvestment of the Company to NBCC India Ltd. has been taken by Govt. of India vide letter no. F. No. 3/8/2016-DIPAM-II-A (pt.) dated 13/09/2018 & D.O. No. 3/8/2016-DIPAM-IIA (pt.) dated 13/09/2018. The 100 percent paid up equity share capital of the Company along with Management control has been transferred to NBCC (India) Limited at a price of Rs 285 Crores in December-2018.

The Standalone Financial Statement for the year ended 31 March 2023 are authorized and approved for issue by the Board of Directors on May 19, 2023.

NOTE - 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the Ind AS) under the historical cost convention on accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The financial statements are presented in Indian Rupee and all values are rounded to the nearest lakhs except when otherwise stated.

The Company has reviewed its accounting policies for better presentation and to ensure more reliable and relevant presentation of the Financial Statements that do not have any material impact on recognition and measurement thereto on the Financial Statements.

2.2 FOREIGN CURRENCY TRANSLATION

Functional and Presentation Currency

The financial statements are presented in Indian Rupee ('INR'), which is company's functional Currency.

Foreign Currency Transactions and Balances

Foreign Currency transactions are recorded in the reporting Currency, by applying to the Foreign Currency amount the exchange rate between the Reporting Currency and the Foreign Currency at the date of the transaction.

Foreign Currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items which are measured in terms of historical cost denominated in a Foreign Currency are reported using the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items, or on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous Financial Statements, are recognized as income/ expenses in the year in which they arise.

2.3 Revenue recognition

The Company derives revenues primarily from Project Management Consultancy and Procurement services. Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The Company recognizes revenue when it transfers control over a product or service to a customer.

a) Project Management Consultancy

In case of PMC contracts, the Company undertakes to perform tasks such as geotechnical investigations, topographical surveys, resource-planning, preparing detailed engineering designs and supervising execution of works etc. Due to the high degree of interdependence between the various elements related to these services, they are accounted for as a single performance obligation and the revenue is recognized over time based on the input method of measuring progress, as the customer receives and uses the benefits simultaneously.

Revenue in respect of design, engineering, Studies, DPR, MOU, Training, Information Technologies is recognized as income over the period based on the input method of the cost incurred for which the bills are raised in respect of fees due as per terms of agreement with the client.

b) Procurement service

The Company undertakes to purchase an asset on behalf of the customer and the revenue is recognized on net basis over time based on the input method of measuring progress as the Company has ability to make reliable estimates, arising from its significant historical experience on similar systems.

Revenue includes:

- Work done for which only letters of intent have been received, however, formal contracts / agreements are in the process of execution.
- Work executed and measured by the Company pending certification by the client
- Work executed but not measured/ partly executed is accounted for at engineering estimate.
- Extra / Substituted items and the Claims lodged against clients to the extent considered realizable.

2.4 OTHER INCOME

Interest income is reported on an accrual basis using the Effective Interest Rate method. Interest income on mobilisation advances given to contractors recoverable in short term is recognised using simple interest method which approximates the effective interest rate.

Interest income on bank deposits held on behalf of client is netted off from interest payable to client on such deposits.

2.5 INTANGIBLE ASSETS

Recognition

Intangible assets are initially measured at cost of acquisition thereof. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Subsequent Measurement (Amortization)

Amortization on Intangible Assets is charged on the straight line method on the basis of rates arrived at with reference to the useful life of the assets evaluated and approved by the Management.

Asset category	Estimated useful life (in years)
Intangible Assets	
Computer Software	3 Years

De-recognition

An item of Intangible Asset or any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss Account when the asset is derecognised.

2.6 PROPERTY, PLANT AND EQUIPMENT

Recognition

Properties Plant and Equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria (in case of qualifying assets) are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its Property, Plant and Equipment recognised as at 1 April 2017 measured as per the previous GAAP and use that carrying value as the deemed cost of the Property, Plant and Equipment.

Subsequent measurement (Depreciation)

Depreciation on Property, Plant and Equipment is charged on straight line method either on the basis of rates arrived at with reference to the useful life of the assets evaluated by the Committee consisting of

Technical experts and approved by the Management or rates arrived at based on useful life prescribed under Part C of Schedule II of the Companies Act, 2013. The following useful lives are applied:

Asset category	Estimated useful life (in years)
Buildings	
Building (other than factory buildings)	60 Years
Other (including temporary structure, etc.)	03 Years
Plant and Machinery used in civil construction	12 Years
Furniture and fittings	10 Years
Motor Vehicles	08 Years
Office equipment	05 Years
Computers and data processing units	
Servers and networks	06 Years
End user devices viz. desktops, laptops, etc.	03 Years

Premium paid on land where lease agreements have been executed for specified period are written off over the period of lease proportionately. Building comprises Boundary Wall, Scooter Shed & Tube Well which are depreciated by taking useful life of 5 years.

Property, Plant and Equipment individually costing upto INR 10,000 are fully depreciated in the year of acquisition.

The residual values, useful lives and methods of depreciation of Property, Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

De-Recognition

An item of Property, Plant and Equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the asset is derecognised.

2.7 LEASES

Company as a Lessee

At inception of a contract, the company assess whether the contract is, or contains, a lease.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Recognition:

1. "Right of Use (ROU) Asset":

At the commencement date, the company recognise a right-of-use asset and a lease liability, except

- For lease with a term of twelve months or less (Short term leases) and,
- Leases for which the underlying asset is of low value.

For short term leases and assets of low value the company recognises the lease payments as an operating expense on a straight-line basis over the term of lease.

2. “Lease Liability”

At the commencement date, the company measures the lease liability at the present value of the lease payments that are not paid at that date.

The lease payments are discounted using the effective interest rate.

Subsequent measurement

1. “Right of Use (ROU) Asset”

After the commencement date, the company measures the right-of-use asset at cost less any accumulated depreciation and is subject to impairment losses.

The following useful lives are applied:

Asset category	Lease Term (including extension)
Leasehold Land	90 Years
Buildings	6 Years

2. “Lease Liability”

After the commencement date, the company measure the lease liability by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made. In addition, the carrying amount of lease liability is re-measured if there is a modification, a change in the lease term, a change in lease payment.

After the commencement date, the interest element of lease payments is charged to Statement of Profit and Loss, as Finance Costs over the period of the lease.

The residual values, useful lives and methods of depreciation of right of use are reviewed at each financial year end and adjusted prospectively, if appropriate.

De-Recognition

A right of use asset initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the right of use asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss account when the right of use asset is derecognised.

Company as a Lessor

Finance Lease

The company recognises assets held under a finance lease as a receivable at an amount equal to the net investment in the lease. The company further recognises finance income over the lease term, based on straight-line basis reflecting a constant periodic rate of return on the net investment in the lease.

Operating lease

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Assets leased out under operating leases are recognized & presented according to the nature of the underlying asset.

Rental income is recognized on straight-line basis over the lease term except where scheduled increase in rent compensates the Company with expected inflationary costs.

2.8 IMPAIRMENT OF NON FINANCIAL ASSETS

Carrying amount of assets is reviewed at each reporting date where there is any indication of impairment based on internal/ external indicators. An impairment loss is recognised in the Statement of Profit and Loss where carrying amount exceeds recoverable amount of assets. Impairment loss is reversed, if, there is change in recoverable amount and such loss either no longer exists or has decreased or indication on which impairment was recognised no longer exists.

2.9 Financial Instruments

Financial Assets

Initial recognition and measurement

Financial Assets and Financial Liabilities are recognised when the company becomes a party to the contractual provisions of the Financial Instrument and are measured initially at fair value adjusted for transaction costs.

Subsequent Measurement

Debt instruments at Amortised Cost— A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

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

After initial measurement, such Financial Assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. All other debt instruments measured are Fair Value through Other Comprehensive Income (FVOCI) or Fair Value through Profit And Loss (FVTPL) based on Company's business model.

- Equity Investments**—All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at fair value through profit and loss (FVTPL). For all other equity instruments, the Company decides to classify the same either as at fair value through other comprehensive income (FVOCI) or fair value through profit and loss (FVTPL) on an instrument to instrument basis.
- Mutual Funds**—All mutual funds in scope of Ind-AS 109 are measured at fair value through profit and loss (FVTPL).

De-recognition of Financial Assets

A Financial Asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Financial Liabilities

Initial recognition and measurement

All Financial Liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the Financial Liabilities is also adjusted. Financial Liabilities are classified as amortised cost.

Subsequent measurement

Subsequent to initial recognition, these liabilities are measured at Amortised Cost using the Effective Interest Rate method.

De-recognition of Financial Liabilities

A Financial Liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. Consequently write back of unsettled credit balances and invoked bank guarantee is done on closure of the concerned project or earlier based on the previous experience of Management and actual facts of each case and recognised in Other Operating Revenues.

Further 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 de-recognition 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.

Offsetting of Financial Instruments

Financial Assets and Financial Liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.10 IMPAIRMENT OF FINANCIAL ASSETS

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss for Financial Assets.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive. When estimating the cash flows, the Company consider the following –

- All contractual terms of the Financial Assets (including prepayment and extension) over the expected life of the assets.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

Trade Receivables

As a practical expedient the Company has adopted 'simplified approach' using the provision matrix method for recognition of expected loss on trade receivables. The provision matrix is based on three years rolling average default rates observed over the expected life of the trade receivables and is adjusted for forward-looking estimates. These average default rates are applied on total credit risk exposure on trade receivables and outstanding for more than one year at the reporting date to determine lifetime Expected Credit Losses. Further, in cases where there is significant increase in credit risk since initial recognition, impairment loss is assessed & provided.

Other Financial Assets

For recognition of impairment loss on Other Financial Assets and Risk Exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition and if credit risk has increased significantly, impairment loss is provided.

2.11 INCOME TAXES

Tax expense recognised in Profit and Loss comprises the sum of Current Tax and Deferred Tax not recognised in Other Comprehensive Income or directly in Equity.

Calculation of Current Tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred Income Taxes are calculated using Balance Sheet Approach. The Current Tax and Deferred Tax so calculated are adjusted for the uncertainty of tax treatment by the tax authorities at each reporting date.

Deferred Tax Liabilities are generally recognised in full for all taxable temporary differences.

Deferred Tax Assets are recognised to the extent that it is probable that the underlying tax loss, unused tax credits or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

2.12 CASH AND CASH EQUIVALENTS

Cash and Cash Equivalents comprise Cash in hand, Balances in Bank Account, Remittance in Transit, Cheques in hand and Demand Deposits, together with other short-term, highly liquid investments (original maturity less than 3 months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

2.13 EQUITY, RESERVES AND DIVIDEND PAYMENTS

Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from retained earnings, net of any related income tax benefits.

Other components of equity includes Other Comprehensive Income (OCI) arising from actuarial gain or loss on re-measurement of defined benefit liability and return on plan assets

Retained earnings include all current and prior period retained profits. All transactions with owners of the parent are recorded separately within equity. Annual dividend distribution to shareholders is recognised as a liability in the period in which the dividend is approved by the shareholders. Any interim dividend paid is recognised on approval by Board of Directors. Dividend payable and corresponding tax on dividend distribution is recognised directly in equity.

2.14 NON CURRENT ASSETS HELD FOR SALE

Non-current assets and disposal groups are classified as held for sale if their carrying amount is intended to be recovered principally through a sale (rather than through continuing use) when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such asset (or disposal group) and the sale is highly probable and is expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets and disposal groups classified as held for sale are measured at lower of their carrying amount and fair value less costs to sell. The determination of fair value less costs to sell includes use of management estimates and assumptions.

2.15 POST-EMPLOYMENT BENEFITS AND SHORT-TERM EMPLOYEE BENEFITS

DEFINED CONTRIBUTION PLAN

Company's Contribution paid/payable during the year to Provident Fund, EPS 1995 and Company's Pension Scheme is recognised in the Statement of Profit and Loss for the year in which the related services are rendered. The same is paid to a fund administered through separate trusts and by EPFO.

DEFINED BENEFIT PLAN

Company's liability towards Gratuity Benefits determined by independent actuary, at the year-end using the Projected Unit Credit Method.

Actuarial gains or losses are recognised in the Other Comprehensive Income. Liability for Gratuity as per actuarial valuation is paid to a fund administered through a separate Trust.

OTHER LONG-TERM BENEFITS

Company's liability towards Leave (Earned and Sick) and Long Term Service Awards is determined by independent actuary, at the year-end using the Projected Unit Credit Method. Actuarial gains or losses are recognised in the Profit and Loss.

SHORT TERM EMPLOYEE BENEFITS

Short term benefits comprise of employee costs such as Salaries and other allowance, PRP and Short-term compensated absences are accrued in the year in which the associated services are rendered by employees of the Company.

EMPLOYEE SEPARATION COSTS

Ex-gratia to employees who have opted for retirement under the Voluntary Retirement Scheme of the Company is charged to Statement of Profit and Loss in the year of acceptance of the option by the management.

2.16 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions recognised by the Company include provisions for Warranties, Research & Development, Sustained development, Contingencies, Onerous Contracts and Corporate Social Responsibility (CSR). A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Provisions are discounted to their present values, where the time value of money is material.

Contingent Liabilities are disclosed on basis of judgment of management after a careful evaluation of facts and legal aspects of matter involved.

Contingent Assets are disclosed when probable and recognised when realization of income is virtually certain.

2.17 ARBITRATION AWARDS

Arbitration / Court's awards along with related interest receivable/payable are, to the extent not taken into accounts at the time of initiation, are recognized after it becomes decree. Permanent Machinery of Arbitration, Govt of India, is accounted for on finalisation of award by the appellate authority. Interest to/from in these cases are accounted when the payment is probable which the point is when matter is considered settled by management.

2.18 LIQUIDATED DAMAGES

Liquidated Damages / Compensation for delay in respect of clients/ contractors, if any, are accounted for when payment is probable which is the point when matter is considered settled by management.

2.19 PRIOR PERIOD EXPENDITURE/ INCOME

Expenditures / Incomes relating to prior periods and considered not material has been accounted for in the respective head of accounts in the current year.

2.20 SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY

Financial Statements are prepared in accordance with GAAP in India which require management to make estimates and assumptions that affect the reported balances of assets, liabilities and disclosure of contingent liabilities at the date of the financial statements and reported amounts of income & expenses during the periods. Although these estimates and assumptions used in accompanying Financial Statements are based upon management's evaluation of relevant facts and circumstances as of date of Financial Statements which in management's opinion are prudent and reasonable, actual results may differ from estimates and assumptions used in preparing accompanying Financial Statements. Any revision to accounting estimates is recognized prospectively from the period in which results are known/ materialise in accordance with applicable Indian Accounting Standards.

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

The following are Significant Management Judgements in applying the Accounting Policies of the Company that have the most significant effect on the Financial Statements.

Recognition of Deferred Tax Assets - The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized.

Evaluation of indicators for Impairment of Assets – The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

Property, Plant and Equipment - Management assess the remaining useful lives and residual value of property, plant and equipment and believes that the assigned useful lives and residual value are reasonable

Estimation Uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

Revenue Recognition – Where revenue contracts include deferred payment terms, the management determines the fair value of consideration receivable using the expected collection period and interest rate applicable to similar instruments with a similar credit rating prevailing at the date of transaction.

Recoverability of Advances/ Receivables – The Project heads, Zonal heads and Regional/Strategic Business groups from time to time review the recoverability of advances and receivables. The review is done at least once in a financial year and such assessment requires significant management judgement based on financial position of the counter-parties, market information and other relevant factors.

Defined Benefit Obligation (DBO) - Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may impact the DBO amount and the annual defined benefit expenses.

Contingencies -Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

Provisions for Warranties- Management's estimate of the warranties is based on engineering estimates and variation in these assumptions may impact the provision amount and the annual warranty expenses.

Liquidated Damages -Liquidated Damages receivables are estimated and recorded as per contractual terms; estimate may vary from actuals as levy on contractor.

2.21 STANDARDS ISSUED BUT NOT EFFECTIVE

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below.

Ind AS 1 - Presentation of Financial Statements - This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and the impact of the amendment is insignificant in the standalone financial statements.

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors - This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statements.

Ind AS 12 - Income Taxes - This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statement.

Notes to the financial statements for the period ended on March 31, 2023

NOTE-3

Details of the Company's Property, Plant and Equipment and reconciliation of their carrying amounts from beginning to end of reporting period are as follows:

(₹ in Lakhs)

Particulars	Gross Carrying Amount (At Cost)					Accumulated Depreciation			Net Carrying Value
	As at April 1, 2022	Additions	Disposals	As at March 31, 2023	As at April 1, 2022	Charge for the Year	On Disposals	As at March 31, 2023	As at March 31, 2023
	1	2	3	4	5	6	7	8	9
a Property, Plant and Equipment									
Buildings#	7,175.06	-	-	7,175.06	542.60	110.80	-	653.40	6,521.66
Furniture and Fixtures	222.19	156.16	-	378.35	167.08	9.66	-	176.74	201.62
Vehicles	11.48	-	-	11.48	10.69	0.22	-	10.91	0.57
Office Equipment	218.58	3.57	-	222.15	195.33	6.08	-	201.41	20.74
Computers and Data processing units	248.38	11.87	1.65	258.60	225.20	7.01	1.57	230.65	27.95
Total (i)	7,875.69	171.61	1.65	8,045.65	1,140.89	133.76	1.57	1,273.10	6,772.54
b Right-of-Use Assets									
Leasehold Land*	446.65	-	-	446.65	87.99	4.96	-	92.95	353.70
Buildings	8.71	-	-	8.71	4.35	1.45	-	5.80	2.91
Total (ii)	455.36	-	-	455.36	92.34	6.41	-	98.76	356.61
TOTAL (i+ii)	8,331.05	171.61	1.65	8,501.01	1,233.24	140.18	1.57	1,371.86	7,129.15

Addition in Furniture and Fixtures includes capitalisation of CWIP of Rs. 155.55 lakhs

(₹ in Lakhs)

Particulars	Gross Carrying Amount (At Cost)					Accumulated Depreciation				Net Carrying Value
	As at April 1, 2021	2	3	4	5	Charge for the Year	On Disposals	As at March 31, 2022	As at March 31, 2022	
a Property, Plant and Equipment	1	2	3	4	5	6	7	8	9	
Buildings#	7,175.06	-	-	7,175.06	431.02	111.58	-	542.60	6,632.46	
Furniture and Fixtures	222.19	-	-	222.19	157.23	9.85	-	167.08	55.11	
Vehicles	11.48	-	-	11.48	10.41	0.28	-	10.69	0.79	
Office Equipment	216.05	2.53	-	218.58	190.17	5.17	-	195.33	23.25	
Computers and Data processing units	238.14	10.75	0.51	248.38	220.20	5.48	0.49	225.20	23.18	
Total (i)	7,862.93	13.29	0.51	7,875.69	1,009.02	132.36	0.49	1,140.89	6,734.79	
b Right-of-Use Assets										
Leasehold Land*	446.65	-	-	446.65	83.03	4.96	-	87.99	358.66	
Buildings	8.71	-	-	8.71	2.90	1.45	-	4.35	4.35	
Total (ii)	455.36	-	-	455.36	85.93	6.41	-	92.34	363.02	
TOTAL (i+ii)	8,318.29	13.29	0.51	8,331.05	1,094.95	138.77	0.49	1,233.24	7,097.81	

The Company has capitalised building of Rs 6,834.99 lakh in FY 2018-19 which are still pending for registration in the name of the Company. Depreciation has been charged to Statement of Profit & Loss on proportionate basis. Building comprises Boundary Wall, Scooter Shed & Tube Well which are depreciated by taking useful life of 5 years.

* The above leasehold land includes plots no. E-13 and E-14 at Sector – 1 Noida, as per clause no. 4 of the deed the lessee i.e. HSCC (India) Ltd. shall have to erect and complete the construction of building on the demised land within the specified period of four years unless the lessor allows extension of time. Company has received a letter from Noida authority for payment of extension fee of Rs. 56.51 lakhs plus GST but the same is not yet paid. However, the Company has provided provision for extension fee as on March 31, 2023 is Rs. 67.16 lakhs (Previous year :- Rs. 55.86 lakhs) as per the lease deed extension charges clause payable to New Okhla Industrial Development Authority.

(i) Title deeds of Immovable Property not held in name of the Company

Title deeds of Immovable Property not held in name of the Company as at March 31, 2023						
Relevant line item in the Balance Sheet	Description of item of property	Gross carrying Value	Title deeds held in the name of	Whether title deed holder is a promoter director or relative# of Promoter* /director or employee of promoter/director	Property held since which date	Reason for not being held in the name of company
Property, Plant & Equipment	201-222, Second Floor NBCC centre, Okhla, Phase -1 New Delhi	6834.99 lakhs	NBCC India Limited	Promoter	30-03-19	Management is in the process to get the registry in current Financial Year.

Title deeds of Immovable Property not held in name of the Company as at March 31, 2022						
Relevant line item in the Balance Sheet	Description of item of property	Gross carrying Value	Title deeds held in the name of	Whether title deed holder is a promoter director or relative# of Promoter* /director or employee of promoter/director	Property held since which date	Reason for not being held in the name of company
Property, Plant & Equipment	201-222, Second Floor NBCC centre, Okhla, Phase -1 New Delhi	6834.99 lakhs	NBCC India Limited	Promoter	30-03-19	Registry is not done due to Covid Situation

NOTE -4

Capital work-in-progress

Details of the Company's Capital work-in-progress and reconciliation of their carrying amounts from beginning to end of reporting period are as follows:

(₹ in Lakhs)

Particulars	Amount
As at April 1, 2021	78.61
Additions during the Year	115.63
Capitalised during the Year	-
As at April 1, 2022	194.24
Additions during the Year	-
Deduction during the period	(36.45)
Capitalised during the Year	(155.55)
As at March 31, 2023	2.24

Capital work-in-progress as on 31.03.2023 comprises fees towards building plan submission of Plot E-13 & E14, Sector-1 Noida amounting to Rs. 2.24 lakhs.

Contractual Commitments

During FY 2020-21, the company had entered into a contract for development of new interior at Okhla Building amounting to Rs. 192 lakhs, the same has been capitalised in books of accounts by Rs. 155.55 lakhs and Rs. 36.45 lakhs has been deducted during the Financial Year 2022-23. (Previous Year in CWIP: Rs. 192 lakhs). There is no further contractual commitment w.r.t new interior work.

NOTE -4A

a. CWIP aging schedule at March 31, 2023

(₹ in Lakhs)

CWIP	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					
a. Construction work at Noida*	-	-	2.24	-	2.24
Total					2.24

*It comprises fees towards building plan submission of Plot E-13 & E14, Sector-1 Noida amounting to Rs. 2.24 lakhs.

CWIP aging schedule at March 31, 2022

(₹ in Lakhs)

CWIP	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					
a. Interior Work at Okhla	115.63	76.37	-	-	192.00
b. Construction work at Noida	-	2.24	-	-	2.24
Total					194.24

b. CWIP completion schedule as at March 31, 2023

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in Progress				
a. Construction work at Noida*	-	-	-	-

* It is in initial stage of submission of drawing etc. It will be decided on approval of drawing etc.

CWIP completion schedule as at March 31, 2022

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in Progress				
a. Interior Work at Okhla*	-	-	-	-
b. Construction work at Noida**	-	-	-	-

*The same is capitalised during the Current Financial Year 2022-23.

** It is in initial stage of submission of drawing etc. It will be decided on approval of drawing etc..

NOTE -5

Other Intangible assets

(₹ in Lakhs)

Intangible assets	Gross Carrying Amount (At Cost)				Accumulated Amortisation				Net Carrying Value
	As at April 1, 2022	Additions	Disposals	As at March 31, 2023	As at April 1, 2022	charged for the Year	On disposals	As at March 31, 2023	As at March 31, 2023
	1	2	3	4	5	6	7	8	9
a Software	41.45	-	-	41.45	27.59	4.98	-	32.57	8.88
TOTAL	41.45	-	-	41.45	27.59	4.98	-	32.57	8.88

Other Intangible assets

(₹ in Lakhs)

Intangible assets	Gross Carrying Amount (At Cost)				Accumulated Amortisation				Net Carrying Value
	As at April 1, 2021	Additions	Disposals	As at March 31, 2022	As at April 1, 2021	charged for the Year	On disposals	As at March 31, 2022	As at March 31, 2022
	1	2	3	4	5	6	7	8	9
a Software*	26.51	14.94	-	41.45	26.36	1.23	-	27.59	13.86
TOTAL	26.51	14.94	-	41.45	26.36	1.23	-	27.59	13.86

* Additions in software includes capitalisation of Intangible assets under development of Rs. 13.16 Lakhs

NOTE -6

(₹ in Lakhs)

Other Financial Assets (Non-Current)	As at March 31, 2023		As at March 31, 2022	
Security Deposits				
- Considered good	21.91		21.95	
- Considered doubtful	-		0.78	
	21.91		22.73	
Less: Provision for expected credit losses	-	21.91	(0.78)	21.95
Advance recoverable from staff *		3.05		8.92
Total		24.96		30.87

* Includes interest accrued on advance

0.31

4.63

NOTE -7

Movements in Deferred Tax Assets

(₹ in Lakhs)

Deferred Tax Assets (Net)	As at March 31, 2022	(Charged) / Credited to Profit & Loss	(Charged) / Credited to OCI	As at March 31, 2023
Deferred Tax Assets				
Arising on account of Temporary difference in:				
Provision for Employee Benefits	181.92	(8.48)	-	173.44
Amount paid under VRS	27.16	(1.46)	-	25.70
Provision for expected credit losses	795.69	67.35	-	863.05
Profit Related Pay (PRP) Provisions	73.50	19.30	-	92.80
Provision for other contingencies	98.54	(60.79)	-	37.75
Deferred revenue (net of unbilled receivable)	223.20	201.62	-	424.81
Other	275.69	0.00	-	275.69
Deferred Tax Liabilities				
Arising on account of Temporary difference in Depreciation	411.04	99.67	-	510.71
Total	1,264.66	117.87	-	1,382.53

Movements in Deferred Tax Assets

(₹ in Lakhs)

Deferred Tax Assets (Net)	As at March 31, 2021	(Charged) / Credited to Profit & Loss	(Charged) / Credited to OCI	As at March 31, 2022
Deferred Tax Assets				
Arising on account of Temporary difference in:				
Unabsorbed Losses	103.05	(114.20)	11.18	-
Provision for Employee Benefits	187.33	(5.42)	-	181.92
Amount paid under VRS	21.65	5.51	-	27.16
Provision for expected credit losses	557.93	237.76	-	795.69
Profit Related Pay (PRP) Provisions	62.93	16.34	-	79.28
Provision for other contingencies	774.19	(675.65)	-	98.54
Deferred revenue (net of unbilled receivable)	281.21	(58.02)	-	223.20
Other	275.69	-	-	275.69
Restated effects	(199.46)	193.68	-	(5.79)
Deferred Tax Liabilities				
Arising on account of Temporary difference in Depreciation	336.78	74.26	-	411.04
Total	1,727.75	(474.25)	11.18	1,264.66

NOTE-8

(₹ in Lakhs)

Other Non-Current Assets	As at March 31, 2023	As at March 31, 2022
Advances other than capital advances:		
Advances to Suppliers & Others	560.18	290.56
Prepaid Expenses	-	55.31
Total	560.18	345.87

NOTE-9

(₹ in Lakhs)

Trade Receivables	As at March 31, 2023	As at March 31, 2022
Trade Receivables considered good - Secured	-	-
Trade Receivables considered good - Unsecured	5,403.45	6,200.29
Trade Receivables which have significant increase in Credit Risk	-	-
Trade Receivables - credit impaired	1,213.61	866.83
	6,617.06	7,067.13
Impairment Allowance		
- Trade Receivables considered good - Unsecured	(1,913.17)	(2,252.43)
- Trade Receivables - credit impaired	(1,213.61)	(866.83)
Total	3,490.28	3,947.87

NOTE-9A

(₹ in Lakhs)

Ageing for trade receivables- Current outstanding as at March 31, 2023 is as follows:	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed						
-Trade Receivables considered good - Secured	-	-	-	-	-	-
-Trade Receivables considered good - Unsecured	1,270.93	397.94	354.82	1,475.39	1,904.38	5,403.45
-Trade Receivables which have significant Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	-
-Trade Receivables - credit impaired	-	-	-	-	1,213.61	1,213.61
Disputed						
-Trade Receivables considered good - Secured	-	-	-	-	-	-
-Trade Receivables considered good - Unsecured	-	-	-	-	-	-
-Trade Receivables which have significant Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	-
-Trade Receivables - credit impaired	-	-	-	-	-	-
	1,270.93	397.94	354.82	1,475.39	3,117.98	6,617.06

Less: Allowances for doubtful trade receivable

(3,126.78)

3,490.28

(₹ in Lakhs)

Ageing for trade receivables- Current outstanding as at March 31, 2022 is as follows:	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed						
-Trade Receivables considered good - Secured	-	-	-	-	-	-
-Trade Receivables considered good - Unsecured	619.29	382.79	2,065.13	1,231.58	1,901.51	6,200.30
-Trade Receivables which have significant Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	-
-Trade Receivables - credit impaired	-	-	-	-	866.83	866.83
Disputed						
-Trade Receivables considered good - Secured	-	-	-	-	-	-
-Trade Receivables considered good - Unsecured	-	-	-	-	-	-
-Trade Receivables which have significant Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	-
-Trade Receivables - credit impaired	-	-	-	-	-	-
	619.29	382.79	2,065.13	1,231.58	2,768.35	7,067.13

Less: Allowances for doubtful trade receivable

-3,119.26

3,947.87

NOTE-10

(₹ in Lakhs)

Cash and Cash Equivalents	As at March 31, 2023	As at March 31, 2022
Balances in banks account with bank*	55,724.67	24,344.02
Flexi Deposits upto 3 months Original Maturity**	2,441.34	2,695.26
Total	58,166.01	27,039.29

* Includes balances in:

- Research and development fund (Refer Note - 1)	-	16.77
- Sustainable development fund (Refer Note - 1)	-	12.91

** Includes interest accrued on deposits 2.46 -

Note -1 : Research and development fund & Sustainable development fund has been transferred to Retained Earning during the current Financial Year 2022-23

NOTE-11

(₹ in Lakhs)

Bank Balances other than Cash and Cash Equivalents	As at March 31, 2023	As at March 31, 2022
Other Bank Balances*		
Flexi Deposits having original maturity more than 3 months and upto 12 months (refer note i)	53,309.17	99,950.21
Fixed Deposits having original maturity more than 3 months and upto 12 months (refer note ii)	103,767.19	128,907.34
Total	157,076.36	228,857.55

Notes:

(i) Includes interest accrued on deposits	436.88	517.60
(ii) Includes interest accrued on deposits	2,664.22	2,031.77
(iii) Includes deposits pledged against bank guarantee	1,532.59	1,603.30
(iv) Includes deposits pledged against letter of credit	884.91	48.90

NOTE-12

(₹ in Lakhs)

Other Financial Assets	As at March 31, 2023		As at March 31, 2022	
<u>Earnest Money & Security Deposits</u>				
- Considered good	174.01		192.71	
- Considered Doubtful	46.37		14.44	
	220.38		207.15	
Less: Expected credit loss	(46.37)	174.01	(14.44)	192.71
Advance Recoverable from Staff*		17.00		18.51
<u>Claim Recoverable from clients</u>				
- Considered good	4,882.31		3,143.58	
- Considered Doubtful	13.01		13.01	
	4,895.32		3,156.59	
Less: Expected credit loss	(13.01)	4,882.31	(13.01)	3,143.58
<u>Other Recoverables</u>				
- Considered good	2.40		14.12	
- Considered Doubtful#	242.99		-	
	245.39		14.12	
Less: Expected credit loss	(242.99)	2.40	-	14.12
Unbilled revenue##		42,423.14		47,755.60
Interest recoverable		-		352.45
Receivable from others**		-		87.22
Fixed Deposits having original maturity more than 12 months***		16,955.48		903.66
Flexi Deposits having Original Maturity more than 12 months****		20,674.60		21,147.91
Total		85,128.94		73,615.77

* Includes interest accrued on advance 2.05 0.76

** Represents the unreconciled balances of Inter Projects - 87.22

*** Includes interest accrued on deposits 116.75 52.47

**** Includes interest accrued on deposits 363.82 201.54

Follow up for of Rs. 241.52 lakhs is in process with Indian Overseas Bank, Sector-1, Noida.

Unbilled revenue includes value of work done pertaining to construction done and billed in subsequent months and adjusted against Deposit from Clients.

The following Bank Balance/Flexi Deposits/Fixed Deposits out of Note 10, 11 and 12 are held in separate bank account on the behalf of clients/Ministries

(₹ in Lakhs)

Bank Balance held on behalf of Ministries/client	As at March 31, 2023	As at March 31, 2022
Balances with banks in current account	43,597.49	23,868.12
Flexi Deposits upto 3 months Original Maturity	2,441.34	2,695.26
Flexi Deposits having Original Maturity more than 3 months and upto 12 months	53,240.07	99,461.35
Fixed Deposits having Original Maturity more than 3 months and upto 12 months	102,509.81	126,974.74
Flexi Deposits having Original Maturity more than 12 months	20,427.47	21,147.91
Fixed Deposits having Original Maturity more than 12 months	16,210.28	864.95
Total	238,426.45	275,012.33

NOTE-13

(₹ in Lakhs)

Current Tax Assets (Net)	As at March 31, 2023	As at March 31, 2022
Advance Income Tax	11,506.50	11,627.04
Less: Provision for Taxation	9,223.31	9,316.59
Total	2,283.19	2,310.45

NOTE-14

(₹ in Lakhs)

Other Current Assets	As at March 31, 2023	As at March 31, 2022
Advances to supplier	23,246.85	20,040.18
Prepaid Expenses	59.50	60.02
Balances with Government Authorities	5.84	5.84
Others*	102.15	8.32
Total	23,414.34	20,114.36

*Included amount paid in advance to HSCC Employees Gratuity Fund Trust 99.01

NOTE-15

(₹ in Lakhs)

Equity Share Capital	As at March 31, 2023		As at March 31, 2022	
	Number	Amount	Number	Amount
Authorised:				
Equity Shares of ₹ 100/- (Previous Year ₹ 100) each	5,00,000	500.00	5,00,000	500.00
Issued, Subscribed & Paid up:				
Fully paid up Equity Shares of ₹ 100/- (Previous Year ₹ 100) each	1,80,014	180.01	1,80,014	180.01
Total	1,80,014	180.01	1,80,014	180.01

NOTE-15A

(₹ in Lakhs)

Equity Share Capital	Equity Shares		Equity Shares	
	As at March 31, 2023		As at March 31, 2022	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the Year	180,014	180.01	180,014	180.01
Add/(Less) : Shares issued/(buy back) during the Year	-	-	-	-
Shares outstanding at the end of the Year	180,014	180.01	180,014	180.01

NOTE-15B

Shareholders holding more than 5% of fully paid-up equity shares:

Name	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Percentage	No. of Shares	Percentage
NBCC (India) Limited* (The Holding Company)	180,014	100%	180,014	100%

* Includes 42 (no.) Shares held by the nominees of NBCC (India) Limited

NOTE-15C

The Company has only one class of Equity Shares having a par value of ₹ 100 per share. Each shareholders is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

NOTE-15D

Shareholding of Promoters	Promoters Name	No. of shares	As at March 31, 2023		As at March 31, 2022	
			% of total shares	% Change during the year	% of total shares	% Change during the year
	NBCC (India) Limited* (The Holding Company)	180014	100.00%	-	100.00%	-

* Includes 42 (no.) Shares held by the nominees of NBCC (India) Limited

NOTE -15 E

During the year 2017-18, 60,004 Equity Shares of 100/- each fully paid were bought back.

NOTE-15 F

(₹ in Lakhs)

Other Equity	As at March 31, 2023	As at March 31, 2022
General Reserve	3,335.53	3,335.53
Capital Redemption Reserve	60.00	60.00
Retained Earnings	12,621.36	10,842.78
Other Comprehensive Income (Remeasurement of Defined Benefit Plans)	24.83	(57.68)
Total	16,041.73	14,180.63

Reserves and Surplus

Nature and purpose of Other Reserves

Retained Earnings

Retained Earning represent the undistributed profits of the Company.

General Reserve

General Reserve represents the statutory reserve, this is in accordance with Companies Act wherein a portion of profit is apportioned to General Reserve.

Capital Redemption Reserve

This reserve represents reserve created on buy-back of equity shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

NOTE-16

(₹ in Lakhs)

Lease Liabilities	As at March 31, 2023	As at March 31, 2022
Lease Liabilities (Non Current)	1.78	3.41
Current maturity of Lease Liabilities	1.63	1.50
Total Lease Liabilities	3.41	4.91

NOTE-17

(₹ in Lakhs)

Provisions- Non Current	As at March 31, 2023	As at March 31, 2022
Provisions for Employee Benefits :		
Leave Encashment	558.37	580.71
Long Term service Award	5.47	-
Total	563.84	580.71

For movements in each class of Provision and Employee Benefits refer note 36 & 40 respectively.

NOTE-18

(₹ in Lakhs)

Trade Payables	As at March 31, 2023	As at March 31, 2022
Due to - Micro Enterprises and Small Enterprises		
- Trade Payables for Works & Services	7.60	7.60
Due to others		
- Trade Payables for Works & Services	19,941.45	14,289.62
Amount withheld	29,299.46	28,933.59
Total	49,248.51	43,230.81

NOTE-18 A

Ageing for trade Payable as at March 31, 2023 is as follows:

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade payables					
Due to - Micro Enterprises and Small Enterprises*	-	-	7.60	-	7.60
Others	20,492.23	4,349.47	6,054.89	18,344.32	49,240.91
Disputed dues- Micro Enterprises and Small Enterprises*	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
Total	20,492.23	4,349.47	6,062.49	18,344.32	49,248.51

*As per the Micro, Small and Medium Enterprises Development Act, 2006

NOTE-18 B

Ageing for trade Payable as at March 31, 2022 is as follows:

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade payables					
Due to - Micro Enterprises and Small Enterprises*	-	7.60	-	-	7.60
Others	12,914.06	13,969.10	7,487.67	8,852.38	43,223.21
Disputed dues- Micro Enterprises and Small Enterprises*	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
Total	12914.06	13976.70	7487.67	8852.38	43,230.81

*As per the Micro, Small and Medium Enterprises Development Act, 2006

NOTE-18 C

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 (“MSMED Act, 2006”) is as under:

On the basis of confirmation obtained from suppliers who have registered themselves under the Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the following are the details:

(₹ in Lakhs)

S. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	The principal amount remaining unpaid as at the end of year	-	-
(ii)	Interest due on above principal and remaining unpaid as at the end of the year	-	-
(iii)	The amount of interest paid by the buyer in terms of section 16, of the (MSMED) Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.		
(iv)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under (MSMED) Act, 2006.	-	-
(v)	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	7.60	7.60
(vi)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the (MSMED) Act, 2006	-	-

NOTE-19

(₹ in Lakhs)

Other Current Financial Liabilities	As at March 31, 2023	As at March 31, 2022
Book Overdraft	228.91	234.30
Earnest Money & Security Deposits	13,280.74	15,496.65
Amount payable to Holding Company	227.94	59.57
Other Payables*	29,204.33	36,637.11
Total	42,941.92	52,427.64

* Includes the unreconciled balances of Inter Projects

-

39.58

NOTE-20

(₹ in Lakhs)

Other Current Liabilities	As at March 31, 2023	As at March 31, 2022
Taxes Payable	1,293.13	1,484.92
Advance fees from Clients	30.11	30.11
Deposit from Clients	221,957.04	246,001.89
Deferred Revenue	5,757.31	5,790.39
Total	229,037.59	253,307.31

NOTE-21

(₹ in Lakhs)

Provisions-Current	As at March 31, 2023	As at March 31, 2022
Provision for Employee Benefits:		
Gratuity	-	58.31
Leave Encashment	130.75	142.14
Long Term Service award	0.57	-
Provision for Profit Related Pay (PRP)	368.73	292.04
Research & Development Fund	-	16.77
Sustainable Development Fund	-	12.91
Corporate Social Responsibility Fund	-	6.88
Provision for other contingencies	150.00	391.52
Total	650.05	920.57

For movements in each class of Provision and Employee Benefits refer note 36 & 40 respectively.

NOTE-22

(₹ in Lakhs)

Revenue from Operations	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Value of Services		
Value of Work Done	110,262.10	136,041.06
Total	110,262.10	136,041.06

NOTE-23

(₹ in Lakhs)

Other Operating Revenues	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Sale of Tender Documents	2.68	24.82
Provisions Written Back	10.28	-
Miscellaneous Receipts	10.86	0.01
Total	23.82	24.83

NOTE-24

(₹ in Lakhs)

Other Income	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Banks Interest Gross	51.12	148.21
Interest received on behalf of client (From Banks)	10,952.41	10,015.11
Interest received on behalf of client (From Contractors)	620.84	620.84
Less: interest passed to Govt. Clients*	(11,573.25)	(10,635.95)
	51.12	148.21
Interest from Advance to Staff	0.49	0.78
Interest - others	64.72	-
Foreign fluctuation Gain (Net)**	19.16	-
Net Gain/(Loss) on Sale of Assets	-	3.64
Total	135.49	152.63

*Interest income on mobilisation advances given to contractors is netted off from interest payable to client on such mobilisation advances.

**Where such transactions are on behalf of clients, the gain / loss is transferred to respective clients' accounts.

NOTE-25

(₹ in Lakhs)

Work and Consultancy Expenses	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Work Expenses (with material)	103,129.39	129,612.60
Total	103,129.39	129,612.60

NOTE-26

(₹ in Lakhs)

Employee Benefits Expense	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Salaries and Incentives	3,151.80	3,184.58
Contributions to Provident and Other Fund	579.06	526.11
Gratuity fund contributions	54.97	62.92
Leave Encashment	177.74	106.81
Long Service Award	7.42	1.13
Leave Travel Allowance	-	(2.52)
Staff Welfare Expenses	39.70	29.39
Reimbursement for Medical Benefit	67.90	67.54
Total	4,078.59	3,975.95

The Company has not made provision for contribution to medical and welfare trust during the FY 2022-23 (Previous Year: Nil) as trustee has decided sufficient amount of fund available in both medical & welfare trust and there is no requirement of the additional contribution to respective funds.

NOTE -26A

Remuneration of Key Managerial Personnel

Remuneration to the Managing Director, Director (Engineering), Chief Financial Officer and Company Secretary during the year is Rs. 104.37 Lakhs (Previous year :- Rs. 111.75 Lakhs) as detailed below excluding reimbursement of expenses:-

(₹ in Lakhs)

Particulars	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Salaries and Incentives*	83.96	90.64
Contributions to Provident and Other Fund	13.32	13.66
Gratuity fund contributions	2.15	2.95
Leave Encashment	2.91	4.22
Long Term Service Award	0.27	-
Reimbursement for Medical Benefit	1.76	0.28
Total	104.37	111.75

*Profit related pay is calculated on estimation basis.

NOTE-27

(₹ in Lakhs)

Finance Cost	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Interest cost on lease liability	0.36	0.48
Total	0.36	0.48

NOTE-28

(₹ in Lakhs)

Depreciation and amortisation	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Depreciation on property, plant and equipment	133.77	132.36
Depreciation on Right-of-use Assets	6.41	6.41
Amortisation on intangible assets	4.98	1.23
Total	145.16	140.00

NOTE-29

(₹ in Lakhs)

Other Expenses	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Advertisement	18.68	8.94
Auditor's Remuneration	23.10	23.10
Bank Charges & Guarantee Commission	5.75	14.64
CSR Expenditure	79.33	110.17
Director's Sitting Fee	3.50	1.90
Foreign fluctuation Loss (Net)*	-	274.65
Insurance	0.73	0.16
Legal & Professional Charges	133.30	127.34
Miscellaneous Expenses	53.63	38.86
Postage & Telephone	7.22	6.89
Printing & Stationery	31.77	28.80
Provision for excepted credit loss on trade receivables	40.92	944.70
Rates & Taxes	1.56	1.78
Rent**	5.00	4.18
Repairs & Maintenance		
(i) Plant & Machinery/Vehicles	29.70	28.47
(ii) Buildings	72.40	61.72
(iii) Others	22.65	24.53
Travelling & Conveyance	163.06	116.13
Water, Electricity & Allied charges	36.86	35.76
Total	729.16	1,852.72

* Where such transactions are on behalf of clients, the gain / loss is transferred to respective clients' accounts.

** Rent includes the lease rental payments made on all leases with a term of not more than twelve months and the underlying asset is of low value.

NOTE-29A

(₹ in Lakhs)

Payment to Auditors	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Audit fee	13.20	13.20
Tax Audit	4.95	4.95
Quarterly Limited Review	4.95	4.95
Total	23.10	23.10

NOTE-30

(₹ in Lakhs)

Exceptional Items - Income/(Expense)	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Provision written Back	-	2,684.55
Total	-	2,684.55

NOTE-31

(₹ in Lakhs)

Tax Expenses	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Tax expense comprises of:		
Current Income Tax	366.69	366.68
Deferred Tax	(117.87)	474.29
Taxation in Respect of Earlier Year (Refer note - 54)	(177.41)	(37.42)
Total	71.41	803.56

Note -31A: Reconciliation of effective tax rate

The major components of Income Tax Expense and the reconciliation of Expected Tax Expense based on the Domestic Effective Tax Rate of the Company and the reported Tax Expense in Profit or Loss are as follows:

(₹ in Lakhs)

Tax Reconciliation	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Accounting Profit before Tax from Continuing Operations	2,338.75	3,321.32
Accounting Profit before Income Tax	2,338.75	3,321.32
At India's Statutory Income Tax Rate	25.168%	25.168%
Income Tax	588.62	835.91
Effect of Non-Deductible Expenses	(339.80)	5.07
Taxation in Respect of Earlier Year (On account of permanent difference)	(177.41)	(37.42)
Tax Expense	71.41	803.56
Actual Tax Expense	71.41	803.56
Effective Tax Rate	3.05%	24.19%

NOTE-32

(₹ in Lakhs)

Other Comprehensive Income	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Items that will not be reclassified to profit or loss :		
Re-measurement gains (losses) on defined benefit plans	110.26	(44.41)
Income tax effect of the above	(27.75)	11.18
Total	82.51	(33.23)

NOTE-33

Earning per Share (EPS) is computed in accordance with Indian Accounting Standard (Ind AS-33) on "Earning per Share" (₹ in Lakhs)

Earnings per Equity Share	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
Profit attributable to Equity Holders		
Profit attributable to Equity Holders for basic/diluted earnings	2,267.34	2,517.76
Total number of outstanding equity shares :		
At the beginning of the Year (no.)	180,014	180,014
At the end of the year (no.)	180,014	180,014
Weighted average number of Equity shares for basic EPS (no.)	180,014	180,014
Face Value per Equity Share (₹)	100.00	100.00
Earnings per Equity Share:		
(1) Basic (in ₹)	1,259.54	1,398.64
(2) Diluted (in ₹)	1,259.54	1,398.64

NOTE - 34

I. Contingent Liabilities, Contingent Assets and Commitments (To the extent not provided for)

(₹ in Lakhs)

A.	Particulars	As at March 31, 2023	As at March 31, 2022
	ESI - Claims from Director , Employees State Insurance Corporation, Kanpur falling under ESI Act for the period w.e.f January 01, 1997 to July 31, 2004 not acknowledged as debt	1.83	1.83
	Bank Guarantee - Outstanding Performance bank guarantees issued by Banks for Construction projects on behalf of the company.	1,524.00	1,603.30
	Provident Fund	6.86	6.86
	Demand raised by Regional Provident Fund Commissioner (RPFC) in respect of Contractual employees through contractors engaged by the company during 2004-05 to 2008-09. Appeal Pending before PF Tribunal. Amount already deposited Rs. 5.15 Lacs. Next date of hearing is August 21, 2023.		
	Demand raised by Income Tax Department:	234.02	246.66
	Income Tax demand for Asstt. Year 2020-21- Appeal has been filed against the intimation u/s 143(1) of original return dated September 20, 2021 reducing the refund amounting by Rs. 246.66 lakhs pending before CIT(A) filed on October 14, 2021 w.r.t. addition to income and different disallowances. However, intimation u/s 143(1) of revised return dated December 02, 2021 resulted in nil adjustment to returned income and returned tax liability. HSCC has submitted the requisite documents as desired by the deptt.		

A.	Particulars	As at March 31, 2023	As at March 31, 2022
	Income Tax demand for Asstt.Year 2018-19- Appeal pending before CIT(A) filed on February 18, 2021 w.r.t. addition to income and disallowance of credit of dividend distribution tax . The date of hearing is not yet intimated by the Department.	431.02	431.02
	Income Tax demand for Asstt.Year 2014-15- Appeal pending before ITAT filed on 20.09.2018 w.r.t. disallowance of tds on govt funds. Now the appeal has been filled in ITAT against the amount of Rs. 42.14 lakhs in the month of September, 2018. Income Tax Department had instituted an appeal against the matter decided by CIT (Appeals) before ITAT. Total impact of departmental appeal from addition to income and disallowance of TDS credit is Rs. 89.39 lakhs. The next date of hearing is June 08, 2023.	131.53	131.53
	Appeal for Asstt.Year 2021-22 has been filed against the intimation u/s 143(1) dated December 05, 2022 reducing the refund amounting to Rs. 14.26 lakhs pending before CIT(A) filed on December 22, 2022 w.r.t. addition to income and different disallowances.	14.26	-
	TDS (Income tax) demand for Financial Year 2014-15 - Appeal pending before the appellate authority w.r.t. short deduction/no deduction/issue of late tds certificate.	1.92	-
	Demand raised by GST Department:		
	A demand for interest due to late filling of GSTR -3B for the FY 2018-19 is raised by the GST Deptt of Madhya Pradesh (MP) for which HSCC has filed an appeal in the month of March -22 .	0.15	0.15
	A demand for interest due to late filling of GSTR -3B for the FY 2018-19 is raised by the GST Dep't of Maharashtra for which HSCC has filed an appeal in the month of May -22.	0.61	-
	A demand for interest due to late filling of GSTR -3B for the FY 2017-18 & Late reporting of Invoices in GST return is raised by the GST Deptt of West Bengal for which HSCC has filed an appeal in the month of Mar -23. The date of hearing is June 02, 2023.	76.95	-
	Total	2,423.15	2,421.35

B. The company is in process of removal of outstanding demand from TDS Portal amounting to Rs. 3.88 lakhs. The amount has already been paid in the month of November 2022.

C. The company is contingently Liable for Rs. 47.62 lakhs as on March 31, 2023 (Previous year :- Rs. 33.68 lakhs) in respect of employee who have been suspended and no provision has been made in respect of liability that may arise after the decision of the disciplinary inquiry.

D. Capital Commitments

The company has purchased a building space which are still pending for registration and the cost of registrations charges would approximately be Rs. 500 lakhs and has entered contract for new interior work being constructed at Okhla Building amounting to Rs. 192 lakhs and the same has been capitalised in books of account by Rs. 155.55 lakhs and Rs. 36.45 lakhs has been deducted during the Financial Year 2022-23. (Previous year :- Rs. 192 lakhs in CWIP). There is no further capital commitments w.r.t to the interior work.

II. Contingent Liabilities on behalf of Ministries/Client (To the extent not provided for)

- A) Claims by Suppliers/contractors aggregating to Rs. 23,868.10 Lakhs (Previous year :- Rs. 23,224.05 Lakhs) towards supply of material and works contracts are under court/arbitration against various clients and interest on above is Rs. 10,231.22 lakhs (Previous year :- Rs. 8,752.16 lakhs) lakhs upto March 31, 2023, where HSCC is co-defendant.
- B) As on March 31, 2023 outstanding amount of Foreign Letters of Credit Rs. 1,372.91 lakhs (Previous year :- Rs. 7.54 Lakhs) opened in favour of suppliers for and on behalf of ministries /clients. However, the management does not foresee any liability on the company in these cases.

III. Contingent Assets:

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
The company has filed certain cases against the various party before the arbitrator/court/other authorities. There is high probability of winning the cases and it is probable that said benefit may arise.	3.55	3.55

NOTE - 35

Dividend and Reserves

(₹ in Lakhs)

Distribution Made and Proposed	As at March 31, 2023	As at March 31, 2022
Cash Dividends on Equity Share Paid		
Interim Dividend for FY 2021-22	-	100.00
Final Dividend of FY 2020-21	-	388.92
Final Dividend of FY 2021-22	518.44	-

The board of directors has proposed the final dividend of Rs. 451 per equity share and it is subject to approval of shareholders in their general meeting of the company.

NOTE - 36

Disclosure under Indian Accounting Standard (Ind AS) - 19 on Employee Benefit as under :

Gratuity

The Company has a defined benefit gratuity plan. Every employee who has rendered continuous service of five years or more is entitled to get gratuity on superannuation, resignation, termination, disablement or on death in accordance with Gratuity Act 1972. The Scheme is funded by the Company and is managed by a separate Trust namely "HSCC Employees' Gratuity Fund Trust". The Trust has taken a Group Gratuity cum Life Insurance Policy from the Life Insurance Corporation of India for 127 employees. The Trust has taken another a Group Gratuity cum Life Insurance Policy for additional employees during FY 2019-20 from the Life Insurance Corporation of India which contains 34 employees. The liability for the same is recognized on the basis of amount calculated by Independent Actuarial on actuarial valuation using projected unit credit method on annual basis. The amount payable/receivable of Gratuity policy containing 127 employees and Gratuity policy containing 34 employees as at March 31, 2023 is receivable ₹ 88.94 Lakhs {Previous year :- ₹ 56.50 Lakhs payable} and ₹ 10.07 Lakhs receivable {Previous year :- ₹ 1.82 Lakhs payable} respectively.

Earned Leave

The Company has long term benefit plan for Earned Leave Encashment. Provision for Encashment of Earned Leave equivalent to maximum of 300 days (basic pay plus dearness allowance) is provided at the year end and charged to Statement of Profit & Loss. The liability for the year 2022-23 is accounted for on the basis of Actuarial Valuation.

The cumulative liability for Earned Leave Encashment as on March 31, 2023 is ₹ 370.07 lakhs {Previous year :- ₹ 384.15 lakhs}.

Sick Leave

The Company has long term benefit plan for Sick Leave Encashment. The encashment of half pay leave on superannuation will be allowed in addition to encashment of earned leave subject to overall limit of 300 days. The cash equivalent payable for Sick leave would be equal to leave salary as admissible for half pay plus DA and to make up the shortfall in earned leave. No commutation of Sick leave shall be allowed for this purpose. The liability for the year 2022-23 is accounted for on the basis of Actuarial Valuation. The cumulative liability for Sick Leave Encashment as on March 31, 2023 is ₹ 319.05 lakhs {Previous year :- ₹ 338.71 lakhs}.

Long Term Service Award on Superannuation

The company gives Long term Service Award ranges from Rs. 5,000/- to Rs. 25,000/- to superannuating employees depending on service grade. During the Financial Year 2022-23, the company has paid Rs. 1.38 lakhs on account of Long term service award. This is the first year of actuarial valuation of Long term service award and the cumulative liability as on March 31, 2023 is Rs. 6.04 Lakhs.

a) The amounts recognized in the Balance Sheet is as under: (₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Present value of obligations as at the end of Year	2022-23	812.22	15.91	370.07	319.05	6.04
	2021-22	968.71	14.92	384.15	338.71	-
Fair value of plan assets as at the end of the Year	2022-23	901.16	25.97	-	-	-
	2021-22	912.21	13.10	-	-	-
Net (Assets)/Liability recognized in balance sheet	2022-23	(88.94)	(10.07)	370.07	319.05	6.04
	2021-22	56.50	1.82	384.15	338.71	-

b) Expense recognized in Statement of Profit and Loss is as under: (₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Current Service Cost	2022-23	45.01	5.84	36.19	22.45	6.04
	2021-22	55.25	6.91	39.00	23.80	-
Interest Cost on Defined Benefit Obligation	2022-23	67.81	1.04	27.50	24.25	-
	2021-22	67.48	0.50	25.79	24.90	-
Interest Income on Plan Assets	2022-23	(63.86)	(0.92)	-	-	-
	2021-22	(68.39)	(0.49)	-	-	-
Fund Management Charges	2022-23	-	-	-	-	-
	2021-22	7.02	-	-	-	-
Net Actuarial (Gain) / Loss recognized in the period	2022-23	-	-	78.90	(11.55)	-
	2021-22	-	-	45.87	(52.55)	-
Expenses recognized in Statement of Profit and Loss	2022-23	48.97	5.97	142.59	35.15	6.04
	2021-22	61.35	6.92	110.66	(3.85)	-

c) Expenses recognized in Other Comprehensive Income is as under:

(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)
Actuarial Gains/(Loss) on Defined Benefit Obligation	2022-23	106.28	5.90
	2021-22	(35.89)	(0.33)
Actuarial Gains/(Loss) on Asset	2022-23	(2.60)	0.67
	2021-22	(8.44)	0.24
Actuarial Gain/(Loss) recognized in Other Comprehensive Income	2022-23	103.69	6.57
	2021-22	(44.33)	(0.09)

d) Reconciliation of Opening and Closing balances of Defined Benefit Obligation is as under:

(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Present Value of Obligations as at beginning of Year	2022-23	968.71	14.92	384.15	338.71	-
	2021-22	964.05	7.18	378.67	365.64	-
Acquisition Adjustment	2022-23	-	-	-	-	-
	2021-22	-	-	-	-	-
Interest Cost	2022-23	67.81	1.04	27.50	24.25	-
	2021-22	67.48	0.50	25.79	24.90	-
Current Service Cost	2022-23	45.01	5.84	36.19	22.45	6.04
	2021-22	55.25	6.91	39.00	23.80	-
Actuarial (Gains)/Losses arising from						
Changes in Demographic Assumptions	2022-23	-	-	-	-	-
	2021-22	-	-	-	-	-
Changes in Financial Assumptions	2022-23	-	-	(7.23)	(4.69)	-
	2021-22	-	-	(13.99)	(9.12)	-
Experience Adjustments	2022-23	(106.28)	(5.90)	86.13	(6.87)	-
	2021-22	35.89	(0.33)	59.86	(43.43)	-
Past Service Cost	2022-23	-	-	-	-	-
	2021-22	-	-	-	-	-
Benefits Paid	2022-23	(163.04)	-	(156.67)	(54.80)	-
	2020-21	(153.95)	-	(105.18)	(23.09)	-

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Present value of obligations as at end of year	2022-23	812.22	15.91	370.07	319.05	6.04
	2021-22	968.71	14.92	384.15	338.71	-

e) Reconciliation of Opening and Closing Balances of Fair Value of Plan Assets is as under:
(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)
Fair Value of plan assets as on beginning of year	2022-23	912.21	13.10
	2021-22	977.04	7.01
Interest Income	2022-23	61.26	1.59
	2021-22	66.97	0.73
Re-measurement Gain/(Loss)-return on plan assets excluding amounts included in net interest expense)	2022-23	-	-
	2021-22	-	-
Contributions from the employer	2022-23	90.72	11.29
	2021-22	29.18	6.84
Fund Management Charges	2022-23	-	-
	2021-22	(7.02)	(1.48)
Benefits paid	2022-23	(163.04)	-
	2021-22	(153.95)	-
Fair value of Plan Assets at the end of year	2022-23	901.16	25.97
	2021-22	912.21	13.10

f) Actuarial Assumptions are as under:

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Discount Rate	2022-23	7.34%	7.34%	7.16%	7.34%	7.34%
	2021-22	7.00%	7.00%	7.16%	7.16%	NA
Expected rate of Future Salary Increase	2022-23	6.00%	6.00%	6.00%	6.00%	NA
	2021-22	7.00%	7.00%	6.00%	6.00%	NA
Retirement Age	2022-23	60	60	60	60	60
	2021-22	58	60	60	60	60
Cost per Employee (In ₹)	2022-23	NA	NA	NA	NA	NA
	2021-22	NA	NA	NA	NA	NA
Ages		Withdrawal Rate	Withdrawal Rate	Withdrawal Rate	Withdrawal Rate	Withdrawal Rate
Up to 30 Years	2022-23	3.00%	3.00%	3.00%	3.00%	3.00%
	2021-22	3.00%	3.00%	3.00%	3.00%	NA
From 31 to 44 years	2022-23	2.00%	2.00%	2.00%	2.00%	2.00%
	2021-22	2.00%	2.00%	2.00%	2.00%	NA
Above 44 years	2022-23	1.00%	1.00%	1.00%	1.00%	1.00%
	2021-22	1.00%	1.00%	1.00%	1.00%	NA
Leave						
Leave Availment Rate	2022-23	NA	NA	2.50%	2.50%	NA
	2021-22	NA	NA	2.50%	2.50%	NA
Leave Lapse rate while in service	2022-23	NA	NA	Nil	Nil	NA
	2021-22	NA	NA	Nil	Nil	NA
Leave Lapse rate on exit	2022-23	NA	NA	Nil	60.00%	NA
	2021-22	NA	NA	Nil	60.00%	NA
Leave encashment Rate while in service	2022-23	NA	NA	25.00%	Nil	NA
	2021-22	NA	NA	25.00%	Nil	NA
Mortality rates inclusive of provision for disability :	2022-23	100% of IALM (2012-14)	100% of IALM (2012-14)	100% of IALM (2012-14)	100% of IALM (2012-14)	100% of IALM (2012-14)
	2021-22	100% of IALM (2012-14)	100% of IALM (2012-14)	100% of IALM (2012-14)	100% of IALM (2012-14)	NA

Risks Associated with Plan Provisions

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

Salary Increases	Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
Investment Risk	If Plan is funded then assets & liabilities would mismatch & actual investment return on assets would be lower than the discount rate assumed at the last valuation date which can impact the liability.
Discount Rate	Reduction in discount rate in subsequent valuations can increase the plan's liability.
Mortality & disability	Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
Withdrawals	Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

g) Maturity Profile of Defined Benefit Obligation is as under for the year of March 2023:

(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Duration of defined benefit obligation						
Duration (years)						
1	2023-24	90.43	0.02	9.85	40.90	NA
2	2024-25	80.61	0.31	33.13	34.23	NA
3	2025-26	55.73	0.31	17.92	20.99	NA
4	2026-27	25.06	0.34	5.86	10.51	NA
5	2027-28	76.41	0.34	17.02	33.87	NA
Above 5	2028-29 Onwards	483.98	14.60	286.29	178.54	NA
Total		812.22	15.91	370.07	319.05	NA

h) Summary of Membership Data:

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Number of Employees	2022-23	127	34	161	161	161
	2021-22	143	35	179	179	NA
Total Monthly Salary (₹ in Lakhs)	2022-23	120.36	16.45	136.81	136.81	NA
	2021-22	125.87	13.99	141.41	141.41	NA
Average Past Service (Years)	2022-23	14.06	2.54	11.63	11.63	11.63
	2021-22	13.37	1.95	11.15	11.15	NA
Average Age (Years)	2022-23	42.88	31.76	40.53	40.53	40.53
	2021-22	42.25	29.42	39.82	39.82	NA
Average remaining Working Life (Years)	2022-23	17.12	28.24	19.47	19.47	19.47
	2021-22	15.75	28.58	20.18	20.18	NA
Leave balance considered on valuation date	2022-23	NA	NA	15,063	24,826	NA
	2021-22	NA	NA	15,742	26,320	NA
Weighted average duration	2022-23	13.87	21.30	15.20	15.20	NA
	2021-22	12.67	22.41	15.42	15.42	NA

i) Major Categories of Plan Assets (as percentage of total plan assets) is as under:

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Fund Managed by Insurer	2022-23	100%	100%	-	-	-
	2021-22	100%	100%	-	-	-

j) Sensitivity analysis is as under:

Impact of the Change in Discount Rate

(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Impact due to Increase of 0.50%	2022-23	(31.08)	(1.48)	(19.01)	(12.44)	NA
Impact due to Decrease of 0.50%	2022-23	33.51	1.68	20.58	13.27	NA

Impact of the Change in Salary Increase

(₹ in Lakhs)

Particulars	Financial Year	Gratuity (Old Employee)	Gratuity (New Employee)	Earned Leave	Sick Leave	Long Term Service Award
Impact due to Increase of 0.50%	2022-23	14.91	1.69	20.84	13.43	NA
Impact due to Decrease of 0.50%	2022-23	(16.03)	(1.51)	(19.17)	(12.55)	NA

*Changes in Defined Benefit Obligation due to 0.5% Increase/Decrease in Mortality Rate & Withdrawals Rate, if all other assumptions remain constant is negligible.

Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

NOTE-37

Related party transactions Holding Co.

NBCC (India) Limited.

KEY MANAGERIAL PERSONNEL (KMP)

- | | |
|---|--|
| 1. Mr. Pawan Kumar Gupta, Chairman
(w.e.f. October 7, 2019 till date) | 6. Mrs. Jyoti Kiran Shukla, Independent Director
(w.e.f April 27, 2020 to 16 July 2022) |
| 2. Mr. Novman Ahmed (Managing Director)
(w.e.f February 24, 2023 to till date) | 7. Mr. Deepak Singh Bhakar, Independent
Director
(w.e.f November 15, 2021 till date) |
| 3. Mr. Ravi Ranjan, Director (Engineering)
(w.e.f March 01, 2023 to till date) | 8. Mrs. D. Thara, Government Nominee Director
(w.e.f. January 01, 2020 till date) |
| 4. Mr. Suresh Chandra Garg, Director
(Engineering)*
(w.e.f. January 15, 2020 to February 28,
2023) | 9. Mr. Saurabh Srivastava, Chief Financial
Officer
(w.e.f September 1, 2021 till date) |
| 5. Mrs. Vinod Panthi, Independent Director
(w.e.f. August 1, 2019 to 16 July 2022) | 10. Mrs. Sonia Singh, Company Secretary
(w.e.f November 18, 2019 till date) |

*Mr. Suresh Chandra Garg, Director (Engineering) was the additional In-charge of the post of Managing Director w.e.f. August 01, 2021 to February 24, 2023.

(₹ in Lakhs)

Nature of transactions	As at March 31, 2023		As at March 31, 2022	
	Holding Company	Key Managerial Personnel	Holding Company	Key Managerial Personnel
Outstanding balances				
Amount Receivable/(Payable)*	(227.94)	-	(59.57)	-
Prepaid expense	55.31	-	110.63	-

* Includes amount Payable w.r.t

Forensic Audit Expenses Payable	-	(31.95)
Secondment Charges Payable	(3.19)	(2.87)
Advance for Project Sport Injury Centre	(24.75)	(24.75)
Advance for Project Bio Safety Level - 3, NCDC, New Delhi	(200.00)	-

(₹ in Lakhs)

Nature of transactions	For the Year ended on Mar 31, 2023		For the Year ended March 31, 2022	
	Holding Company	Key Managerial Personnel	Holding Company	Key Managerial Personnel
Building Maintenance Charges	55.31	-	55.31	-
Secondment Charges	9.11	-	12.34	-
Other than secondment charges	29.71	-	11.77	-
Dividend Paid	518.44	-	488.92	-
Managerial Remuneration	-	104.37	-	111.77
Sitting Fees to Independent Director :-				
(i) Mrs. Vinod Panthi, Independent Director	-	0.90	-	0.80
(ii) Mrs. Jyoti Kiran Shukla, Independent Director	-	0.80	-	0.80
(ii) Mr. Dr.Deepak Singh, Independent Director		1.80		0.30

Details relating to the Managerial Remuneration stated above

(₹ in Lakhs)

S. No.	Particulars	For the year ending on March 31, 2023			
		Short Term Employees Benefit	Post Employment Benefits	Long Term Employee Benefits	Total
1.	Mr. Novman Ahmed, Managing Director	3.88	0.62	0.10	4.60
2.	Mr. Ravi Ranjan, Director (Engineering)	3.03	0.48	1.14	4.64
3.	Mr. Suresh Chandra Garg, Director (Engineering)	36.83	5.77	-	42.60
4.	Mr. Saurabh Srivastava, Chief Financial Officer	33.70	5.22	3.41	42.32
5.	Ms. Sonia Singh, Company Secretary	8.28	1.24	0.68	10.20
	Total	85.72	13.32	5.32	104.37

(₹ in Lakhs)

S. No.	Particulars	For the year ending on March 31, 2022			
		Short Term Employees Benefit	Post Employment Benefits	Long Term Employee Benefits	Total
1.	Mr. Gyanesh Pandey, Managing Director	15.47	2.43	(3.26)	14.64
2.	Mr. Suresh Chandra Garg, Director (Engineering)	36.15	5.74	6.61	48.50
3.	Mr. Saurabh Srivastava, Chief Financial Officer	18.07	2.85	3.61	24.53
4.	Mr. Mahesh Chand Bansal, Chief Financial Officer	15.78	-	-	15.78
5.	Ms. Sonia Singh, Company Secretary	7.00	1.10	0.22	8.32
	Total	92.47	12.12	7.18	111.77

*Figures in brackets denotes excess provision written back/excess leave taken.

NOTE-38

Disclosure as per Indian Accounting Standard (Ind AS) 108 Segments

In accordance with Ind AS 108, the Board of directors being the Chief operating decision maker of the Company has indentified operating segments based on the internal assessments regularly reviewed by Board of directors.

Geographical segment

The operations of the Company are mainly carried out within the country and therefore, geographical segments are not disclosed.

Revenue as per customers (more than 10% of revenue):

Details of customer contributing to more than 10% in revenue are as under:

S. No.	Name of Client	For the year ended on March 31, 2023	For the year ended on March 31, 2022
1	MOHFW Nirman Bhawan New Delhi	31.82%	57.99%
2	State Government Rajasthan	14.78%	Not more than 10%
3	State Government Maharashtra Chandarpur	13.69%	Not more than 10%
4	AIIMS Delhi	Not more than 10%	10.56%

NOTE-39

Disclosure relating to Corporate Social Responsibility

(₹ in Lakhs)

Particulars	For the year ended on March 31, 2023	For the year ended on March 31, 2022
Average net profit of the company as per section 135(5)*.	3965.91	5508.55
Two percent of average net profit of the company as per section 135(5)	79.32	110.17
Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	-	-
Amount required to be set off for the financial year,	-	-
Total CSR obligation for the Financial Year	79.32	110.17
Actual Amount Spent (Including Administrative Overhead)**	86.21	105.11
Surplus Amount Spent	-	-
Amount Unspent***	-	5.06

* Average net profit is calculated on the basis of restated profit for respective years.

** Includes Rs. 6.89 lakhs of CSR provision of previous years created due to restatement of Financial Statement during FY 2021-22

*** Includes CSR Provision due to Restatement of Financial Statement - 5.06

CSR amount spent or unspent for the financial year:					
Total Amount Spent for the Financial Year. (in Rs. lakhs)	Total Amount transferred to Unspent CSR Account		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
79.32	Nil	NA	-	Nil	NA

Details of Unspent CSR amount for the preceding three Financial Years:				
Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs. lakhs).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any	Amount remaining to be spent in succeeding financial years. (in Rs. lakhs)
2019-20	Nil	129.25	Nil	Nil
2020-21	Nil	120.00	Nil	16.47*
2021-22	Nil	105.11	Nil	5.06**

* Rs. 14.64 lakhs is spent as donation to PM CARES fund during the Financial Year 2021-22. Rest amount of Rs. 1.83 lakhs (FY 2020-21) was due to restatement of Financial Statements during FY 2021-22 and spent as donation to Institute of Kidney Diseases & Research Centre during Financial Year 2022-23.

** Rs. 5.06 was due to restatement of Financial Statements during FY 2021-22 and spent as donation to Institute of Kidney Diseases & Research Centre during Financial Year 2022-23.

Particulars	For the year ended on March 31, 2023			For the year ended on March 31, 2022		
	In Cash	Yet to be paid in cash	Total	In Cash	Yet to be paid in cash*	Total
I. Construction/acquisition of any assets	-	-	-	-	-	-
II. On purposes other than I above						
a. Donation to Institute of Kidney Diseases & Research Centre	65.11	-	65.11	-	-	-
b. Donation to Parampujya Madhav Gouvigyan Anusandhan Sansthan	11.50	-	11.50	-	-	-
c. Donation to PM CARES (Prime Minister's Citizen Assistance and relief in Emergency Situations) Fund of COVID-19.	2.71	-	2.71	95.00	5.06	100.06
b. Gujarat CSR Authority	-	-	-	10.11	-	10.11
Total	79.32	-	79.32	105.11	5.06	110.17

* Rs. 5.06 on account of restatement of Financial Statement during the FY 2021-22, was spent as donation to Institute of Kidney Diseases & Research Centre during Financial Year 2022-23.

NOTE-40

Movements in each class (Current & Non Current) of provision during the Financial Year, are set out below:

Disclosure under Ind AS 37 on "Provisions, Contingent Liabilities and Contingent Assets": (₹ in Lakhs)

Particular	Gratuity*	Leave Encashment	Long Service Award	Provision for PRP	Provision for other Contingencies	Research & Development Fund	Sustained Development Fund	Corporate Social Responsibility Fund
As at April 1, 2021	0.18	744.32	-	276.09	3,076.07	16.77	12.91	16.47
Provision made during the year	92.88	106.80	-	59.28	-	-	-	110.16
Less: Reversal made during the Year	-	-	-	(43.33)	(2,684.55)	-	-	-
Less : Paid during the Year	(34.76)	(128.27)	-	-	-	-	-	(119.75)
As at March 31, 2022	58.31	722.85	-	292.04	391.52	16.77	12.91	6.88
Provision made during the Year	-	177.74	6.04	113.64	-	-	-	79.33
Less: Regrouped with Other Financial Assets	-	-	-	-	(241.52)	-	-	-
Less: Reversal made during the Year	(3.20)	-	-	(7.49)	-	(16.77)	(12.91)	-
Less : Paid during the Year	(55.11)	(211.46)	-	(29.46)	-	-	-	86.21
As at March 31, 2023	-	689.13	6.04	368.73	150.00	-	-	-

* Company have net Defined Benefit Assets (Gratuity) of Rs. 99.01 lakhs as at March 31, 2023

NOTE-41

FINANCIAL ASSETS AND LIABILITIES

Fair value disclosures

(i) Fair Value Hierarchy

"Financial Assets and Financial Liabilities measured at fair value in the Balance Sheet are grouped into three Levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: The fair value of Financial Instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data rely as little as possible on entity specific estimates.

- Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

(ii) Financial assets and liabilities measured at fair value - recurring fair value measurements

The Company does not have any financial instruments which are measured at Fair value either through statement of profit and loss or through other comprehensive income.

(iii) Fair value of instruments measured at amortised cost

Fair value of instruments measured at amortised cost for which fair value is disclosed is as follows:

(₹ in Lakhs)

Particulars	Note Reference	As at March 31, 2023		As at March 31, 2022	
		Amortised cost	Fair Value	Amortised cost	Fair Value
Financial Assets					
Trade Receivables (High and Moderate receivables)	Note -9	3,490.28	3,490.28	3,947.87	3,947.87
Cash and Cash Equivalents	Note -10	58,166.01	58,166.01	27,039.29	27,039.29
Other Bank Balances	Note -11	157,076.36	157,076.36	228,857.55	228,857.55
<u>Other Financial Assets:</u>					
Current	Note -12	85,128.94	85,128.94	73,615.77	73,615.77
Non-Current	Note -6	24.96	24.96	30.87	30.87
Total Financial Assets		303,886.54	303,886.54	333,491.34	333,491.34

(₹ in Lakhs)

Particulars	Note Reference	As at March 31, 2023			As at March 31, 2022		
		FVTPL	Amortised cost	Fair Value	FVTPL	Amortised cost	Fair Value
Financial Liabilities							
Trade Payables	Note -18	-	49,248.51	49,248.51	-	43,230.80	43,230.80
Other Financial Liabilities	Note -19	-	42,941.92	42,941.92	-	52,427.64	52,427.64
<u>Lease Liabilities:</u>	Note -16						
Current		-	1.63	1.63	-	1.50	1.50
Non-Current		-	1.78	1.78	-	3.41	3.41
Total Financial Liabilities		-	92,193.84	92,193.84	-	95,663.35	95,663.35

The management assessed that cash and cash equivalents, trade receivables, other receivables, trade payables and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

NOTE - 42

Financial Risk Management

The Company's activities expose it to credit risk, liquidity risk and market risk. The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the Financial Statements.

(A) Credit Risk

The Company is exposed to credit risk from its Operating Activities (Primarily Trade Receivables) and from its Investing Activities including Deposits with Banks and Financial Institutions and other Financial Instruments.

(i) Credit Risk Management

The Company assesses and manages credit risk of Financial Assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of Financial Assets.

A: Low Credit Risk on financial reporting date

B: Moderate Credit Risk

C: High Credit Risk

The Company provides for Expected Credit Loss based on the following:

Asset group	Basis of categorisation	Provision for expenses credit loss
Low Credit Risk	Cash and Cash Equivalents, other Bank Balances and other Financial Assets	12 month expected credit loss
Moderate Credit Risk	Trade Receivables	Life time expected credit loss
High Credit Risk	Trade Receivables and other Financial Assets	Life time expected credit loss or fully provided for

In respect of Trade Receivables, the company recognises a provision for lifetime Expected Credit Loss.

Based on business environment in which the Company operates, a default on a Financial Asset is considered when the counter party fails to make payments within the agreed time period as per contract or decided later based upon the factual circumstances on case to case basis. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in Statement of Profit and Loss.

(₹ in Lakhs)

Credit rating	Particulars	As at March 31, 2023	As at March 31, 2022
A: Low credit risk	Cash and cash equivalents, other bank balances and other financial assets	300,396.26	329,543.48
B: Moderate Credit Risk	Trade receivables	5,403.45	6,200.29
C: High credit risk	Trade receivables and other financial assets	1,272.99	895.06

Concentration of Trade Receivables

The Company's Major Exposure to Credit Risk for Trade Receivables are from various Government Departments/ Ministries.

Credit Risk Exposure

Provision for Expected Credit Losses

The Company provides for Expected Credit Loss based on 12 month and lifetime Expected Credit Loss basis for following Financial Assets –

A: Low Credit Risk

As at March 31, 2023

(₹ in Lakhs)

Particulars	Note reference	Carrying Amount	Impairment	Carrying Amount net of Impairment Provision
Cash and Cash Equivalents	Note-10	58,166.01	-	58,166.01
Other Bank Balances	Note-11	157,076.36	-	157,076.36
Other Financial Assets	Note -6,12	85,153.90	-	85,153.90

As at March 31, 2022

(₹ in Lakhs)

Particulars	Note reference	Carrying Amount	Impairment	Carrying Amount net of Impairment Provision
Cash and Cash Equivalents	Note-10	27,039.29	-	27,039.29
Other Bank Balances	Note-11	228,857.55	-	228,857.55
Other Financial Assets	Note -6,12	73,646.64	-	73,646.64

B: Moderate Credit Risk

Expected Credit Loss for Trade Receivables under simplified approach

As at March 31, 2023

(₹ in Lakhs)

Ageing	Note reference	Upto 1 year	Between 1 and 2 years	Between 2 and 3 years	Above 3 years	Total
Gross Carrying Amount	Note-9	1,668.86	354.82	1,475.39	1,904.38	5,403.45
Expected Credit Losses (Loss Allowance Provision)		-	92.80	336.85	1,483.52	1,913.17
Carrying Amount of Trade Receivables (Net of Impairment)		1,668.86	262.02	1,138.54	420.86	3,490.28

As at March 31, 2022

(₹ in Lakhs)

Ageing	Note reference	Upto 1 year	Between 1 and 2 years	Between 2 and 3 years	Above 3 years	Total
Gross Carrying Amount	Note-9	1,002.07	2,065.13	1,231.58	1,901.51	6,200.29
Expected Credit Losses (Loss Allowance Provision)		-	321.64	427.20	1,503.58	2,252.43
Carrying Amount of Trade Receivables (Net of Impairment)		1,002.07	1,743.49	804.37	397.93	3,947.87

C: High Credit Risk

Expected Credit Loss for Trade Receivables under simplified approach

As at March 31, 2023

(₹ in Lakhs)

Particulars	Note reference	Carrying Amount	Impairment	Carrying Amount net of Impairment Provision
Trade Receivables	Note-9	1,213.61	1,213.61	-
Other Financial Assets	Note -6,12	59.38	59.38	-

As at March 31, 2022

(₹ in Lakhs)

Particulars	Note reference	Carrying Amount	Impairment	Carrying Amount net of Impairment Provision
Trade Receivables	Note-9	866.83	866.83	-
Other Financial Assets	Note -6,12	28.23	28.23	-

Reconciliation of Loss Provision – Trade Receivables (High and Moderate Risk) (₹ in Lakhs)

Reconciliation of Loss Allowance	Loss allowance
Loss allowance on April 1, 2021	2,174.56
Impairment allowance recognised (net)	944.70
Reversal of impairment allowance (net)	-
Loss Allowance on March 31, 2022	3,119.26
Impairment allowance recognised (net)	7.52
Reversal of impairment allowance (net)	-
Loss Allowance on March 31, 2023	3,126.78

(B) Liquidity Risk

The Company's principal sources of liquidity are Cash and Cash Equivalents which are generated from Cash Flow from Operations. The Company has no outstanding Bank Borrowings. The Company Consider that the Cash Flows from Operations are sufficient to meet its current liquidity requirements.

Maturities of Financial Liabilities

The tables below analyse the Company's Financial Liabilities into relevant maturity groupings based on their contractual maturities. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is insignificant.

(₹ in Lakhs)

As at March 31, 2023	Note reference	Up to one year	More than one year	Total
Lease Liabilities*	Note-16	1.63	1.78	3.41
Trade Payable	Note -18	49,248.51	-	49,248.51
Earnest Money & Security Deposits	Note -19	13,280.74	-	13,280.74
Amount payable to Holding Company	Note -19	227.94	-	227.94
Book Overdraft	Note -19	228.91	-	228.91
Other Payables	Note -19	29,204.33	-	29,204.33
Total		92,192.06	1.78	92,193.84

* For detailed maturity profile of lease liability refer note 45

As at March 31, 2022	Note reference	Up to one year	More than one year	Total
Lease Liabilities*	Note-16	1.50	3.41	4.91
Trade Payable	Note -18	43,230.81	-	43,230.81
Earnest Money & Security Deposits	Note -19	15,496.65	-	15,496.65
Amount payable to Holding Company	Note -19	59.57	-	59.57
Book Overdraft	Note -19	234.30	-	234.30
Other Payables	Note -19	36,637.11	-	36,637.11
Total		95,659.95	3.41	95,663.36

* For detailed maturity profile of lease liability refer note 45

(C.) Market Risk

Foreign Currency Risk

Unhedged foreign currency exposures

Particulars of unhedged foreign currency exposures as at the reporting date

(₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Amount (₹ in Lakhs)	Foreign currency	Amount (₹ in Lakhs)	Foreign currency
Trade Receivable	193.24	MUR 1,06,86,601.04	601.53	MUR 3,59,37,858.76

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's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency). The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Currency sensitivity	As at March 31, 2023	As at March 31, 2022
INR/MUR- increase by: (31 March 2023 5%)	9.66	30.08
INR/MUR- decrease by: (31 March 2023 5%)	(9.66)	(30.08)
INR/USD- increase by: (31 March 2022 5%)	-	-
INR/USD- decrease by: (31 March 2022 5%)	-	-

*Holding all other variables constant
The Company is not exposed to any other market risk.

NOTE -43

Capital Management

The Company's objectives when managing capital are to:

- Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt (net debt comprises of borrowings less cash and cash equivalents). Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio.

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Equity Share Capital	180.01	180.01
Other Equity	16,041.73	14,180.63
Total Equity	16,221.74	14,360.64

The Company has no outstanding debt as at the end of the respective years. Accordingly company has NIL Capital gearing ratio as at March 31, 2023 and March 31, 2022.

NOTE-44**Note on Revenue Recognition Under Ind AS 115****1. Disaggregation of Revenue**

Revenue recognised mainly comprises of sale of service through Project Management Consultancy. Set out below is the disaggregation of the Company's revenue from contracts with customers: (₹ in Lakhs)

Description	For the Year ended on March 31, 2023	For the year ended on March 31, 2022
(A) Sale of service		
(a) Project Management consultancy service	110,262.10	136,041.06
(B) Other ancillary revenue		
(a) Sale of Tender Documents	2.68	24.82
Total revenue	110,264.78	136,065.88

* The Company operates single segment i.e. sale of service- Project management consultancy

The table below presents disaggregated revenues from contracts with customers based on nature, amount and timing for the year ended on March 31, 2023 and March 31, 2022: (₹ in Lakhs)

S. No.	Types of Services by Nature	Types of Services by Contract Type	Types of Services by timing	For the Year ended on March 31, 2023	For the Year ended on March 31, 2022
1	Project Management Consultancy	Cost plus contracts	Over the period of time	110,262.10	136,041.06
				110,262.10	136,041.06

2. Assets and Liabilities Related to Contracts with Customers

The following table provides information about receivables, contract assets and contract liabilities from contract with customers: (₹ in Lakhs)

Description	As at March 31, 2023	As at March 31, 2022
	Current	Current
Contract liabilities related to sale of service		
Advance from customers	221,987.16	246,032.00
Revenue received in advance	5,757.31	5,790.39
	227,744.47	251,822.39
Contract Assets related to sale of service		
Trade receivables	6,617.06	7,067.13
Less: Allowance for expected credit loss	(3,126.78)	(3,119.26)
Net receivables	3,490.28	3,947.87
Unbilled revenue	42,423.14	47,755.60
	45,913.42	51,703.47

A receivable is a right to consideration that is unconditional upon passage of time. Revenue from the contracts is recognized upon satisfaction of Performance obligation.

Invoicing to the clients is based on milestones as defined in the contract. This would result in the timing of revenue recognition being different from the timing of billing the customers. Revenue in excess of billing is recorded as unbilled revenue and is classified as a contract asset. Any amount previously recognised as a contract asset is reclassified to trade receivables on satisfaction of the condition attached i.e. future service which is necessary to achieve the billing milestone.

Invoicing in excess of revenue recognised is classified as revenue received in advance, i.e., Deferred Revenue. Any amount previously recognised as revenue received in advance is recognised to revenue on satisfaction of the performance obligation over the construction period.

3. Revenue recognised in relation to contract liabilities

The following table shows how much of the revenue recognised in the current reporting period relates to the carried forward contract liabilities. (₹ in Lakhs)

Description	As at March 31, 2023	As at March 31, 2022
Revenue recognised that was included in contract liabilities at the beginning of the year	112,713.91	90,367.45
Performance obligations satisfied in previous years	-	-
Total	112,713.91	90,367.45

4. Significant Changes in Contract Assets and Liabilities

(₹ in Lakhs)

Contract liabilities - Advance from customers	As at March 31, 2023	As at March 31, 2022
Opening balance of Contract liabilities - Advance from customers	246,032.00	260,455.90
Less: Amount of revenue recognised against opening contract liabilities	(110,499.92)	(89,487.25)
Add: Net Addition in balance of contract liabilities for current year	86,455.08	75,063.35
Closing balance of Contract liabilities - Advance from customers	221,987.16	246,032.00

Contract liabilities - Revenue received in advance	As at March 31, 2023	As at March 31, 2022
Opening balance of Contract liabilities - Revenue received in advance	5,790.39	5,438.84
Less: Amount of revenue recognised against opening contract liabilities	(2,213.99)	(880.20)
Add: Net Addition in balance of contract liabilities for current year	2,180.91	1,231.75
Closing balance of Contract liabilities - Revenue received in advance	5,757.31	5,790.39

Contract Assets - Unbilled Revenue	As at March 31, 2023	As at March 31, 2022
Opening balance of Contract Assets - Unbilled Revenue	47,755.60	32,305.98
Less: Amount of revenue recognised against opening contract assets	(26,018.17)	(9,674.08)
Add: Net Addition in balance of contract assets for current year	20,685.71	25,123.71
Closing balance of Contract Assets - Unbilled Revenue	42,423.14	47,755.60

5. Remaining Performance Obligation

Applying the practical expedient as given in Ind AS 115, the Company has not disclosed the remaining performance obligation related disclosures for contracts as the revenue recognized corresponds directly with the value to the customer of the entity's performance completed to date. Remaining performance obligation estimates are subject to change and are affected by several factors, such as changes in the scope of contracts, periodic revalidations, terminations and adjustment for revenue that has not materialized.

NOTE-45

Note on Leases under Ind AS 116

Nature of Right-of-Use Assets

- Leasehold Land comprises plots no. E-6A, E-13 and E-14 at Sector – 1, Noida, allotted to HSCC (India) Limited for a period of 90 years from the date of Lease deed starting from 1996 valuing Rs. 57.49 lakhs and from 2006 valuing Rs. 389.16 lakhs respectively.
- The company leases office facilities which is being used as registered office of the company. The lease term is of 3 years with an option to extend with mutual consent of lessor and lessee.

Amount recognised in Statement of Profit or Loss

(₹ in Lakhs)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Depreciation charge for right-of-use assets by class of underlying asset	6.41	6.41
Interest on lease liabilities	0.36	0.48
Expenses relating to short-term leases*	5.00	4.18
Total Expenses	11.77	11.07

*Short term leases expenses comprise the lease of different site offices for a period less than or equal 12 months. These lease arrangements, which are cancellable, are generally renewable by mutual consent.

Total cash outflows for leases

(₹ in Lakhs)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Cash outflows against lease liabilities	1.86	1.86
Cash outflows for short-term leases	5.00	4.18
Total cash outflows	6.86	6.04

Movement in Lease Liability

Particulars	(₹ in Lakhs)
Balance as at April 1, 2021	6.29
Additions	-
Accretion of interest	0.48
Deletions	-
Payment of Lease Liability	(1.86)
Balance as at March 31, 2022	4.91
Additions	-
Accretion of interest	0.36
Deletions	-
Payment of Lease Liability	(1.86)
Balance as at March 31, 2023	3.41
Non Current	1.78
Current	1.63
Balance as at March 31, 2023	3.41

Contractual maturities of lease liabilities

(₹ in Lakhs)

Particulars	As at March 31, 2023
Within 1 year	1.63
1-3 years	1.78
More than 3 years	-
Balance as at March 31, 2023	3.41

The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

Extension Option

As described in nature of right of use assets of registered office premises, the lease term is of 3 years with an option to extend with mutual consent of lessor and lessee. The company assesses that it will be using such premises for a period of two year from the end of current reporting period (i.e. March 31, 2023) as the office premises is being used as the registered office of the company. This extension option has further been exercised whose cash outflow would be Rs. 1.86 lakhs per year as per the current rate of lease agreement.

The company presents Right-of-Use Assets in "Property, Plant and Equipment" and lease liability under "Other Financial Liabilities".

NOTE -46

Ratios

The following are analytical ratios for the Year ended March 31, 2023 and March 31, 2022

Sr. No.	Particular	Numerator	Denominator	FY 2022-23	FY 2021-22	Remarks	Reason for variation more than 25%
1	Current Ratio	Current Assets	Current Liability	1.02	1.02	In Times	
2	Debt-Equity Ratio			NA	NA	No debits on company	
3	Debt Service Coverage Ratio			NA	NA	No debits on company	
4	Return on Equity Ratio	Net Profit after Tax	Average Shareholders Equity	14.83%	18.84%		
5	Inventory Turnover Ratio			NA	NA	No Inventory in Company	
6	Trade Receivable Turnover Ratio	Revenue for Value of Services	Average Trade Receivable	29.65	27.46	In Times	
7	Trade Payable Turnover Ratio	Work & Consultancy Expenses	Average Trade Payables	2.23	2.80	In Times	
8	Net Capital Turnover Ratio	Revenue for Value of Services	Working Capital	14.36	22.68	In Times	Net capital turnover ratio has been decreased by 37% due to decrease in Revenue for Value of Service in current Financial Year.
9	Net Profit Ratio	Net Profit after Tax	Revenue for Value of Services	2.06%	1.85%		
10	Return on Capital Employed	Earning Before Tax	Shareholders Equity	14.42%	23.13%		ROCE has been decreased by 38% due to decrease in Profit before tax and Increase in Share holders Equity.
11	Return on Investment			NA	NA		No investment made by company

NOTE-47

Relationship of HSCC with struck off companies

Name of Struck off companies	Nature of Transaction	ransaction During the FY 2022-23	Balance O/s as on 31.03.2023	ransaction During the FY 2021-22	Balance O/s as on 31.03.2022	Relationship with struck off companies
Buddha Nn Medicare/ Glenmark Ltd	Payable	-	2.79	-	2.79	Vendor
Care Pharmaceuticals Ltd.	Payable	-	0.01	-	0.01	Vendor
Pasricha Surgical Co Pvt Ltd	Payable	-	0.43	-	0.43	Vendor
Sahdev Brothers Pvt. Ltd.*	Payable	-	0.00	-	0.00	Vendor
Pharmacia Ltd	Payable	-	0.07	-	0.07	Vendor
Sewa Medical Ltd	Payable	-	30.54	-	30.54	Vendor
Uni Agencies Ltd	Payable	-	0.15	-	0.15	Vendor
Dewinter Optical Pvt Ltd.	Payable	-	0.14	0.06	0.20	Vendor
Star Computers Pvt. Ltd.*	Payable	-	0.00	-	0.00	Vendor
TPS (India) Pvt. Ltd.	Payable	-	0.03	-	0.03	Vendor
	Total	-	34.17	0.06	34.23	

* Amount is less than Rs. 1 lakhs

NOTE-48

During the test check by Comptroller and Auditor General (CAG) of transactions of company's account during the Financial Year 2017-18, significant transactions amounting to Rs. 2926 lakhs were noticed which can be termed as "Transactions of Doubtful Reliability." Provision of Rs. 2926 lakhs was made from the reserves as at 01st April 2017 according to Ind AS-101 as transactions pertain to the period prior to FY 2016-17. NBCC (India) Limited (Holding Company) has appointed forensic auditor during the year ended March 31, 2020.

The final Forensic Audit report was received by the company on April 19, 2022 and Audit Committee & Board has taken cognizance on such report. Based upon the findings of forensic auditors report, no additional fraud was detected except Rs. 490.07 Lakhs. Out of Rs.490.07 Lakhs, Rs.248.55 Lakhs has been paid by the bank to HSCC. Therefore, the excess provision of contingency Rs. 2684.55 lakhs has been written back in the Financial year 2021-22 and balance of Rs. 241.52 lakhs is still lying in provision as it yet it to be received from Bank.

NOTE-49

There were two unreconciled bank account till Financial Year 2021-22 which may have impact on Profit & Loss and Balance sheet of the Company. The forensic auditor has submitted their report with regard to this matter & no fraud has been detected except detected by Management. Details of the bank are as follows:

S. No.	Name of the Bank	Branch	Project Name	A/c No.
1	Indian Overseas Bank	Sector-1, Noida	Ayush, New Delhi	172502000000644
2	Indian Overseas Bank	Sector-1, Noida	HSCC Bank A/C	172502000000151

After reconciliation of above two Bank account, Rs. 241.52 lakhs has been recorded & shown as assets in note no. 12. The provision for the same was already been made in previous year which is regrouped in note no. 12 from note no. 21. The net impact of reconciliation on Profit & Loss amounting to Rs. 5.42 lakhs has also been accounted for during the current Financial Year 2022-23.

NOTE - 50

There are some projects which are physically closed, out of which most of the projects are handed over to client and some of projects are in process of handing over. Company is making efforts for financial closure of these projects. Management does not foresee any material impact on financial statement. Total Assets & Total Liabilities of physically close projects is Rs. 1,37,612.84 lakhs as at March 31, 2023 (Previous year - : Rs. 1,63,489.21 lakhs).

NOTE - 51

The major clients of the company are ministries, Government Departments, Government Authorities and Public Sector Undertakings. The balances of the clients in the nature of Trade Receivables, Loans and Advances, Earnest Money Deposit, Security Deposit and Deposits in the nature of trade receivables classified under current and non current assets; and also the trade payables are subject to confirmation, reconciliation and consequent adjustments. The management does not expect any significant impact upon such reconciliation.

NOTE - 52

Other Disclosures

- (a) The company has not been declared a Willful Defaulters by any bank or financial institution or consortium thereof in accordance with the guidelines on Willful defaulters issued by the RBI.
- (b) There are no proceedings initiated or pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (c) The company has not traded or invested in Crypto currency or virtual currency during the reporting periods.
- (d) The company has neither advanced, loaned or invested fund nor received any fund to/from any person or entity for lending or investing or providing guarantee to/on behalf of the ultimate beneficiary during the reporting periods.
- (e) During the Financial year, there is no charge or satisfaction of charge which is yet to be registered with ROC beyond the statutory period.
- (f) The company does not have any transaction not recorded in the books of accounts that has been surrendered or not disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (g) During the Financial year, there is no scheme of arrangements in terms of sections 230 to 237 of the Companies Act, 2013.
- (h) Pursuant to Rule 2(2)(d) of the Companies (Restriction on number of Layers) Rules, 2017, the requirement of number of layers not applicable to the company.
- (i) The company has not taken any Fund based loan / limit from banks or financial institutions on the basis of security of current assets. Hence, the use of borrowing for specific purpose not applicable to the company.

NOTE - 53

Company has opened a Foreign Branch on March 31, 2022 for payment of salary and other allowance to employee posted at Mauritius. Reporting currency of the branch is Indian Rupee ('INR'). The Financial Statement of the company includes assets and liabilities of Rs. 4.47 lakhs of the said branch and all assets and liabilities are translated into INR using the exchange rate prevailing at the reporting date and Exchange differences are charged or credited to Statement of Profit and Loss.

NOTE - 54

During the Financial Year 2018-19, the company had created provision of Rs. 116.69 lakhs for against the Income Tax Refund for the Assessment Year 2008-09. Now, the company has received the refund for Assessment Year 2008-09 in April 2023. Therefore, the provision of Rs. 116.69 lakhs is not longer required and the same has been reversed in compliance with Ind As -10 "Events after the Reporting Period" and has shown as "Taxation in Respect of Earlier Year" (Note No- 31).

NOTE - 55

Previous year figures have been regrouped and/or reclassified, wherever, necessary to conform to those of the current year grouping and/or classification. Negative figures have been shown in brackets.

As per our Report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants
(ICAI Firm Reg. No: 000050N/N500045)

Sd/-

Mukesh Bansal

Partner
Membership No. 505269

Place: Delhi

Date : 19/05/2023

For and on behalf of the Board of Directors

Sd/-

(Novman Ahmed)

Managing Director
(DIN : 10054994)

Sd/-

Sonia Singh

Company Secretary
M. No. : ACS-24442

Sd/-

(Ravi Ranjan)

Director (Engineering)
(DIN : 10057427)

Sd/-

(Saurabh Srivastava)

Chief Financial Officer
(PAN : APCPS6170G)

HSCC OFFICES

REGISTERED OFFICE :

205 (2nd Floor), East End Plaza,
Plot No. 4, DDA LSC - Centre - II,
Vasundhara Enclave,
Delhi - 110096.

CORPORATE OFFICE :

E-6(A), Sector-1,
Noida- 201301 (UP)

PROJECT-CUM-SITE OFFICES:

Mauritius

Flacq Teaching Hospital,
Belle Vue Allendy, Constance,
Flacq District, 406601 Mauritius

RAJASTHAN

House No.A-399,
Vaishali Nagar, Jaipur, (Rajasthan)
PIN-302021

MAJOR SITE OFFICES:

National Cancer Institute, AIIMS Jhajjar,
100 bedded Hospital, ESIC, Siliguri
Redevelopment of Lady Harding Medical College & associated Hospitals, New Delhi
AIIMS, Rae Bareli
Hostel Block for Resident Doctors for PGIMER, Dr. RML Hospital, New Delhi
Construction of Super Specialty Block in Neurosciences, NIMHANS, Bangalore

Neuroscience Block at PGI Chandigarh.

National Institute of Animal Biotechnology, Hyderabad.

UG seats from 100 to 150 intake P.A. for RIMS, Imphal

Government Medical College, Chandrapur – Maharashtra

PMSSY up gradation Phase III Projects-

- Berhampur

- Burla

- Dibrugarh

- Shimla

- Panaji (Goa)

New AIIMS at-

- Nagpur (Mah.)

- Kalyani (W.B.)

- Guntur (A.P.)

- Rajkot (Guj.)

Mizoram Institute of Medical Education and Research, Falkawn, Mizoram



HSCC (INDIA) LIMITED

A Subsidiary of NBCC (India) Ltd.

E-6(A), Sector 1, Noida - UP - 201301
Tel. - 91-120-2542436-40 | Fax - 91-120-2542447 | Email - hsccltd@hsccltd.co.in
Website: www.hsccltd.co.in | CIN No: U74140DL1983GOI015459

MGT-11: PROXY FORM

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

Name of the

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

CIN:

Name of the Company:

Registered office:

I/ We being the member of, holding.....shares, hereby appoint

Name of the Member(s):
.....
Registered address:
.....
E-mail Id: Folio No/ Clint Id:
DP ID:

1. Name:

Address:

E-mail Id:

Signature:, or failing him

2. Name:

Address:

E-mail Id:

Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 40th Annual General Meeting of members of the Company, to be held on September 12, 2023 at Garvi Gujarat Bhawan, 25-B Akbar Road, Man Singh Road Area, New Delhi-110001 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. To consider and adopt the Audited Annual Financial Statements of the Company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Comments of the Comptroller and Auditor General of India [C&AG] thereon.
2. To declare a Final Dividend of Rs. 451 per paid up equity shares of Rs. 100/- each for the financial year ended March 31, 2023.
3. To authorise Board of Directors to fix the remuneration of Statutory Auditor(s) of the Company for the financial year 2023-24.
4. To regularize the appointment of Shri Navmen Ahmed (DIN 10054994) as Managing Director of the company.
5. To regularize the appointment of Shri Ravi Ranjan (DIN 10057427) as Director (Engineering), Whole Time Director of the company.

Signed this day of..... 2023

Signature of Shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.



HSCC (INDIA) LIMITED

A Subsidiary of NBCC (India) Ltd.

E-6(A), Sector 1, Noida - UP - 201301

Tel. - 91-120-2542436-40 | Fax - 91-120-2542447 | Email - hsccltd@hsccltd.co.in

Website: www.hsccltd.co.in | CIN No: U74140DL1983GOI015459

ATTENDANCE SLIP

Please fill this attendance slip and hand it over at the entrance of the hall.

Regd. Folio No. _____/DP ID _____ Client ID/Ben. A/C _____ No. of shares held _____

I certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the 40th Annual General Meeting of the Company on Tuesday, September 12, 2023 at Garvi Gujarat Bhawan, 25-B Akbar Road, Man Singh Road Area, New Delhi-110001.

_____ Member's/Proxy's name in Block
Letters Member's/Proxy's Signature Note:

Signature of the proxy



A Miniratna Co.

CORPORATE OFFICE :

E-6(A), Sector-1, Noida - 201 301 (U.P.)

Tel. : 91-120-2542436-40

Fax : 91-120-2542447

Email : hsccltd@hsccltd.co.in

REGISTERED ADDRESS:

205 (2nd floor), East End Plaza,

Plot No. 4, LSC, Centre-II

Vasundhara Enclave,

New Delhi-110096 (India)