

# BASTAR RAILWAY PRIVATE LIMITED

CIN: U74900CT2016PTC007251

Reg office: Global Exploration Centre, NMDC Building Geens Villey City, Housing Board Colony  
Boriyakala Raipur(C.G.) - 492015

Email Id: csnmdc58@gmail.com | Telephone no: 0771-2971919

## DIRECTORS' REPORT

[For the Financial year ended on 31<sup>st</sup> March 2017]

To  
The Members  
Bastar Railway Private Limited  
Raipur (C.G.)

Your Directors have pleasure in presenting the First Annual report of the Company together with audited financial statements of the Company for the financial year ended on the 31<sup>st</sup> March 2017.

### FINANCIAL RESULTS:

Particulars	2015-16	2014-15
Net Sales	00.00	Not Applicable
Other Income	167913.00	Not Applicable
<b>Total Income</b>	167913.00	Not Applicable
Less: Total expenses excluding depreciation	1073147.00	Not Applicable
<b>Profit/ (Loss) before depreciation &amp; Taxation</b>	<b>(905234.00)</b>	Not Applicable
Less: Depreciation	NIL	Not Applicable
Less: Tax expenses	NIL	Not Applicable
Add: Prior period adjustment (Taxation)	NA	Not Applicable
<b>Profit/(Loss) after taxation</b>	<b>(905234.00)</b>	Not Applicable

### OPERATIONAL REVIEW:

The Company was incorporated as a Joint Venture of NMDC Limited, Steel Authority of India Limited, IRCON International Limited and Chhattisgarh Mineral Development Corporation Limited (CMDC as an agency of Government of Chhattisgarh) for construction and development of Jagdalpur Raoghat Railline project. The detail project report and feasibility report of the project is under process. The Company has not started its operations during the financial year. The Board is hopeful of starting main operation in the coming year and continuously working towards better performance of the Company.

**TRANSFER TO RESERVE:**

The Company has not transferred any amount to the reserves during the financial year ended on 31<sup>st</sup> March 2017.

**DIVIDEND**

In view of non availability of profits, the Board does not recommended any dividend for the financial year ended on 31<sup>st</sup> March 2017.

**SHARE CAPITAL:**

The details of the share capital and changes thereto during the financial year are as under:

- (a) **Authorized Share Capital:** The authorized share capital of the Company is Rs 5 Crores divided into Rs. 50 Lacs equity shares of Rs 10 each.
- (b) **Issued Share Capital:** The issued share capital of the Company is Rs. 45,500,000 divided into Rs.4,550,000 equity shares of 10/- each.
- (c) **Paid-Up Share Capital:** The paid-up capital of the Company is Rs. 24,350,000 divided into 2,435,000 equity shares of Rs 10/- each.

**DEPOSIT:**

The Company has not accepted any deposit within the ambit of the section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposit) Rule, 2014.

**CHANGES IN THE NATURE OF THE BUSINESS:**

There is no change in the nature of the business of the Company during the financial year.

**MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There has been no material change occurred since 01<sup>st</sup> April 2017 up to the date of this report having effect on the financial position of the Company.

**STATUS OF SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANY:**

The Company does not have any subsidiary, joint venture or associate company during the financial year ended on 31<sup>st</sup> March 2017.

**PARTICULARS OF LOAN, GUARANTEES OR INVESTMENT:**

The Company has not given any loan, extended corporate guarantee, provided security or made any investment during the financial year.

**PARTICULARS OF EMPLOYEES:**

The statement showing the name and other particulars of the employees of the Company as required under rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not required to be furnished since none of the employee of the Company has received remuneration in excess of the remuneration mentioned in the above mentioned rule 5(2) during the financial year.

**DIRECTORS:**

Shri T.R.K. Rao, Smt. Reena Kangale, Shri Anil Kumar Gupta, Shri Arvind Kumar Mishra, Shri Alok Kumar Mehta were directors of the Company at the time of incorporation. However, Shri Manoj Kumar Dubey (DIN: 07518387) Executive director of Railway Board, Government of India was appointed as a nominee of Railway Board.

Shri V. S. Prabhakar was appointed to discharge the duties of the Chief Executive Officer (CEO) till the final appointment of CEO. Shri Dipak Kumar Bandyopadhyay was appointed as CFO w.e.f. 31<sup>st</sup> January 2017. Accordingly, Shri T.R.K. Rao, Shri Anil Kumar Gupta, Smt. Reena Kangale, Shri Arvind Kumar Mishra, Shri Alok Kumar Mehta, and Manoj Kumar Dubey are directors of the Company and Shri V. S. Prabhakar and Shri Dipak Kumar Bandyopadhyay are working as CEO and CFO at present.

**DIRECTORS REMUNERATION:**

The Company did not pay any remuneration to any of its directors during the financial year.

**DIRECTORS RESPONSIBILTIIY STATEMENT:**

In terms of Section 134(5) of the Companies Act, 2013, the directors would like to state that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors have prepared the annual accounts on a going concern basis;
- e) The directors had laid down proper internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

**BOARD MEETINGS:**

There were 3 (Three) board meetings duly convened during the financial year on following dates:

S. No.	Date of Board Meeting	No of directors entitled to attend meeting	No of directors present
1)	31 <sup>st</sup> May 2016	5	5
2)	04 October 2016	5	4
3)	31 <sup>st</sup> January 2017	6	5

The necessary quorum was maintained in all the said meeting; and proceedings during the meetings have been duly recorded in minutes' book maintained for the purpose.

The attendance of the members of the Board is as under:

S. No.	Name of the Director	Designation	Number of board meetings attended
1)	Shri T.R.K. Rao	Director	2
2)	Smt Reena Kangale	Director	3
3)	Shri Alok Kumar Mehta	Director	3
4)	Shri Anil Kumar Gupta	Director	3

5)	Shri Arvind Kumar Mishra	Director	3
6)	Shri Manoj Kumar Dubey	Director	0

**INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

The Company has an internal control system, commensurate with the size, scale and complexity of its operations.

**STATUTORY AUDITOR:**

M/s J. K. Rao Associates, Chartered Accountants, Hyderabad, was appointed as the statutory auditor of the Company by the Comptroller and Auditor General to hold office till the conclusion of the First Annual General Meeting of the Company to be held in the financial year 2017-18. The remuneration proposed by the CAG is Rs. 20,000/- which is proposed to be approved by the shareholders.

**AUDITOR'S REPORT:**

There is no qualification remark or adverse remark given by the statutory auditors in their audit report on the financial statement of the Company for the financial year ended 31<sup>st</sup> March 2017.

**RELATED PARTY TRANSACTIONS:**

As per JVA dated 20/01/2016, the implementing agency of the project of the Company was Ircon International Limited. The Ircon International Limited is engaged in preparation of DPR & FR of the project and for these works, advance has been given to Ircon International Limited by two promoters Company (NMDC & SAIL) before the formation of the Company. The advance so give to IRCON has been recognized in the first Board Meeting as Project Advance. Apart from these, there is no related party transaction was entered by the Company during the financial year 2016-17.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO UNDER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013:**

Further, the Company is yet to start its business. Therefore, there is no consumption of energy and the Company has not taken any steps for conservation of energy, adoption of technology; neither has it made any capital investment for the same.

**SIGNIFICANT AND MATERIAL ORDER PASSED BY THE REGULATORS OR COURT:**

There is no significant and material order passed by the regulators/court under the Companies Act, 2013 which would impact the going concern status of the Company.

**CORPORATE SOCIAL RESPONSIBILITY (CSR):**

The Company is not required to constitute CSR committee and formulate CSR policy as prescribed under the provisions of section 135 and rules made under it, because it does not have the prescribed net worth, turnover or net profit under that section.

**EXTRACT OF ANNUAL RETURN UNDER SECTION 92(3) OF THE COMPANIES ACT, 2013:**

The extract of Annual Return as provided under section 92(3) read with Rule 12(1) of the Companies (Management & Administration) Rules, 2014 is attached herewith as **Annexure-I**.

**BUSINESS RISK MANAGEMENT:**

The work of detailed project report & feasibility report is under process and at present, as per section 134(3)(n) of the Companies Act, 2013, the Company has not identified any element of risk which may threaten the existence of the Company.

**DISCLOSURE UNDER THE SEXUAL HARRASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

All employees of the Company are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological. During the year the Company has not received any complaints on sexual harassment.


**DETAILS IN RESPECT OF FRAUD REPORTED BY AUDITORS UNDER SECTION 143(12) OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT - NIL**

**ACKNOWLEDGEMENT:**

The Board of Directors takes this opportunity to express their appreciation for the support and co-operation extended by all the stakeholders. The Directors appreciate the support the Company received from auditors, bankers and Central/ State Government authorities.

For, Bastar Railway Private Limited

  
Dr. (T.R.K. Rao)  
Chairman  
DIN: 01312449

  
(Alok Kumar Mehta)  
Director  
DIN: 07474850

Date: 19-07-2017  
Place: Raipur (C.G.)

## ANNEXURE-A

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**as on financial year ended on 31/03/2017**

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

**I REGISTRATION & OTHER DETAILS:**

i	CIN	U74900CT2016PTC007251	
ii	Registration Date	05-05-16	
iii	Name of the Company	BASTAR RAILWAY PRIVATE LIMITED	
iv	Category/ Sub-category of the Company	Company Limited by shares/Indian non-government Company	
v	Address of the Registered office	Global Exploration Centre, NMDC Building Geens Villey City, Housing Board Colony Boriyakala Raipur Raipur CT 492015	
	Contact Details	E-mail	<a href="mailto:csnmdc58@gmail.com">csnmdc58@gmail.com</a>
		Phone	0771-2971919
vi	Whether listed company	No	
vii	Name, Address & contact details of the Registrar & Transfer Agent, if	Not Applicable	

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

S. No.	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company

**III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES**

S. No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	NMDC LIMITED	L13100AP1958GOI001674	Holding Company	80.35	2(46)

IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individuals/ HUF	-	-	-	-	-	-	-	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.	-	-	-	-	-	-	-	-	-
d) Bodies Corporates	-	50,000	50,000	100	-	2,435,000	2,435,000	100	-
e) Bank/FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub Total (A)(1)</b>	-	50,000	50,000	100	-	2,435,000	2,435,000	100	-
<b>(2) Foreign</b>									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-
<b>Sub Total (A)(2)</b>	-	-	-	-	-	-	-	-	-
<b>Total Shareholding of Promoter (A)=</b>	-	50,000	50,000	100	-	2,435,000	2,435,000	100	-
<b>B. PUBLIC SHAREHOLDING</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central govt	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub Total (B)(1):</b>	-	-	-	-	-	-	-	-	-
<b>(2) Non Institutions</b>									
a) Bodies corporates	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	-	-	-	-	-	-
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub Total (B)(2):</b>	-	-	-	-	-	-	-	-	-
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	-	-	-	-	-	-	-	-	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	50,000	50,000	100	-	2,435,000	2,435,000	100	-

(ii) CATEGORY WISE SHAREHOLDING

A SHARE HOLDING OF PROMOTERS

S. No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		Number of shares	% of total shares of the company	% of shares pledged or encumbered to total	Number of shares	% of total shares of the company	% of shares pledged or encumbered to total	
1	NMDC Limited	21500	43.00	-	1956500	80.35	-	-
2	CMDC Limited	5000	10.00	-	455000	18.69	-	-
3	Ircon International Limited	13000	26.00	-	13000	0.53	-	-
4	Steel Authority of India	10500	21.00	-	10500	0.43	-	-
	<b>Total</b>	<b>50,000</b>	<b>100</b>		<b>2,435,000</b>	<b>100</b>		



## (ii) CATEGORY WISE SHAREHOLDING

**B CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NIL**

S. No.	Particulars	Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year	50,000	100	50,000	2
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc)				
	<i>Allotment:- 31/01/2017</i>	2385000	98	2385000	98
3	At the end of the year	2,435,000	100	2,435,000	100

**C Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)**

S. No.	Particulars	Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
NIL					

**D Shareholding of Directors & KMP**

NIL

S. No.	Particulars	Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year	-	0.00	-	0.00
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc)				
		NIL	NIL	NIL	NIL
3	At the end of the year	-	0.00	-	0.00

S. No.	Particulars	Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year	-	0.00	-	0.00
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc)				
		NIL	NIL	NIL	NIL
3	At the end of the year	-	0.00	-	0.00

V. INDEBTEDNESS

NIL

**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

Particulars	Secured Loans	Unsecured	Deposits	Total
<b>Indebtness at the beginning of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				
<b>Change in Indebtedness during the financial year</b>				
Additions				
Reduction				
<b>Net Change</b>				
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				

**VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole time director and/or Manager:**

S. No.	Particulars of Remuneration	Name of the Director/ MD/WTD/Manager			Total Amount
1	<b>Gross salary</b>	-	-	-	-
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
(b)	Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-	-
(c)	Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock option	-	-	-	-
3	Category/ Sub-category of the Company		-	-	-
4	Commission		-	-	-
	as % of profit		-	-	-
	others (specify)	-	-	-	-
5	Others, please specify		-	-	-
	<b>Total (A)</b>	-	-	-	-
	Ceiling as per the Act	-	-	-	-

**B. Remuneration to other directors:**

**There are no independent directors on the Board**

1	Independent Directors				
(a)	Fee for attending board committee meetings	-	-	-	-
(b)	Commission	-	-	-	-
(c)	Others, please specify	-	-	-	-
	<b>Oil Extraction</b>	-	-	-	-
2	Other Non Executive Directors	-	-	-	-
(a)	Fee for attending board committee meetings	-	-	-	-
(c)	Others, please specify.	-	-	-	-
	<b>Total (2)</b>	-	-	-	-
	<b>Total (B)=(1+2)</b>	-	-	-	-
	<b>Total Managerial Remuneration</b>	-	-	-	-
	Overall Cieling as per the Act				

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ MANAGER/ WTD**

As per provisions of Companies Act, 2013 the Company is not required to appoint KMP.

S. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		Shri V S Prabhakar CEO	Company Secretary	Shri Dipak Kumar Bandyopadhyay CFO	
1	<b>Gross Salary</b>				
(a)	Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	-	-	-	-
(b)	Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-
(c)	Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	as % of profit	-	-	-	-
	others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	<b>Total</b>	-	-	-	-

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made if any (give details)
<b>A. COMPANY PENALTY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For, Bastar Railway Private Limited

Dr. (T.R.K. Rao)  
Chairman

DIN: 01312449

(Alok Kumar Mehta)  
Director

DIN: 07474850

Date: 19-07-2017

Place: Raipur (C.G.)



# J.K. RAO ASSOCIATES

## Chartered Accountants

Ph : (O) : 040-27842595  
040-27844245  
Cell : 9848044245

No. 311, H. No. 1-7-79/A & B, Legend Crystal, 3rd Floor, Above Indian Overseas Bank, Paradise, Secunderabad - 500 003, Telangana.  
E-mail : jk Rao2k@yahoo.com

### INDEPENDENT AUDITORS' REPORT

To,  
**THE MEMBERS OF M/s.Bastar Railways Private Limited**

#### Report on the standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of M/s.Bastar Railways Private Limited, which comprise the Balance Sheet as at **31/03/2017**, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in

the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the





**J.K. RAO ASSOCIATES**

**Chartered Accountants**

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reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31/03/2017, and its for the year ended on that date.

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

This report include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India, in terms of sub section 11 of section 143 of the companies Act, 2013 since in Our opinion and according to the information and explanation given to us, the said order as applicable to the company is attached in "**Annexure A**"

As required by Section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31/03/2017 taken on record by the Board of Directors, none of the directors is disqualified as 31/03/2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:





**J.K. RAO ASSOCIATES**

**Chartered Accountants**

Ph : (O) : 040-27842595

040-27844245

Cell : 9848044245

No. 311, H. No. 1-7-79/A & B, Legend Crystal, 3rd Floor, Above Indian Overseas Bank, Paradise, Secunderabad - 500 003, Telangana.

E-mail : [jkrao2k@yahoo.com](mailto:jkrao2k@yahoo.com)

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management.

As required by section 143(5) of the Act, we give in *Annexure - C*, a statement on the matters specified by the Comptroller and Auditor General of India for the Company.

For J K RAO ASSOCIATES,  
*CHARTERED ACCOUNTANTS,*

*PROPRIETOR*  
*MM NO.022592*



**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of M/S.BASTAR RAILW PRIVATE LIMITED Company limited**

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

We have audited the internal financial controls over financial reporting of Company Limited (“The Company”) as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 over financial reporting 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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence amount the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls over Financial Reporting**

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





timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issues by the Institute of Chartered Accountants of India.

*FOR J K RAO ASSOCIATES  
CHARTERED ACCOUNTANTS,*



*PROPRIETOR.*  
MM NO.022592  
FRN: 003132S  
PLACE: HYDERABAD  
DATE : 19-07-2017



**Annexure-C to the Independent Auditor's Report:**

**REPORT AS PER DIRECTION UNDER 143(5) OF THE COMPANIES ACT, 2013 IN RESPECT OF BALANCE SHEET & PROFIT & LOSS ACCOUNT OF M/S.BASTAR RAILWAY PRIVATE LIMITED FOR THE FINANCIAL YEAR 2016-17**

Sl. No	Directions under section 143(5) of Companies Act 2013	Auditor's Remarks
1.	Whether the Company has the clear title / lease deeds for freehold and leasehold respectively. If not, please state the area of freehold and leasehold land for which the title / lease deeds are not available.	According to the information and explanations given to us and on the basis of our examination of the records of the units, there were no such agreement or execution of title deed for the FY 2016-17.
2.	Please report whether there are any cases of waiver/ write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved	There are Nil cases of waiver/write off of debts/loans/interest etc.
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	There are Nil inventories for the FY 2016-17.  Further the unit has not received any assets as gifts from Govt. or other Authorities.

*FOR J K RAO ASSOCIATES  
CHARTERED ACCOUNTANTS,*



*PROPRIETOR.*  
MM NO.022592  
FRN: 003132S  
PLACE: HYDERABAD  
DATE :19-07-2017



**BASTAR RAILWAYS PRIVATE LIMITED**

Balance Sheet as at 31 March 2017

(All amounts are in Indian Rupees except for share data or otherwise stated)

Particulars	Note No	As at 31 March 2017*
<b>ASSETS</b>		
<b>Non-current assets</b>		
Other non-current assets	3	10,23,00,000
<b>Total non-current assets</b>		<b>10,23,00,000</b>
<b>Current assets</b>		
<b>Financial assets</b>		
(i) Cash and cash equivalents	4	3,09,11,657
Current tax assets (net)	5	16,792
<b>Total current assets</b>		<b>3,09,28,449</b>
<b>Total assets</b>		<b>13,32,28,449</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	6 (a)	2,43,50,000
Other equity	6 (b)	1,07,94,766
<b>Total equity</b>		<b>3,51,44,766</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
(i) Other financial liabilities	7	9,80,83,683
<b>Total current liabilities</b>		<b>9,80,83,683</b>
<b>Total equity and liabilities</b>		<b>13,32,28,449</b>

\* The Company was incorporated on 5 May 2016 and, as such, no comparatives were presented for 31 March 2016.

*The above balance sheet should be read in conjunction with the accompanying notes.*

As per our report on standalone financial statements of even date attached

J.K.RAO & ASSOCIATES  
Chartered Accountants  
FR No: 003132S

For and on behalf of the Board of Directors of  
BASTAR RAILWAYS PRIVATE LIMITED

Partner  
M.NO.022592  
Place: Raipur  
Date: 19.07.2017

Director

Director

CEO

CFO



**BASTAR RAILWAYS PRIVATE LIMITED**  
**Statement of Profit and Loss for the period ended 31 March 2017**  
 (All amounts are in Indian Rupees except for share data or otherwise stated)

Particulars	Note No	Period ended 31 March 2017*
Other income	8	1,67,913
<b>Total income</b>		<b>1,67,913</b>
Expenses		
Other expenses	9	10,73,147
<b>Total expenses</b>		<b>10,73,147</b>
<b>Loss before tax</b>		<b>(9,05,234)</b>
<b>Income tax expense</b>		
Current tax		-
Deferred tax		-
<b>Total comprehensive loss for the period</b>		<b>(9,05,234)</b>
Earning per equity share - Par value of Rs.10 per share Basic & diluted**	17	(0.37)

\*The Company was incorporated on 5 May 2016 and, as such, no comparatives are presented for previous year and amounts presented are from 5 May 2016 to 31 March 2017.

\*\* In the absence of any potentially dilutive shares for the period ended 31 March 2017, diluted EPS is equal to basic EPS.

*The above statement of profit and loss should be read in conjunction with the accompanying notes.*

As per our report on standalone financial statements of even date attached

**J.K.RAO & ASSOCIATES**  
 Chartered Accountants  
 FR No: 003132S

For and on behalf of the Board of Directors of  
**BASTAR RAILWAYS PRIVATE LIMITED**



Partner  
 M.No.022592

 Director

 Director

 CEO

 CFO

Place: Raipur  
 Date:19.07.2017



**BASTAR RAILWAYS PRIVATE LIMITED**  
**Cash Flow Statement for the period ended 31 March 2017**  
 (All amounts are in Indian Rupees except for share data or otherwise stated)

Particulars	Period ended 31 March 2017*
<b>Cash flow from operating activities</b>	
Loss before tax	(9,05,234)
Less: Interest income	(1,67,912)
<b>Operating loss before working capital adjustments</b>	<b>(10,73,147)</b>
Increase in other financial liabilities	2,83,683
TDS receivable	(16,792)
<b>Net cash flow used in operating activities</b>	<b>(8,06,256)</b>
<b>Cash flow from investing activities</b>	
Interest income received	1,67,913
Payment towards capital advances	(45,00,000)
<b>Net cash used in investing activities</b>	<b>(43,32,087)</b>
<b>Cash flow from financing activities</b>	
Proceeds from issue of shares	2,43,50,000
Share application money pending allotment received	1,17,00,000
<b>Net cash flow from financing activities</b>	<b>3,60,50,000</b>
<b>Net increase in cash and cash equivalents</b>	<b>3,09,11,657</b>
Cash & cash equivalents at the beginning of the period	-
Cash & cash equivalents at the end of the period	3,09,11,657
<b>Cash &amp; cash equivalents as per note 4</b>	<b>3,09,11,657</b>
<b>Details of non cash investing and financing activities:</b>	
Amount directly paid by NMDCL and SAIL to IRCON as project advance	9,78,00,000

\* The Company was incorporated on 5 May 2016 and, as such, no comparatives are presented for previous year.

As per our report on standalone financial statements of even date attached

J.K.RAO & ASSOCIATES  
 Chartered Accountants  
 FR No: 003132S

  
 Partner  
 M.No.022592

Place: Raipur  
 Date: 19.07.2017

For and on behalf of the Board of Directors of  
 BASTAR RAILWAYS PRIVATE LIMITED

 Director       Director       CEO       CFO



**BASTAR RAILWAYS PRIVATE LIMITED**

Statement of Changes in Equity for the period ended 31 March 2017  
(All amounts are in Indian Rupees except for share data or otherwise stated)

**A. Equity share capital**

Particulars	Note no	Amount
As at 5 May 2016*		2,43,50,000
Changes in equity share capital	6 (a)	-
As at 31 March 2017		2,43,50,000

**B. Other equity**

Particulars	Note no	Share Application Money pending allotment	Reserves and surplus	Total
			Retained earnings	
Balance as at 5 May 2016*			-	-
Loss for the period	6 (b)	-	(9,05,234)	(9,05,234)
Total comprehensive loss for the period		-	(9,05,234)	(9,05,234)
<b>Transactions with shareholders:</b>				
Receipt of share application money		1,17,00,000	-	1,17,00,000
Balance at 31 March 2017		1,17,00,000	(9,05,234)	1,07,94,766

\* The Company was incorporated on 5 May 2016 and, as such, no comparatives are presented for the previous year.

As per our report on standalone financial statements of even date attached

J.K.RAO & ASSOCIATES  
Chartered Accountants  
FR No: 003132S



Partner  
M.No.022592  
Place: Raipur  
Date:19.07.2017

For and on behalf of the Board of Directors of  
BASTAR RAILWAYS PRIVATE LIMITED

	
Director	Director
	
CEO	CFO



## **BASTAR RAILWAY PRIVATE LIMITED**

### **Significant accounting policies and Notes on accounts forming part of accounts for the year ended 31<sup>st</sup> March, 2017**

#### **Note-1: Corporate Information: -**

BASTAR RAILWAY PRIVATE LIMITED ('BRPL') is a joint venture company of NMDC, SAIL, IRCON & CMDC incorporated on 05.05.2016 having its registered office at Global Exploration Centre, NMDC, Green Villey City, Housing Board Colony, Boriyakala, Raipur-492015, Chattisgarh, India. The CIN of the company is U74900CT2016PTC007251.

#### **Note 2. Significant Accounting Policies: -**

##### **a) Status of compliance**

The standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The Company is a joint venture company of NMDC, SAIL, IRCON & CMDC which is covered under Phase-1 of Ind AS and as per road map issued by MCA, BRPL is also covered in phase-1.

##### **b) Basis of measurement:**

The standalone financial statements have been prepared on a historical cost convention and on an accrual basis.

##### **c) Functional and presentation currency:**

The standalone financial statements are presented in Indian rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the entity operates.

##### **d) Use of estimates and judgement:**

The preparation of standalone financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.



Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

**e) Financial instruments:**

All financial instruments are recognized initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognized on trade date. While, loans and borrowings and payable are recognized net of directly attributable transactions costs.

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

**i)) Non-derivative financial assets**

**Financial assets at amortized cost**

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

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

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.

Amortized cost is represented by security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets.

Cash and cash equivalents comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

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





## **ii) Non-derivative financial liabilities**

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

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

### **f) Property plant and equipment:**

Recognition and measurement: Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.

Depreciation: The Company depreciates property, plant and equipment over the estimated useful life of the assets as prescribed in Schedule II of the Companies Act 2013 on a straight-line basis from the date the assets are ready for intended use.

### **g) Provisions**

All the provision are recognized as per Ind AS 37. Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle, a provision is expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. Provisions for onerous contracts are measured at the present value of lower of the expected net cost of fulfilling the contract and the expected cost of terminating the contract.

### **h) Revenue recognition:**

Revenue is recognized when the significant risks and rewards of ownership have been transferred to the customer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. Revenue is measured net of returns, trade discounts and volume rebates. The timing of the transfer of risks and rewards varies depending on the individual terms of the sales agreement.



**i) Pre incorporation Expenses**

Expenditure on preliminary expenses for incorporation of the company is charged off in the year in which it is incurred.

**ii) Finance income**

Finance income consists of interest income on funds invested. Interest income is to be recognized as it accrues in the statement of profit and loss, using the effective interest method.

As per our Report of even date attached

For J.K.Rao Associates,  
Chartered Accountants  
FRN. 003132S

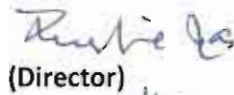
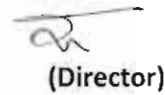


(Proprietor)  
M. No. 022592

Place: Hyderabad  
Date: 19-07-2017



For and on Behalf of the Board of  
Bastar Railway Private Limited

  
(Director)  
V.S.PRABHAKAR  
(CEO)  
(Director)  
(CFO)

**BASTAR RAILWAYS PRIVATE LIMITED**

Notes to the standalone financial statements for the period from 5 May 2016 to 31 March 2017 (continued)  
(All amounts are in Indian Rupees except for share data or otherwise stated)

**3 Other non-current assets**

Particulars	31 March 2017
Capital advances to related parties	10,23,00,000
<b>Total other non-current assets</b>	<b>10,23,00,000</b>

**Financial assets**

**4 Cash and cash equivalents**

Particulars	31 March 2017
Balance with banks	
- in current accounts	3,09,11,657
<b>Total cash and cash equivalents</b>	<b>3,09,11,657</b>

**5 Current tax assets (net)**

Particulars	31 March 2017
TDS receivable (2016-17)	16,792
<b>Total current tax assets (net)</b>	<b>16,792</b>

**6 Equity share capital and other equity**

**6 (a) Equity share capital**

Authorised equity share capital - Equity shares of Rs 10 each

Particulars	31 March 2017
As at 5 May 2016	5,00,00,000
Increase during the period	-
<b>As at 31 March 2017</b>	<b>5,00,00,000</b>

*(i) Movements in equity share capital*

Particulars	31 March 2017
As at 5 May 2016	2,43,50,000
Issue of shares during the period	-
<b>As at 31 March 2017</b>	<b>2,43,50,000</b>

*Terms/right attached to equity shares*

The Company has a single class of equity shares. All equity shares rank equally with regard to dividends and share in the company's residual assets. The equity shares are entitled to receive dividend as declared from time to time subject to payment of dividend to preference shareholders. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

Name of the shareholder	31 March 2017		
	No. of shares	% holding	
Equity shares of Rs. 10/- each fully paid-up			
NMDC Limited	19,56,500	80.35%	80.35
CTMDC Limited	4,55,000	18.89%	18.89
Steel Authority of India Limited ("SAIL")	10,500	0.43%	0.43
IRCON	13,000	0.53%	0.53
<b>Total</b>	<b>24,35,000</b>	<b>100%</b>	

As per the records of the Company including its register of shareholders and other declarations received from shareholders regarding beneficial interest the above shareholding represents both legal and beneficial interest.

**6 (b) Other equity**

Particulars	31 March 2017
Deficit in the statement of profit and loss	(9,05,234)
Share application money pending allotment	1,17,00,000
<b>Total other equity</b>	<b>1,07,94,766</b>



**BASTAR RAILWAYS PRIVATE LIMITED**

Notes to the standalone financial statements for the period from 5 May 2016 to 31 March 2017 (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

**Financial Liabilities**

7 **Other financial liabilities**

Particulars	31 March 2017
Payable to NMDC Limited	6,50,00,000
Payable to SAIL	3,28,00,000
Other payables	2,83,683
<b>Total other financial liabilities</b>	<b>9,80,83,683</b>

8 **Other income**

Particulars	31 March 2017
Interest income from banks	1,67,913
<b>Total other income</b>	<b>1,67,913</b>

9 **Other expenses**

Particulars	31 March 2017
Legal, professional & consultancy charges	2,50,000
Preliminary expenses on incorporation	7,84,900
Statutory audit fee	20,000
Filing fees	4,535
Postage, telephone & telex	682
Stationery & printing	1,230
Other expenses	11,800
<b>Total other expenses</b>	<b>10,73,147</b>

9 (a) **Details of payments to auditors**

Particulars	31 March 2017
Payment to auditors	
As auditor	
Audit fee	20,000
<b>Total payments to auditors</b>	<b>20,000</b>



**BASTAR RAILWAYS PRIVATE LIMITED**

Notes to the standalone financial statements for the period from 5 May 2016 to 31 March 2017 (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

**10 Fair value measurements**

**Financial instruments by category**

Particulars	31 March 2017		
	FVTPL	FVTOCI	Amortised cost
<b>Financial assets</b>			
Cash and cash equivalents	-	-	3,09,11,657
<b>Total</b>	-	-	3,09,11,657
<b>Financial liabilities</b>			
Other financial liabilities	-	-	9,80,83,683
<b>Total</b>	-	-	9,80,83,683

The carrying amounts of cash and cash equivalents and other financial liabilities are considered to be the same as their fair values, due to their short-term nature.

Assets that are not financial assets (such as TDS receivable and project advances) as of 31 March 2017 are not included.

**11 Financial risk management**

**a) Risk management framework**

The company's board of directors have an overall responsibility for the establishment and oversight of the company's risk management framework.

The company is in its inception stage and is in the process of setting up risk management policies aimed to identify and analyse the risks faced by the company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Once in place, the risk management policies and systems would be reviewed regularly to reflect changes in market conditions and the company's activities.

The Company has exposure to the following risks arising from financial instruments:

Risk	Exposure arising from
Credit risk	Cash and cash equivalents
Liquidity risk	Other financial liabilities

**A. Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company's exposure to credit risk is related to cash and cash equivalents and interest accrued on them.

**Cash deposits**

As of 31 March 2017, the entire cash and cash equivalents reflected on the accompanying Balance Sheet is with Bank of Baroda located in Raipur. Bank of Baroda, being a highly rated and reputable institution, the credit risk exposure is considered not to be significant.

**B. Liquidity risk**

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

For servicing the financial obligations, the company ensures that it has sufficient cash on demand to meet the current and the expected operational expenses and dues for the immediate short term period.

**Maturities of financial liabilities**

The Company's financial liabilities comprises of payable to NMDC Limited and SAIL and other operating expenses. The below table explains the maturity profile of financial liabilities.

As on 31 March 2017

Maturities of financial liabilities	On demand	Not Due	Less than 3 months	3 months to 6 months	Beyond 6 months	Total
Payable to NMDC Limited	6,50,00,000	-	-	-	-	6,50,00,000
Payable to SAIL	3,28,00,000	-	-	-	-	3,28,00,000
Other payables	-	-	2,83,683	-	-	2,83,683
<b>Total</b>	<b>9,78,00,000</b>	<b>-</b>	<b>2,83,683</b>	<b>-</b>	<b>-</b>	<b>9,80,83,683</b>

**12 Capital management**

**Risk management**

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. However, the company is yet to commence commercial operations.

The Company's debt to adjusted capital ratio at the end of the reporting period was as follows:

Particulars	31 March 2017
Total liabilities	9,80,83,683
Less: Cash and cash equivalent	(3,09,11,657)
Net debt	6,71,72,026
Equity	3,51,44,766
<b>Adjusted net debt to adjusted equity ratio</b>	<b>191%</b>



**BASTAR RAILWAYS PRIVATE LIMITED**

Notes to the standalone financial statements for the period from 5 May 2016 to 31 March 2017 (continued)  
(All amounts are in Indian Rupees except for share data or otherwise stated.)

**13 Related party transactions**

**a) Details about related parties:**

Name of the entity	Type	Place of incorporation	31 March 2017
			Direct ownership interest
NMDC Limited	Joint control	India	80%
CMDC Limited	Significant influence	India	19%
Steel authority of India Limited	Joint control	India	0%
IRCON	Joint control	India	1%

**b) Transactions with related parties**

**i) Payables to related parties**

Particulars	31 March 2017		
	NMDC Limited	SAIL	Total
Beginning of the period	-	-	-
Additions	6,50,00,000	3,28,00,000	9,78,00,000
Re payments	-	-	-
Closing	6,50,00,000	3,28,00,000	9,78,00,000

**iii) Capital advances to related parties**

Particulars	31 March 2017		
	IRCON	CMDC Limited	Total
Beginning of the period	-	-	-
Additions	9,78,00,000	45,00,000	10,23,00,000
Re payments	-	-	-
Closing	9,78,00,000	45,00,000	10,23,00,000

**14 Details of Specified Bank Notes (SBN) held and transacted during the period from 8 November 2016 to 30 December 2016**

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 8 November 2016	-	-	-
(-) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30 December 2016	-	-	-

**15 Contingent liabilities**

- a) Claims against the company not acknowledged as debts: Nil  
b) The company has not issued any corporate guarantee in favour of its group entities

**16 Commitments**

- a) Estimated amount of contracts remaining to be executed on capital account: Nil  
b) Other commitments: Nil

**17 Earnings per share**

Basic earnings per share amounts are calculated by dividing the profit/loss for the period attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the period

Diluted earnings per share amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of Equity shares outstanding during the period plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares

Particulars	31 March 2017
Loss attributable to equity holders of the company	(9,05,234)
Weighted average number of equity shares outstanding during the period	24,75,000
Earnings per share basic and diluted	(0.37)

The Company doesn't have any potentially dilutive shares for period ended 31 March 2017

**18 Disclosures under the Micro, Small and Medium Enterprises Act, 2006**

The Company doesn't have any amounts payable to Micro, Small and Medium Enterprises

**19 The Company was incorporated on 5 May 2016 and these are the company's first set of financial statements. Hence, opening balances of the comparative period are not provided**

**20 A MoU was signed between NMDC, SAIL, IRCON and Govt. of CG on 09.05.2015 and further as per clause B of Joint Venture Agreement dated 20.01.2016 that the GoCG has nominated CMDC Ltd. on its behalf to participate in the Joint Venture as an agency. It is also stated in the Articles of Association that Govt. of CG will provide land to the company and the value of such land will be adjusted against shares issued or to be issued to CMDC Ltd. Accordingly, Financial Statement 2016-17 reflect that the amount of Rs 45,00,00,000/- in the form of Shares issued to CMDC Ltd is in consideration of Land will be allotted by Govt. of Chhattisgarh**



31 March 2017

PARTICULARS	Total Nil	31 March 2017			
		PLAINT	RECEIVED	ADDITIONS	TOTAL
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment		-	-	-	-
Capital work-in-progress		-	-	-	-
Investment property		-	-	-	-
Other intangible assets		-	-	-	-
Intangible assets under development		-	-	-	-
Biological asset other than bearer plants		-	-	-	-
Financial assets		-	-	-	-
Investments		-	-	-	-
Trade receivables		-	-	-	-
Loans		-	-	-	-
Other financial assets		-	-	-	-
Deferred tax assets (net)		-	-	-	-
Income tax assets (net)		-	-	-	-
Other non-current assets		-	10,23,00,000	-	10,23,00,000
		-	10,23,00,000	-	10,23,00,000
<b>Current assets</b>					
Inventories		-	-	-	-
Financial assets		-	-	-	-
Investments		-	-	-	-
Trade receivables		-	-	-	-
Cash and cash equivalents		3,09,11,657	-	-	3,09,11,657
Other bank balances		-	-	-	-
Loans		-	-	-	-
Other financial assets		-	-	-	-
Other current assets		10,23,16,792	(10,23,16,792)	-	-
Current tax assets (net)		-	16,792	-	16,792
		13,32,28,449	(10,23,00,000)	-	3,09,28,449
<b>Total Assets</b>		13,32,28,449	-	-	13,32,28,449
<b>EQUITY AND LIABILITIES</b>					
<b>EQUITY</b>					
Equity share capital		2,43,50,000	-	-	2,43,50,000
Other equity		(9,05,234)	1,17,00,000	-	1,07,94,766
		2,34,44,766	1,17,00,000	-	3,51,44,766
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Financial liabilities					
Borrowings		-	-	-	-
Trade payables		-	-	-	-
Other financial liabilities		-	-	-	-
Provisions		-	-	-	-
Deferred tax liabilities (net)		-	-	-	-
Other non-current liabilities		-	-	-	-
<b>Current liabilities</b>					
Financial liabilities					
Borrowings		-	-	-	-
Trade payables		-	-	-	-
Other financial liabilities		-	9,80,83,683	-	9,80,83,683
Provisions		-	-	-	-
Other current liabilities		10,97,83,683	(10,97,83,683)	-	-
Current tax liabilities		-	-	-	-
		10,97,83,683	(1,17,00,000)	-	9,80,83,683
<b>Total</b>		13,32,28,449	-	-	13,32,28,449

Check

As per individual financials



BASTAR RAILWAYS PVT LTD

Ind AS conversion - Profit and loss statement 31st March 2017

NOTE	PARTICULARS	IGAAP	Re-classification (Schedule III Ind AS)	Ind AS Adjustments (a-b)	Ind AS
I	Revenue from operations	-	-	-	-
II	Other income	1,67,913	-	-	1,67,913
III	<b>Total Revenue (I + II)</b>	<b>1,67,913</b>	<b>-</b>	<b>-</b>	<b>1,67,913</b>
IV	Expenses:				
	Cost of materials consumed	-	-	-	-
	Purchases of Stock-in-Trade	-	-	-	-
	Changes in inventories of finished goods, Stock-in-trade and work-in-progress	-	-	-	-
	Employee benefits expense	-	-	-	-
	Depreciation and amortisation expense	-	-	-	-
	Other expenses	10,73,147	-	-	10,73,147
	Finance costs	-	-	-	-
	<b>Total Expenses (IV)</b>	<b>10,73,147</b>	<b>-</b>	<b>-</b>	<b>10,73,147</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>(9,05,234)</b>	<b>-</b>	<b>-</b>	<b>(9,05,234)</b>
VI	Exceptional items	-	-	-	-
VII	<b>Profit before tax (V-VI)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<b>(9,05,234)</b>	<b>-</b>	<b>-</b>	<b>(9,05,234)</b>
VIII	Tax expense:				
	Current tax	-	-	-	-
	Income tax expense for earlier year	-	-	-	-
	Less: MAT credit entitlement	-	-	-	-
	Net income tax expense	-	-	-	-
	Deferred tax expense / (benefit)	-	-	-	-
		<b>(9,05,234)</b>	<b>-</b>	<b>-</b>	<b>(9,05,234)</b>
	<b>Other comprehensive income</b>				
	A (i) Items that will not be reclassified to profit or loss:				
	(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax related to items that will be reclassified to profit or loss	-	-	-	-
	<b>Total comprehensive income for the period</b>	<b>(9,05,234)</b>	<b>-</b>	<b>-</b>	<b>(9,05,234)</b>





**BASTAR RAILWAYS PVT LTD**  
Balance Sheet Schedules

31 March 2017

GL Account	GL Asset Group Code	CGAP Schedule (H)	Re-classification Schedule (H-Ind-AS)	Adjustments as per Ind-AS	Ind-AS amount	Impact on Profit/Loss
<b>ASSETS</b>						
<b>NON-CURRENT ASSETS</b>						
<b>Property, plant and equipment</b>		-	-	-	-	-
Property, plant and equipment Total		-	-	-	-	-
<b>Capital work-in-progress</b>		-	-	-	-	-
Capital work-in-progress Total		-	-	-	-	-
<b>Investment property</b>		-	-	-	-	-
Investment property Total		-	-	-	-	-
<b>Goodwill</b>		-	-	-	-	-
Goodwill		-	-	-	-	-
<b>Goodwill Total</b>		-	-	-	-	-
<b>Other intangible assets</b>		-	-	-	-	-
Software		-	-	-	-	-
<b>Other intangible assets Total</b>		-	-	-	-	-
<b>Intangible assets under development</b>		-	-	-	-	-
Intangible assets under development		-	-	-	-	-
<b>Intangible assets under development Total</b>		-	-	-	-	-
<b>Biological asset other than bearer plants</b>		-	-	-	-	-
Biological asset other than bearer plants		-	-	-	-	-
<b>Biological asset other than bearer plants Total</b>		-	-	-	-	-
<b>Financial assets</b>		-	-	-	-	-
<b>Investments</b>		-	-	-	-	-
Investment Recon Unquoted (Equity Shares)		-	-	-	-	-
<b>Investments Total</b>		-	-	-	-	-
<b>Trade receivables</b>		-	-	-	-	-
Trade receivables		-	-	-	-	-
<b>Trade receivables Total</b>		-	-	-	-	-
<b>Loans</b>		-	-	-	-	-
- Capital advances		-	-	-	-	-
- Security deposits		-	-	-	-	-
- MAT credit entitlement		-	-	-	-	-
- Loans and advances to employees		-	-	-	-	-



- Service tax refund receivable	-	-	-	-
- Other loans and advances	-	-	-	-
- Advance Tax (net of Provision for Tax)	-	-	-	-
<b>Loans. Total</b>	-	-	-	-
<b>Other financial assets.</b>	-	-	-	-
<b>Other financial assets. Total</b>	-	-	-	-
<b>Deferred tax assets (net)</b>	-	-	-	-
<b>Deferred tax assets (net) Total</b>	-	-	-	-
<b>Other non-current assets</b>	-	-	-	-
Group Gratuity Fund	-	-	-	-
- Subsidy Receivable	-	-	-	-
- Capital advances	-	-	-	-
- Service tax refund receivable	-	-	-	-
- Bank Deposits (due to mature after 12 months)	-	-	-	-
- Other loans and advances	-	-	-	-
Receivable from CMDC	45,00,000	45,00,000	45,00,000	45,00,000
Project Advance to IRCON	9,78,00,000	9,78,00,000	9,78,00,000	9,78,00,000
<b>Other non-current assets Total</b>	-	10,23,00,000	-	10,23,00,000
<b>Current assets</b>	-	-	-	-
<b>Inventories</b>	-	-	-	-
- Raw materials	-	-	-	-
- Work-in-progress	-	-	-	-
- Finished goods	-	-	-	-
- Stock-in-trade	-	-	-	-
- Stores and spares (including packing material)	-	-	-	-
Less: Provision for Slow moving stocks	-	-	-	-
<b>Inventories Total</b>	-	-	-	-
<b>Investments</b>	-	-	-	-
National Savings Certificates	-	-	-	-
<b>Investments Total</b>	-	-	-	-
<b>Financial assets</b>	-	-	-	-
<b>Trade receivables</b>	-	-	-	-
<b>Trade receivables Total</b>	-	-	-	-
<b>Cash and cash equivalents</b>	-	-	-	-
- Cash on hand	-	-	-	-
- Cheques on hand	-	-	-	-
- Balances with banks	-	-	-	-



- Current accounts	3,09,11,657		3,09,11,657
- Fixed deposits	-		-
In deposit accounts- Original maturity more than 3 months but less than 12 months	-		-
Cash and cash equivalents Total	3,09,11,657		3,09,11,657
<b>Other bank balances</b>			
In deposit accounts- Original maturity more than 3 months but less than 12 months	-		-
Other bank balances Total	-		-
<b>Loans</b>			
-Advance recoverable in cash or in kind or for value to be received	-		-
- Loans and advances to employees	-		-
- Other loans and advances	-		-
-Loans and advances- to related parties	-		-
- Dues from directors	-		-
Loans Total	-		-
<b>Other financial assets</b>			
Security deposits	-		-
Interest accrued on bank deposits	-		-
Other financial assets Total	-		-
<b>Current tax assets (net)</b>			
- Advance Tax (net of Provision for Tax)	-		-
TDS Receivable(2016-17)	16,792		16,792
Current tax assets (net) Total	16,792		16,792
<b>Other current assets</b>			
Receivable from CMDC	45,00,000	(45,00,000)	-
Project Advance to IRCON	9,78,00,000	(9,78,00,000)	-
TDS Receivable(2016-17)	16,792	(16,792)	-
Other current assets Total	10,23,16,792	(10,23,16,792)	-
<b>Total Assets</b>	13,32,28,449	10,23,00,000	13,32,28,449
<b>Equity share capital</b>			
Equity share capital Total	2,43,50,000		2,43,50,000
<b>Other equity</b>			
Securities premium account	-		-
Capital redemption reserve	-		-
General Reserve	(9,05,234)		(9,05,234)
Surplus in the Statement of Profit and Loss	-		-
Other equity- Corporate guarantee	-		-
Share Application Money Pending Allotment	-		-



Ind AS adjustments					
Share Application Money Pending Allotment					
Other equity Total	(9,05,234)	1,17,00,000			1,17,00,000
		1,17,00,000			1,07,94,766
<b>TOTAL EQUITY</b>	<b>4,77,94,766</b>	<b>1,17,00,000</b>			<b>3,51,44,766</b>
<b>Non-current liabilities</b>					
<b>Financial liabilities</b>					
<b>Borrowings</b>					
Term Loans from:					
Banks					
Government Authorities					
Others					
Borrowings Total					
Trade payables					
Trade payables Total					
<b>Other financial liabilities</b>					
From NMDC LIMITED (UNSECURED)					
Other financial liabilities Total					
<b>Provisions</b>					
Provision for gratuity					
Provision for compensated absences					
Provisions Total					
<b>Deferred tax liabilities (net)</b>					
Deferred tax liabilities (net) Total					
<b>Other non-current liabilities</b>					
Security deposits					
Other non-current liabilities Total					
<b>Current liabilities</b>					
<b>Financial liabilities</b>					
<b>Borrowings</b>					
Borrowings Total					
Trade payables					
Trade payables Total					
<b>Other financial liabilities</b>					
Payable to SAIL		3,28,00,000			3,28,00,000
Payable to NMDC Limited		6,50,00,000			6,50,00,000
Payable to Security deposit to contractor					
Payable to Statutory Auditor and Reimbursement of ST					



Payable to Internal Auditor and Reimbursement of ST						
-Professional Fees Payable		2,50,000				2,50,000
-Filling Fees Payable A/c		-				-
-Telephone expenses payable		-				-
-Provision for inspection & administration		-				-
Outstanding Liabilities for Expenses		33,683				33,683
-Electricity Charges Payable		-				-
-Share Application money pending allotment						
Other financial liabilities Total		9,80,83,683				9,80,83,683
<b>Other current liabilities</b>						
-Professional Fees Payable	2,25,000	(2,25,000)				-
-TDS Payable	25,000	(25,000)				-
Outstanding Liabilities for Expenses	33,683	(33,683)				-
SAIL	3,28,00,000	(3,28,00,000)				-
NMDC LTD	6,50,00,000	(6,50,00,000)				-
CMDC LTD (Project Advance)	-	-				-
Security Deposit Contractor	-	-				-
Share Application money pending allotment	1,17,00,000	(1,17,00,000)				-
Other current liabilities Total	10,97,83,683	(10,97,83,683)				-
<b>Provisions</b>						
Provision for Compensated Absences						
Provision for Gratuity						
Other provisions						
-Statutory Audit Fees Payable A/c						
-Internal Audit/Tax Consultant fees Payable A/c						
-Professional Fees Payable						
-TDS Payable						
-Provision for Income Tax (MAT)						
-Filling Fees Payable A/c						
-Telephone expenses payable						
-Provision for inspection & administration						
-Electricity Charges Payable						
Provisions Total						
<b>Current tax liabilities</b>						
Provision for Income Tax (MAT)						
Current tax liabilities Total						
<b>TOTAL LIABILITIES</b>						
	10,97,83,683	8,63,83,683				10,88,78,449
<b>TOTAL EQUITY AND LIABILITIES</b>						
	13,32,28,449	10,23,00,000				13,32,28,449



BASTAR RAILWAYS PVT LTD

NOTE	PARTICULARS	As at 31st March 2017		
		CGAAP	Reclassification (Schedule III) Ind AS	Ind AS
	<b>REVENUE FROM OPERATIONS</b>			-
				-
				-
	<b>OTHER INCOME</b>			-
	Interest Earned			-
	Interest Earned on Bank Deposits	1,67,913.00		1,67,913.00
		1,67,913.00		1,67,913.00
	<b>COST OF MATERIALS CONSUMED</b>			-
				-
				-
	<b>CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS</b>			-
				-
				-
	<b>EMPLOYEE BENEFIT EXPENSES</b>			-
	Salaries, wages, bonus and other allowances	-		-
	Contribution to provident and other funds	-		-
	Staff welfare expenses	-		-
		-		-
	<b>OTHER EXPENSES</b>			
	Statutory Audit Fee	20,000		20000
	Bank Charges	29		28.75
	BOD Meeting Expenses	-		0
	Legal, professional & consultancy charges	2,50,000		250000
	Filing Fees	4,535		4,535
	Postage, telephone & Telex	682		682
	Other expenses	11,771		11771
	Repair & Maintenance (Others)	-		0
	Stationery & printing	1,230		1230
	Electricity Charges	-		0
	Preliminary Exp for Incorporation	7,84,900		784900
		1073146.75		1073146.75
	<b>FINANCE COST</b>			
	Interest expense			-
	Other borrowing costs			-
				-

