



NATIONAL HIGH SPEED RAIL CORPORATION LIMITED



4TH ANNUAL REPORT 2019-20

VISION:

To provide safe, reliable and sustainable high speed rail services with technological excellence for improved quality of life and development of the nation.

MISSION:

1. To provide an efficient, safe, sustainable and reliable transportation option to the customers' delight.
2. To connect people across the nation by constructing, operating, and maintaining the state-of-the-art high speed rail transport infrastructure.
3. To facilitate Assimilation, Indigenization, and Innovation of High Speed Rail Technology.

4th ANNUAL REPORT 2019-20

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BOARD OF DIRECTORS

BOARD OF DIRECTORS

(As on 01.09.2020)



Vinod Kumar Yadav
Part-time Chairman



Achal Khare
Managing Director



Rajendra Prasad
Director Project



Arun Bijalwan
Director Finance



Vijay Kumar
Director Rolling Stock



Sandeep Kumar
Director (Electrical & System)



R.N. Singh
Nominee Director



Anju Ranjan
Nominee Director



P.R. Patelia
Nominee Director

COMPANY SECRETARY

Sumita Sharma

REGISTERED OFFICE

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CIN: U60200DL2016GOI291002

STATUTORY AUDITORS

M/s. Sehgal Mehta & Co.,
Chartered Accountants

SECRETARIAL AUDITORS

Anil Anand,
Company Secretary in Practice

CHAIRMAN'S ADDRESS

CHAIRMAN'S ADDRESS

Dear Shareholder Friends,

I extend a warm and hearty welcome to all of you at this 4th Annual General Meeting of National High Speed Rail Corporation Limited for the financial year 2019-20.

The Company has been consistently moving ahead in implementation of India's first ever High Speed Rail (HSR) project from Mumbai to Ahmedabad.

I would now like to highlight major achievements by the Company in this direction during 2019-20, like completion of Joint Measurement Survey (**JMS**) in all the villages of Gujarat, Dadra & Nagar Haveli (DNH), and Maharashtra except two villages in Palghar District of Maharashtra. Till now, 83% of land has been acquired in Gujarat and DNH, with overall acquisition of about 63% of **land required** for the project. Major **design works** for civil structures have been finalized.

The Company has **completed** 100 meter of training line with slab track of Shinkansen Technology as well as Phase-I of HSR **Training Institute** at Vadodara.

During the year, **tenders** for eight packages for the construction of viaducts, bridges, station buildings and steel fabrication have been floated. Tender for state of the art **Sabarmati Hub Building** has been awarded and construction work is progressing at site.

The Company has made significant progress in **utility mapping and shifting**. After mapping of utilities for the entire alignment of MAHSR project, the Company has already shifted 958 out of 1651 overhead electrical (OHE) lines. It has also achieved a progress of about 80% in shifting of utilities pertaining to Railways at Sabarmati/ Ahmedabad.

For the Industrial Structures falling in the MAHSR alignment, the Company has undertaken Impact Assessment Study for about twenty-two (22) **Industrial Structures** in three districts viz. Surat, Valsad, and Navsari. The impact assessment involves finalizing cost of compensation, obtaining consent of industry owners, executing the contract agreement for relocation of industry.

The Company in its conscious efforts for **conservation of environment**, has taken up tree transplantation in place of tree cutting with approx. 4457 trees transplanted at the project sites, and compensatory plantation of about 60,000 saplings, till now.

The Company has also taken extensive steps towards **rehabilitation of Project Affected People** by arranging skill enhancement trainings, instituting village development programs (VDPs) under Social Development Works, in addition to declaration of Rehabilitation & Resettlement (R&R) Award.

The Company has also been entrusted with the work of preparation of Detailed Project Report (**DPR**) for seven new High Speed Rail Corridors viz. Delhi – Varanasi HSR (for 865 km); Delhi – Ahmedabad HSR (for 886 km); Mumbai – Nagpur HSR (753 km); Mumbai – Hyderabad HSR (for 711 km); Chennai – Mysore HSR (for 435 km); Delhi – Amritsar HSR (For 459 km); and Varanasi – Howrah HSR (760 km).

Out of the above seven DPRs, the Company has completed a significant portion of DPR for **Delhi - Varanasi HSR** Corridor, and is expected to submit its first draft report by 31st October 2020.

The Company has yet to start commercial operations and hence there has been no operating turnover during the year.

I want to conclude with these thoughts that the exciting journey on which NHRCL has embarked will require lot of unconventional solutions to the unique issues that would crop up, will require lot of out of the box thinking... I want to assure that we would be standing tall and together, and work as a team to overcome all such obstacles, and day by day move closer to the realization of our goal of implementing this project and building enduring world class infrastructure for India.

(Vinod Kumar Yadav)
Chairman

Date : 28.09.2020
Place : New Delhi

REPORTS

DIRECTORS' REPORT

DISTINGUISHED SHAREHOLDERS

The Directors of your Company have immense pleasure in presenting their 4th Report on the affairs of the Company for the financial year 2019-20.

National High Speed Rail Corporation Limited (NHSRCL) is a government company in terms of the provisions of section 2(45) of the Companies Act, 2013, and a joint venture among Government of India, Government of Gujarat, and Government of Maharashtra with equity participation in the ratio of 50:25:25 respectively.

NHSRCL is implementing the first High Speed Rail project of India i.e. Mumbai-Ahmedabad High Speed Rail (MAHSR) Project based on Japan's Shinkansen Technology for which a Memorandum of Cooperation was signed between India and Japan on 12th December 2015. The MAHSR project will transform the passenger transport system with state-of-the-art technology and usher in a new era in passenger transport in general and rail movement in particular. This would not only create employment opportunities but also boost economic growth of the Country.

STATUS OF THE PROJECT

A. Overview

The MAHSR project starts from Bandra Kurla Complex in Mumbai and ends near Sabarmati Railway Station in Ahmedabad. The approx. 508 Km alignment of MAHSR corridor would traverse through Gujarat (in 8 districts), Dadra & Nagar Haveli and Daman & Diu, and Maharashtra (in 3 districts). The said HSR corridor would have: (i) twelve stations [viz. Mumbai, Thane, Virar, Boisar, Vapi, Bilimora, Surat, Bharuch, Vadodara, Anand-Nadiad, Ahmedabad, and Sabarmati]; (ii) three rolling stock depots [viz. one depot each at Thane and Surat, and one depot-cum-workshop at Sabarmati]; (iii) eight maintenance depots for Overhead Electrical (OHE) lines, Track, etc.; and (iv) two confirmation car depots. The estimated completion cost of the project is Rs. 1,08,000 crore (approx.).

B. Finalisation of MSS, SS, and TS

- i) **Manual for Specifications and Standards (MSS) --**
During the year, your Company has adopted the revised version of MSS for Rolling Stock (version 3) and Power Supply System (version 1.05) (includes OHE, Traction power supply, Medium Voltage/ Low Voltage), based on the recommendation of Japanese Expert Committee.
- ii) **Specifications and Standards (SS) --**
During the year, your Company has also adopted the revised version of SS for Rolling Stock (revision 3).

- iii) Technical Specifications (TS) –
TS for Bridge Civil works, Steel Fabrication works, Tunneling works, and Station Architectural, Mechanical, Electrical, and Plumbing works have been finalised.

TS for Power Supply System and Inspection & Maintenance Cars for OHE had been reviewed and commented by the Company during last year. It is expected that final version of TS will be submitted by the General Consultants i.e. Japan International Consultants Consortium (JICC) in 2020-21.

Further, Electrical & Mechanical (E&M) works in four packages (viz. C-3, C-7, C-8, and D-2) have been reviewed by the Company, and final version of TS will be submitted by the General Consultants in 2020-21. E&M works in three packages (viz. C1, C2, and C6) have been finalised and accordingly, tenders have been floated during the year.

Draft specifications with respect to Track works have been prepared and are under finalization.



Construction of Ground Floor Slab in progress at Passenger Terminal Hub, Sabarmati, Gujarat

- v) Implementation Standards
Implementation Standards for Train Operation, Signalling & Telecommunication, Civil, Track, Rolling Stock, and Electrical Facilities had been finalised, and are being suitably incorporated in bid documents.

C. Design

Presently, the design works are in full swing. Major design works completed during the year are as follows:

- i) Terminal station at Bandra Kurla Complex (BKC), Mumbai, had been planned as underground station on Mumbai Metropolitan Region Development Authority (MMRDA) land.

MMRDA had planned high-rise buildings of International Financial Services Centre (IFSC) over this station to maximize the commercial development. Integrated design of underground station, considering the load of building above, was carried out by Tata Consulting Engineers (TCE). IIT – Mumbai had been appointed as the proof consultant for the said design. TCE has completed design and drawings for C1- package. Bids for C1-package have been invited.

- ii) During the year, Concept Design for Station plan is finalised and Detailed Working for tender is in process for Vadodara and Thane HSR stations, in addition to completion of detailed working for tender for ten HSR stations (viz. Vapi, Bilimora, Boisar, Surat, Bharuch, Anand, BKC, Ahmedabad, Virar, and Sabarmati).
- iii) Plan for station entrance building adjacent to HSR station at Ahmedabad has also been developed for integrating different modes of rail transport viz. Indian Railways, Metro Rail and HSR.
- iv) During the year, Multi Modal Integration (MMI) Schemes for five stations (viz. Anand, Surat, Billimora, Boisar, and Virar) have been finalized and shared with local municipal authorities for approval. This is in addition to MMI schemes for three stations (viz. Vadodara, Ahmedabad, and Sabarmati) finalized and approved by all the stakeholders during previous years.
- v) Based on the results of simulation studies for OHE and Traction System, basic design for OHE, Traction Power Supply System, and Distribution Power Supply System had been prepared. On the basis of such basic design, the technical specifications for E-1 (Power Supply part) contract package have been completed.
- vi) Track Design, Specification and Bid for Track works – The Company has proposed use of ‘J type Slab Track’ structure as used in Shinkansen in Japan. Technical Specification for RC track beds, track slab and track materials have been finalized for incorporation in bids for track works.

Standard designs for Reinforced Concrete (RC) track bed, Track Slab etc, have been completed. Based on the above said designs and specifications, bid documents for Track works are being finalized.

- vii) Revision of proposed HSR alignment at Vadodara – HSR alignment was crossing the complete yard at existing Vadodara railway station, with 220m span bridge; 440m overall

length, and height of Truss of the bridge at nearly 50m.

Since the height of the Truss of the bridge was falling in the restrictive zone of civil aviation and its construction was very difficult, a change in alignment was suggested by NHRCL, which has been agreed by the Japanese side, in view of the merits of the proposal. The revised plan proposes Standard Pre-Stressed Concrete (PSC) Girder spans with no steel structures. This would result in saving of construction cost, operation & maintenance cost, and reduction in construction time. Detailed plan and profile of HSR viaduct and design of structures of the revised alignment portion is being developed.

- viii) Three Balance Cantilever Bridges (out of total six) and Standard Designs for sub-structure and spread foundation for Viaduct on main line have been finalised and approved by Japanese Expert Committee. Detailed design for remaining three Balance Cantilever Bridges and six Long Span Steel Bridges have also been completed.

In addition to 610 (six hundred ten) standard designs and 15500 (fifteen thousand five hundred) detailed design drawings for main viaduct including stations and station approaches, approach to depots/ maintenance depots, and river bridges have been completed.

- ix) Design Basis Report for E&M works for Surat depot and four stations (viz. Bharuch, Vapi, Bilimora, and Surat) have been adopted by your Company on the recommendation of General Consultant.



*Right of Way Marking and Pillar Fixing at Kothi Vantarsha Village,
Bharuch District, Gujarat*

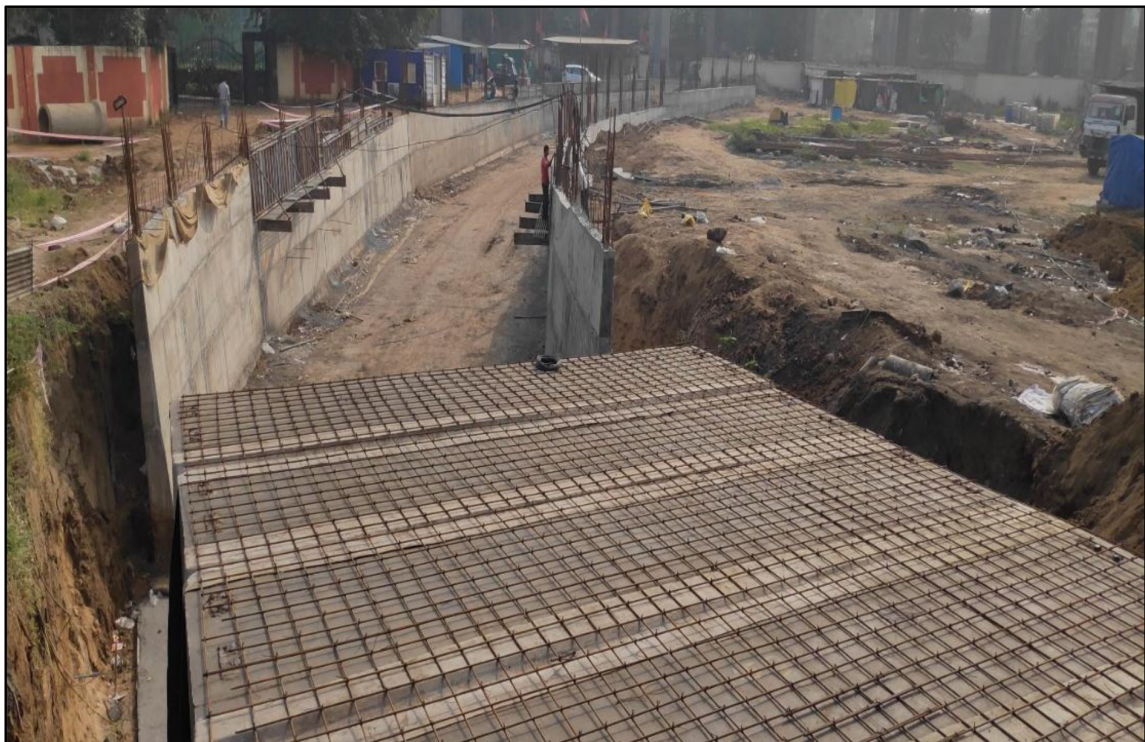
- x) Detailed Design Drawings for Sabarmati Terminal Hub Building have been finalized and construction is in full swing.

D. Tendering:

The entire MAHSR project, including construction of HSR Training Institute, is now planned to be executed through 26 contract packages after clubbing of two packages, including four packages pertaining to Training Institute. Out of these, three packages (pertaining to Training Institute) had been awarded.

Major tenders invited during 2019-20 were bids for -

- i) C-6 package [for viaduct and bridges between chainage 401.898 km to 489.467 km including Anand / Nadiad station];
- ii) C-1 package [for BKC Station, Mumbai];
- iii) C-2 package [for 21 Km long Underground Sea Tunnel in Mumbai];
- iv) P-2 and P-3 packages [for particular bridge GAD- 10 and 11 respectively];
- v) P-1(B) and P-1(C) packages [for construction of nine and five bridges respectively]; and
- vi) P-4 package [for fabrication and transportation of steel super structure for thirty-three bridges].



*Road Under Bridge 1 - under construction - Approach towards Chimanbhai bridge side,
Ahmedabad, Gujarat*

E. Shifting of existing Railway facilities & Utilities:

The HSR stations have been integrated with Indian Railways and Metro stations at Sabarmati and Ahmedabad to facilitate smooth flow of passenger traffic between Indian Railways, Metro and High Speed Railway. This has resulted in MAHSR alignment coming in close vicinity to the existing Indian Railway infrastructures including running lines, railway platforms and other maintenance facilities in Ahmedabad area, and various offices of Railways at Ahmedabad; railway signaling; telecom and electrical utilities, etc. between Sabarmati to Vatva for about 19 km.

A depot is planned adjacent to proposed HSR station at Sabarmati where various railway facilities like Stores Depot; Central Periodic Overhauling (CPOH) Workshop; Engineering Workshop; Flash Butt Welding (FBW) plant; CONCOR siding are existing. These facilities / utilities are being shifted from the present locations to new locations. Further, large number of overhead electrical lines (infringing the MAHSR alignment) and other utilities are also to be relocated or its height raised in co-ordination with utility owners.

The progress / status of Shifting of existing Railway facilities and Utilities during the year are as follows:



Gantry 1 – Beam under erection at Flash Butt Welding Workshop, Ahmedabad, Gujarat

- a) 1651 utilities of overhead electrical (OHE) lines have been mapped till 31st March 2020, in addition to 3418 utilities of underground cables, water pipelines, sewerage lines, Gas & Petroleum product pipelines & storage installation, OFC cables etc., mapped during previous years. With this, utilities for full alignment of MAHSR project have been mapped.
- b) During the year, 411 OHE lines (out of above said 1651) have been modified / shifted including 6 OHE lines shifted by PGCIL in Gujarat, in terms of MoU signed for shifting of Extra High Tension lines during 2018-19. With this, the cumulative OHE lines shifted till 31st March 2020, stands at 935.
- c) Shifting/ abandonment of five (05) ONGC oil wells in Ahmedabad have been completed.
- d) In shifting of ONGC pipelines near Ahmedabad, progress of 50% has been achieved. Balance work is in progress and is expected to be completed during 2020-21.
- e) A cumulative progress of approx. 93% has been achieved in shifting of CONCOR's Inland Container depot.



Tower erection of 220 kV line (i.e. Vapi / Kharadpade & Vapi / Mangalwada Crossing chainage 169.334), Vapi, Gujarat



Tower erection and Stringing work by Torrent Power Limited at Vatva, Ahmedabad, Gujarat

- f) Western Railway's assets viz. Engineering Workshop, Stores Depot, Central Periodic Overhauling Workshop, etc. are under various stages of construction and are expected to be completed during 2020-21.
- g) Shifting of Signaling cables and Gears in Ahmedabad and Sabarmati stations, and shifting of Telecom, optical fibre cable (OFC) equipment related to Western Railways at Ahmedabad and Vadodara stations are in progress.

F. HSR Training Institute

A dedicated High Speed Rail Training Institute is being set-up in Vadodara. The Institute will have all the facilities which are available at High Speed Training Institute of East Japan Railway Company (JR East) at Shin Shirakawa in Japan, like driver simulator, track circuit, OHE including power supply, sample track, etc. The High Speed Rail Training Institute at Vadodara will also serve as a knowledge centre and back bone for future development of other high speed corridors in India.

During the year, Training line with slab track of 100 m (TI – 2 package) has been completed.

Construction of Lodging (Phase-I) of Training Institute at Vadodara (TI-3 package) has been completed as on 31st March 2020. Various construction training programs were organized in the said building for upgrading the knowledge and skills of officials.

During the year, 529 man days training was imparted to 280 employees on varied subjects ranging from HSR Slab Track Casting; Transportation & Construction Training; Safety Training; Digital Surveying; Training on FIDIC conditions; Training on Planning, Scheduling, Monitoring &

Billing Processes; etc.; in addition to Induction Training for new employees for facilitating them to understand culture, ethos, functions, rules, and policies of the Company, a programme for Japanese Culture Sensitization was also organized.



From drawing board to ground reality – HSR Training Institute, Vadodara, Gujarat

G. Power Sourcing Activities

Your Company, as a “deemed licensee”, has been granted connectivity/ connection for various substations in MAHSR (Traction Substation: 14 Nos., Distribution Substations: 15 Nos.) by Gujarat and Maharashtra Power Supply Companies.

Till 31st March 2020, arrangements for construction and commissioning of power sourcing have been made for 28 (out of 29) substations with Gujarat and Maharashtra Power Supply Companies.

The said Power Supply Companies are now at various stages of tendering, construction of transmission line/ cable network from their grid substations to MAHSR substations, and augmentation of their Grid Substations.

A high power committee was formed to study the possibility of fabrication of steel bridges in India. On the basis of this study steel fabrication has been opened for Indian companies, instead of earlier only for Japanese led company, which will give boost to Make In India.

H. Land Acquisition

Significant progress has been made in the process of land acquisition, overall position as on 31st March 2020 is given below:

- i) Based on Joint Measurement Survey (JMS) Report, the expected land requirement for the MAHSR Project along with the status of land acquired during 2019-20 and till 31st March 2020 is given below:

States	No. of affected villages	Land requirement (in Ha) / plots (in numbers)					Acquired		Remarks
		Govt.	Private	Indian Railways	Forest	Total	During 2019-20	Cumulative till 31st March 2020	
Gujarat	198	86.86 Ha / 915	740.34 Ha / 5720	125.87 Ha / 95	2.83 Ha / 10	955.9 Ha / 6740	307.26 Ha	719.26 Ha	Include 528.34 Ha of private land through consent and regular award
Maharashtra	97	60.43 Ha / 324	273.6 Ha / 2254	1.63 Ha / 6	95.85 Ha / 190	431.51 Ha / 2774	32.38 Ha	94.38 Ha	Include 36.68 Ha of private land through Direct Purchase Method
Daman & Diu and Dadra & Nagar Haveli (DD & DNH)	2	1.70 Ha / 10	7.26 Ha / 129	0	0	8.96 Ha / 139	7.13 Ha	7.13 Ha	Through regular award
Total	297	148.99 Ha / 1249	1021.20 Ha / 8103	127.50 Ha / 101	98.68 Ha / 200	1396.37 Ha / 9653	346.77 Ha	820.77 Ha	

- ii) JMS Report has been completed in 295 villages (out of total 297 villages) i.e. 198 villages in Gujarat, 95 villages in Maharashtra, and 2 villages in Union Territory of DD & DNH.
- iii) Exemption from Social Impact Assessment (SIA) has been approved and notified in Gazette by the Government of Maharashtra for all the 97 villages (Exemption from SIA had already been notified by the Government of Gujarat for all 198 villages during 2018-19).

I. Environmental Assessment, Statutory Clearances and Tree Transplantation:

Progress achieved in environmental and statutory clearances is as under:

- i) Ministry of Environment, Forest, and Climate Change (MoEF&CC) has accorded Coastal Regulatory Zone (CRZ) clearance across Mumbai, Mumbai sub-urban, Thane and Palghar Districts in Maharashtra, vide letter no. 11-12/2019-IA-III dated 5th April 2019 (CRZ clearance across Narmada river in Bharuch District, Gujarat, had already been

received during 2018-19).

- ii) Forest Clearance – The project involves diversion of protected / reserve forest land in Gujarat (5.847 Ha) and in Maharashtra (129.7197 Ha). Forest Clearance (Stage I) has been obtained for both Gujarat and Maharashtra vide letter nos. F. No. 6-GjC08/2018-BHO/452 dated 6th June 2019 and F. No. FC-III/MH-38/2018-NGP/5188 dated 10th April 2019 respectively.

- iii) The Company has been taking various steps for conservation of environment like resorting to transplantation of trees in place of cutting, in addition to compensatory plantation of trees falling under forest area as notified by the forest department (i.e. forest trees) and other trees which though not falling in forest area but needs to be transplanted as per JMS study (i.e. non-forest trees). The Company has transplanted 1846 trees till 31st March 2020, and additional 713 trees have been planted on account of compensatory plantation.



Tree Transplantation, Vadodara, Gujarat

- iv) The above said CRZ clearances / forest clearances / wild-life clearances stipulate deposit of money towards compensatory afforestation/ corpus fund for forest and wildlife monitoring / conservation, etc. Accordingly, the Company has deposited requisite amount:

a) In Maharashtra:

- Corpus fund of Rs. 1.23 crore and Rs. 135 crore to Marine and Mangrove Biodiversity Conservation Foundation towards Mangrove Plantation in ratio of 1:5 as per CRZ clearance; and Flamingo, Mudflat and Mangrove monitoring, conservation and mitigation respectively.
- Rs. 30.44 crore in Compensatory Afforestation Fund Management and Planning Authority (CAMPA Fund) of Forest Department for compensatory afforestation and Net Present Value (NPV) for forest trees as per stage I approval.
- Rs. 42.31 lakh in CAMPA Fund of Forest Department towards plantation of mangroves in ratio of 1:5 Mangrove Plantation in equivalent area disturbed as per Stage I approval.
- Rs. 9.92 lakh to Thane Creek Flamingo Sanctuary for habitat improvement of the Sanctuary and adjoining forest.
- Rs. 8.48 lakh in CAMPA Fund of Forest Department for artificial bird nests as per the recommendation of the study by forest department as per stage I approval.

- b) In Gujarat, Rs. 93.51 lakh in CAMPA Fund of Forest Department for compensatory afforestation and NPV for forest trees as per stage I approval.



Employment opportunities for Kudasad villagers, Surat, Gujarat

J. Resettlement Action Plan (RAP)

Resettlement Action Plan (RAP) report under RFCTLARR submitted to JICA, in August 2018, had been accepted. RAP along with Indigenous People Plan (IPP) has been developed for the project to assess the impact of the project and develop mitigation measures to assist the Project Affected Persons (PAPs) in getting compensation, R&R assistance along with other measures to improve their socio-economic standards and livelihood capacity. Income Restoration Plan (IRP) proposed for the project aims at developing income of the Project Affected Households (PAHs) to pre-project levels or better, and is an important part of rehabilitating PAHs. PAHs will have the opportunity to choose from a variety of options designed to leverage their current activities and skills. Extensive engagement is undertaken to make sure that all PAPs are well informed about the available options and are given adequate opportunity to participate.

During 2019-20, your Company has undertaken various IRPs for PAHs like Skill Enhancement Training, Stitching and Tailoring courses, and Entrepreneurship Program.

For Skill Enhancement Training, about seven institutes in Gujarat and four institutes in Maharashtra have been shortlisted. Till 31st March 2020, about 352 PAPs were registered under different training programmes {out of 1386 PAPs who have shown willingness for training under IRP}. As on 31st March 2020, about 185 PAPs in Ahmedabad, Kheda, Anand, Vadodara and Bharuch districts of Gujarat State (out of the said registered PAPs) have successfully completed their training. 89 PAPs are undergoing training. The remaining PAPs will also undergo the training progressively depending upon easing of lockdown restrictions imposed due to COVID-19 pandemic.

To enable women to augment their skill set for income generation, your Company has organized, in February – March 2020, a month long Stitching and Tailoring course for women of Chenpur and Ropda villages in Ahmedabad in association with Rural Self Employment Training Institutes (RSETI). The course was attended by 23 women (i.e. 9 women from Chenpur and 14 women from Ropra), who were given sewing machines upon completion of the course.



Sewing machine distribution to participants of Income Restoration Plan training, Ahmedabad, Gujarat.



Training courses Under Income Restoration Plan at Vasai Taluka, Palghar, Maharashtra

45 days entrepreneurship program titled ‘Computer Hardware and Networking program’ was conducted, in June – July 2019, by your Company in association with RUDSET (Rural Development and Self Employment Training Institute) at Vadodara, Gujarat, which was attended by 28 candidates. The focus of training was on providing IT skills along with knowledge on setting up own business venture.

The Rehabilitation and Resettlement (R&R) Award [comprising transportation allowance for shifting; subsistence grant; one time grant to small traders; resettlement allowance; annuity; one time financial assistance for construction of house, petty shops, cattle shed, etc.; reimbursement of stamp duty and registration fees to PAP on purchase of new assets; etc.] based on individual impact has been initiated for each PAH of MAHSR project in terms of Entitlement Matrix, JICA policy of Social & Environment Consideration 2010, and Second Schedule of Right to Fair Compensation and Transparency in Land Acquisition, Rehabilitation and Resettlement Act 2013.

During the year, R&R Awards have been declared for total 667 plots [i.e. 569 plots in the State of Gujarat and 98 plots in the Union Territory of DD & DNH].



Consent Camp for Land acquisition at Niyol village, Surat, Gujarat



Consent camp for Land acquisition, Bharuch, Gujarat

K. Social Development Works

The Company has undertaken Social Development Works (SDW) in and around the vicinity of project area to meet the request of various stakeholders for developmental requirements. These SDW are in addition to Resettlement & Rehabilitation, Land Compensation, and CSR initiatives by the Company.

SDW activities undertaken during the year 2019-20 are as follows:

- i) Village Development Works for Palghar District – Various schemes for developmental works have been finalized in consultation with District Administration, Palghar. Under these schemes, affected villagers are given an option to choose developmental works which are required in their villages within the monetary limit set for each of such village based on defined criteria like population, etc. Such consultations with Panchayat and villagers have started w.e.f. December 2019.
- ii) Financial aid to Kheda district, Gujarat, for deepening and cleaning the bank of ponds along with desilting present water sources, etc. for monsoon water storage.
- iii) Donation of 50 wheelchairs to Collector Palghar for Divyang voters for State Election.

OTHER HIGH SPEED RAIL (HSR) CORRIDOR PROJECTS

Your Company has been entrusted the work to undertake preparation of Detailed Project Report (DPR) of following six new HSR corridors during the year, vide Ministry of Railway's letter no. 2019/ Infra/12/1 dated 13th November 2019:

- i) Delhi – Varanasi HSR (for 865 km);
- ii) Delhi – Ahmedabad HSR (for 886 km);
- iii) Mumbai – Nagpur HSR (753 km);
- iv) Mumbai – Hyderabad HSR (for 711 km);
- v) Chennai – Mysore HSR (for 435 km); and
- vi) Delhi – Amritsar HSR (For 459 km)]

After the close of the year, one additional work of DPR preparation for HSR Corridor from Varanasi – Howrah (760 km) has also been entrusted to your Company.

Steps taken by the Company for undertaking the DPR work with respect to these corridors are given below:

A. Delhi-Varanasi HSR

- i) The Company has **completed** the work of collection of publicly available maps and existing studies/ data and Desktop Study for preliminary route development, and has also procured the satellite imagery data for the detailed design of the proposed corridor.
- ii) The Company has appointed **consultant** for Ridership Study / Survey of Traffic Studies.

- iii) Basic **design** for OHE and Traction & Distribution Power Supply system is under preparation.

After the close of the financial year:

- i) the Company has appointed Consultant for obtaining inputs regarding (a) Rolling Stock, Rolling Stock Depots, Inspection & Maintenance Cars, Maintenance Depots and allied details; and (b) Signalling Communication, Operation Control Centre (OCC), Platform Screen Door (PSD) & Ticketing System / Automatic Fare Collection (AFC) systems; for preparation of DPRs.
- ii) Tenders for Aerial Lidar Survey & Final Location Survey; Environmental Impact Assessment; Preparation of GAD; and Data Collection & Associated Survey Work for preparation of DPR have been invited.
- iii) Work with respect to Utility Survey & Power Sourcing; Social Impact Assessment; Design & construction of track structure / super structure for 300 km of HSR speed; and Procurement of Signaling Simulation Software have been awarded.

B. Other Six HSR Corridors

Your Company has also initiated the work for other six corridors by awarding the work for Collection of publicly available maps and existing studies/ data and Desktop Study for preliminary route development.

After the close of the year, Consultant has been appointed for obtaining inputs regarding (a) Rolling Stock, Rolling Stock Depots, Inspection & Maintenance Cars, Maintenance Depots and allied details; and (b) Signalling Communication, OCC, PSD & Ticketing System / AFC systems; for preparation of DPRs. In addition, works with respect to Procurement of Signaling Simulation Software and Design & construction of track structure / super structure for 300 km of HSR speed have also been awarded.

FINANCIAL PROFILE

A. Performance with Financial Summary or Highlights

Your Company has yet to start its commercial operations. During the year, there has been no operating income however, your Company has earned interest income amounting to Rs. 78.26 crore.

Financial Performance Indicators:

(Rs. in crore)

Sl. No.	Particulars	2019-20	2018-19
1.	Operating income	Nil	Nil
2.	Other Income	78.26	68.27

Sl. No.	Particulars	2019-20	2018-19
3.	Profit before tax	70.41	62.95
4.	Profit after tax	55.92	46.10
5.	Net worth	7700.74	3124.48
6.	Transfer to Retained earnings	51.27	44.29

B. Foreign Exchange Earnings and Outgo

Your Company has earned no foreign exchange during 2019-20 except the foreign exchange outgo of Rs. 588.91 lakhs during the year.

C. Structure of Share Capital

The authorised share capital of your Company is Rs. 20,000 crore, to be contributed by the Government of India (GOI), Government of Gujarat (GOG), and Government of Maharashtra (GOM) in the ratio of 50:25:25 respectively.

As on 31st March 2020, the paid-up share capital of your Company stood at Rs. 7,580 crore which was contributed by GOI (i.e. Rs. 7,450 crore) and GOG (i.e. Rs. 130 crore).

COMPLIANCES

A. Under Companies Act, 2013

i) Deposits

Your Company did not accept any deposits from public during the financial year.

ii) Particulars of Inter-corporate loans, guarantees or investments

During the year, your Company has not granted any inter-corporate loans or given any guarantee or made any investment (secured or unsecured) in terms of the provisions of section 186 of the Companies Act, 2013.

iii) Disclosure of Related Party Transactions

Detailed related party disclosures are given under Note no. 32 to Financial Statements for 2019-20.

iv) During the period under review, your Company has not obtained any credit rating.

v) No dividend has been recommended for shareholders for 2019-20 since your Company is in construction phase and has yet to start commercial operations.

vi) During the period under review, there was **no change in the nature of business** of your Company.

- vii)** There are **no material changes and commitments** affecting the financial position of your Company which have occurred between the end of financial year to which the financial statements relate and the date of the report.
- viii)** During the period under review, **maintenance of Cost records** in accordance with the provisions of the Companies Act, 2013 is not applicable since your Company has yet to start its commercial operations and does not have any operational turnover.
- ix) Secretarial Standard compliance**
Your Company is complying with applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).
- x) Risk Management**
Your Company has commenced working on Mumbai Ahmedabad High-Speed Rail corridor. The project is at a pre-operative stage. The Company has been taking adequate steps in the process of risk identification, risk evaluation, risk management and mitigation on regular basis.

As far as risks associated to assets and certain liabilities are concerned, such risks are mitigated by obtaining insurance cover for adequate value for the assets from Insurance Agency apart from taking timely and recommended measures necessary for safeguarding the assets.

As regards financial risks, adequate internal control measures are adopted and the Company has engaged an external firm of experienced Chartered Accountants as Internal Auditors. Recommendations provided by Internal Auditors, Statutory Auditors and C&AG audit team for improvements in internal controls & measures are implemented from time to time.

- xi)** During the period under review, **no significant and material orders had been passed** by the regulators or courts or tribunals impacting the going concern status and company's operations in future.
- xii) Conservation of Energy and Green High Speed Rail**
Based on Energy Conservation Building Code (ECBC), provisions enabling conservation of energy have been included in technical specification of C-1 package [i.e. BKC Station, Mumbai]; C-6 package [i.e. viaduct and bridges between chainage 401.898 km to 489.467 km including Anand / Nadiad station]; and C-2 package [i.e. 21 Km long Undersea tunnel in Mumbai].

During the year, pilot version for Green High Speed Rail (HSR) rating has also been developed by Indian Green Building Council (IGBC) for the first time for any HSR project in India.



*External Finishing Works in progress at CONCOR Khodiyar
Warehouse 2, Sabarmati, Gujarat*

xiii) Technology Absorption

Your Company has formed a Trust, i.e. High Speed Rail Innovation Centre (HSR IC) to undertake research and development in relevant fields of High-Speed Rail technology by leveraging Indian technical capabilities so as to contribute to rail transportation, happier society and self-reliant nation through development of indigenous capabilities & cost-effective solutions. HSR IC had constituted an Advisory Council which includes persons of eminence from Academia and Research Institutes both from India and Abroad e.g. IITs, University of Tokyo. The Advisory Council has identified following major projects in the area of High-Speed Rail for further research and development:

1. Application Software based systems for automatic yard movement in future HSR and other similar applications.
2. Development of Indigenous Simulation Model of Traction Power Supply.
3. Development of Indigenous simulation model for design validation of OHE Pantograph interaction.
4. Design of Reinforced Earth (RE) Retaining wall & RE Abutments for HSR and Railway applications.
5. Detailed Study on Cement Asphalt Mortar (CAM) for High Speed Railway Track.
6. Optimization of HSR Viaduct design.
7. To study fire safety and fire retardant materials for HSR applications. Discussions are going on with Ahmedabad textiles Industry's Research Association for selection of fire retardant fabrics for HSR coach upholstery.

B. No Presidential directives has been received by your Company under Article 151 of the Articles of Association of the Company during 2019-20.

C. Right to Information Act (RTI)

Necessary updated information including the names of Appellate Authority, Public Information Officer, and Assistant Public Information Officer have been posted on the website of the Company in terms of the requirements of RTI Act, 2005.

RTI queries usually pertain to the land acquisition, recruitment, and general information about the bullet train project, etc., and are generally replied within the stipulated time. During the year, all the 76 applications received have been disposed off.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS.

The Board has adopted policies and procedures for ensuring orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures. The Company's internal control system is commensurate with its size, scale, and complexities of its operations.



Goliath Foundation Works at Bridge Workshop, Sabarmati, Gujarat

INFORMATION TECHNOLOGY DEVELOPMENT

During the year 2019-20, the Company revamped its website in addition to completion of backup storage server at Corporate Office at Delhi.

After the close of the year, intranet facility for the purpose of official use by the employees of the Company has been developed. The Company has also implemented Document Management System from Oracle (Unifier).

HUMAN RESOURCE (HR)

Your Company gives utmost importance to human resource. The HR policies of the Company are aimed at attracting and retaining the best available talent. The employees have either been recruited from PSU's, metro companies, private sector, or are generally drawn on deputation from Central / State Government Departments and Central / State PSUs, etc.

The manpower strength of the Company has increased from 212 (including 51 deputationists) as on 31st March 2019 to 302 (including 60 deputationists) as on 31st March 2020.

During the year, your Company has formulated policies on absorption and promotion including reviewing and amending various other policies/ rules for the benefit of all employees, organizing awareness cum health check-up camp for the benefit of employees, apart from continuing welfare measures like ergonomically designed workstations and chairs with lumbar support for staff; reduced noise and dust free environment at workplace; pool transport for staff; regular preventive health check-up facility for staff after the specified age; etc.

While promoting 'Fit India Movement' among the employees, your Company has organized for the first time, sports tournament in the month of February – March 2020 to promote team spirit and better co-ordination between employees posted at Corporate office as well as site offices. Employees enthusiastically participated in diverse indoor and outdoor sports activities like cricket, badminton, carrom, volleyball, chess, table-tennis, etc.

Your Company has also started imparting Japanese Language Proficiency Test (JLPT) in association with Japan Foundation for its employees.

Your Company is committed to provide congenial and safe atmosphere to women employees. To check the cases of sexual harassment & exploitation of women at workplaces, an Internal Complaints Committee under Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013 had been constituted. The Committee held meetings at fixed intervals. No complaint has been received by the Company during the financial year 2019-20.

Your Company nurtures and respects performance of its employees and encourages creativity and excellence. The Company also imparts regular national/ international training for professional development of its personnel. During 2019-20, 60 employees attended training under knowledge co-creation program at Japan and 78 employees attended domestic trainings organized by the Company in collaboration with various national and international institutions / bodies on topics ranging from General Management to technical subjects. Few women employees were also nominated for a specifically designed training course viz. 'Tapping your own potential – Enriching & Empowering within'.

During the year, the Company has instituted MD Award and Directors Award for recognizing meritorious work by employees.

VIGILANCE

Mr. H.L. Suthar, Executive Director / Design, had been nominated as part-time Chief Vigilance Officer

(CVO), for looking after the vigilance functions. He is being assisted by a team of two vigilance officials. After the close of the financial year, steps have been initiated to appoint a full-time CVO in the Company.

AWARDS AND RECOGNITION

To mark the 'Foundation day', series of events like drawing / painting competition, slogan writing competition, fun run of 5 kms by officials at Vadodara, a blood donation camp at Ahmedabad office, etc. were organized. These culminated in a function held on 12th February 2020 at Corporate Office in the august presence of Chairman Railway Board, Secretary Railway Board, and representatives from Japanese embassy in India, JICC, JICA and Japan Foundation in addition to Directors and Officials of the Company. A quarterly newsletter and brochure of the Company was also unveiled on this occasion.

In addition, the Company has got its **logo** registered under the Trade Marks Act, 1999, in July – August 2019.

VISION & MISSION

Your Company has adopted the following as its Vision and Mission:

I. Vision:

To provide safe, reliable and sustainable high speed rail services with technological excellence for improved quality of life and development of the nation.

II. Mission:

1. To provide an efficient, safe, sustainable and reliable transportation option to the customers' delight.
2. To connect people across the nation by constructing, operating, and maintaining the state-of-the-art high speed rail transport infrastructure.
3. To facilitate Assimilation, Indigenization, and Innovation of High Speed Rail Technology.



Slab & Column, Reinforcement and RCC work in progress at Administration Building of Bridge Workshop, Ahmedabad, Gujarat

BOARD COMMITTEES

A. Corporate Social Responsibility Committee

The Company has yet to start commercial operations and hence has not earned any operational profit during the financial year.

A Board level 'Corporate Social Responsibility Committee' known as 'CSR Committee', formed for the purpose of undertaking CSR works, has been re-constituted during the financial year and the present composition is Ms. Anju Ranjan, Nominee Director; as Chairperson of the CSR Committee (in place of Ms. Namita Mehrotra, Nominee Director) along with Mr. Rajendra Prasad, Director Project; and Mr. Arun Bijalwan, Director Finance; as its members, and Ms. Sumita Sharma, Company Secretary, as Secretary of the Committee.

During the year, two Committee meetings had been held on 21st June 2019 and 2nd August 2019 which was attended by all the then members of CSR Committee and CSR Nodal Officer of the Company, except for meeting held on 2nd August 2019 which could not be attended by Director Project.

The Company has already put up its Corporate Social Responsibility (CSR) policy at its official website in accordance with the provision of the Companies Act, 2013.

B. Other Committees

Your Company is not required to have independent directors on its Board being a joint venture unlisted public company in terms of section 149(4) of the Companies Act, 2013, read with Rule 4 (amended vide Ministry of Corporate Affairs notification dated 05.07.2017) of the Companies (Appointment of Directors and Qualification) Rules, 2014.

Accordingly, constitution of Audit Committee, Nomination & Remuneration Committee, and Stakeholders Relationship Committee is also not applicable in terms of sections 177 and 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014.

CORPORATE GOVERNANCE

The Company adheres to the true spirit of Corporate Governance and implement best governance practices through focus on transparency, accountability, ethical operating practices, and professional management.

BOARD OF DIRECTORS

A. Composition of Board

As on 31st March 2020, the Board of your Company comprises nine (9) directors i.e. five (5) whole-time directors [viz. Managing Director, Director Project, Director Finance, Director Rolling Stock, and Director Electrical & Systems] and three (3) nominee directors (including Part-time Chairman) from Ministry of Railways, and one (1) nominee director from Government of Gujarat.

B. Key Managerial Personnel

Managing Director, Director Project, Director Finance (and CFO), Director Rolling Stock, Director Electrical & Systems, and Company Secretary have been declared as Key Managerial Personnel by the Board of your Company, in terms of the provisions of the Companies Act, 2013.

C. Remuneration of Directors

Being a government company, the whole-time directors of your Company draw remuneration as per Industrial Dearness Allowance (IDA) / Central Dearness Allowance (CDA) pay scales, in accordance with the terms & conditions of their appointment issued by the Government.

The nominee directors, nominated by Government of India and participating State Governments (in case having share in the paid-up share capital of the Company), do not draw any remuneration from the Company for their role as director but draw their remuneration under Central Dearness Allowance (CDA) pay scales from the respective Government(s) as government officials.

D. Board Meetings and Attendance

The Board of Directors of your Company met four (4) times during the financial year 2019-20 i.e. on 1st July 2019, 5th August 2019, 27th November 2019, and 27th February 2020.

The attendance details of directors with respect to Board Meetings and Annual General Meeting (AGM) held during 2019-20 are:

Sl. No.	Name of Director	Designation	No. of Board Meetings		Attendance at the last AGM (held on 23.09.2019)
			Held during the tenure of Director	Attended	
1.	Mr. Vinod Kumar Yadav (DIN- 08346269) Chairman, Railway Board	Part-time Chairman (Nominated by Government of India)	4	4	Yes
2.	Mr. Achal Khare (DIN- 07576351)	Managing Director (Whole-time Director)	4	4	Yes
3.	Mr. Rajendra Prasad (DIN- 08006234)	Director Project (Whole-time Director)	4	4	Yes
4.	Mr. Arun Bijalwan (DIN- 08012372)	Director Finance (Whole-time Director)	4	4	Yes
5.	Mr. Vijay Kumar (DIN- 08205585)	Director Rolling Stock (Whole-time Director)	4	4	Yes

Sl. No.	Name of Director	Designation	No. of Board Meetings		Attendance at the last AGM (held on 23.09.2019)
			Held during the tenure of Director	Attended	
6.	Mr. Sandeep Kumar (DIN- 08206781)	Director Electrical & Systems (Whole-time Director)	4	4	Yes
7	Mr. Ravindra Nath Singh (DIN- 08488013), Principal Executive Director/ Infra, Railway Board	Part-time Director (Nominated by Government of India) (w.e.f. 19 th June 2019)	4	3	yes
8	Ms. Anju Ranjan (DIN- 06681154), Executive Director(F)/ Exp-I, Railway Board	Part-time Director (Nominated by Government of India) (w.e.f. 14 th October 2019)	2	1	Not Applicable
9	Mr. P. R. Patelia (DIN- 06480313) Chief Engineer (National Highways) & Addl. Secy., Roads & Building Department, Govt. of Gujarat	Part-time Director (Nominated by Government of Gujarat)	4	3	No
10	Mr. Sushant Kumar Mishra (DIN- 07869414), Secretary & Ex-PED/ Infra, Railway Board	Part-time Director (Nominated by Government of India) [Held Office from 25 th August 2017 to 14 th June 2019]	Not Applicable	Not Applicable	Not Applicable
11	Ms. Namita Mehrotra (DIN- 07916304), Ex-Executive Director (F)/ RM, Railway Board	Part-time Director (Nominated by Government of India) [Held Office from 25 th August 2017 to 17 th September 2019]	2	2	Not Applicable

Ms. Sumita Sharma, Company Secretary, attended all the board meetings and the AGM of the Company held during 2019-20.

CODE OF CONDUCT AND ETHICS

Your Company has put in place a Code of Conduct and Ethics for its Employees, Senior Management, and Board of Directors w.e.f. 1st June 2018 which enshrines guidance for dealing with work related issues and dilemmas in discharging official duties.

All the members of Board of Directors and Senior Management team have affirmed their compliance with the said Code of Conduct for the financial year 2019-20.

GENERAL BODY MEETINGS

- A. The third Annual General Meeting (AGM) of the Company for the financial year 2018-19 was held on 23rd September 2019 at 1100 hours at 2nd Floor, Committee Room, Ministry of Railways, Railway Board, New Delhi.
- B. The proposed 4th AGM of the Company for 2019-20 is scheduled to be held as per following details:
- Day - Monday
 - Date - 28th September 2020
 - Time - 1200 hours
 - Venue - Through Video Conferencing

COMPANY'S WEBSITE

The official website of the Company is www.nhsrcl.in. All major information pertaining to the Company, including Feasibility study reports, technical details of the project including status of the project, SIA / RAP and IPP reports, tenders, various vacancies & results of such vacancies, land acquisition compensation (for Maharashtra, Gujarat and Dadar & Nagar Haveli), etc. are available at the official website of your Company in different languages (apart from English language) viz. Hindi, Gujarati, Marathi, and Japanese.

The Annual Return of the Company is available at following link - <https://www.nhsrcl.in/en/about-us/annual-report>.

AUDITORS

A. Statutory Auditors

Comptroller & Auditor General of India has appointed M/s. Sehgal Mehta & Co., Practising Chartered Accountants, as Statutory Auditors of your Company for 2019-20 in terms of the provisions of the Companies Act, 2013.

B. Secretarial Auditor

Your Company has appointed Mr. Anil Anand, Practising Company Secretary, to undertake the Secretarial Audit of your Company for 2019-20 in terms of the provisions of the Companies Act, 2013.

C. Internal Auditors

Your Company has appointed M/s. K.G. Somani & Co., Practising Chartered Accountants, to conduct the internal audit of your Company for 2019-20 in terms of the provisions of the Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors of your Company confirms that:

- i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) such accounting policies had been selected and applied consistently and such judgments had

been made 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 and loss of the Company for that period;

- iii) proper and sufficient care had been taken 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;
- iv) annual accounts had been prepared on a going concern basis; and
- v) proper systems had been devised to ensure compliances with the provisions of all applicable laws and that such systems were adequate and operating effectively.

OTHER RELEVANT DOCUMENTS

The following reports / documents along with relevant annexures form an integral part of this report, in terms of the provisions of the Companies Act, 2013 read with rules thereto, and have been placed as Appendices numbered herein:

- | | |
|---|---------------------|
| 1. Report on Corporate Social Responsibility (CSR) Activities | Appendix – 1 |
| 2. Extract of Annual Return (in Form MGT-9) | Appendix – 2 |
| 3. Secretarial Audit Report | Appendix – 3 |

ACKNOWLEDGEMENT

We record our sincere gratitude to the Government of India, Government of Japan, Ministry of Railways, Ministry of External Affairs and other Ministries; Government of Maharashtra, Government of Gujarat, Ambassadors and Embassies of India and Japan; Passport Authority; NITI Aayog, Department of Industrial Policy and Promotion (DIPP), Officials from JETRO, Japan International Cooperation Agency (JICA), Japan International Consultants (JIC), JR East; Reserve Bank of India, our bankers, and various media channels for their continued support to the Company.

We also place on record our sincere appreciation for all the employees of the Company for their dedication and sincerity towards the Company.

For and on behalf of the Board of Directors

(Arun Bijalwan)
Director Finance
[DIN: 08012372]

(Achal Khare)
Managing Director
[DIN: 07576351]

Date : 01.09.2020
Place : New Delhi

REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

A brief outline of the Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

As a responsible corporate entity, the Company is committed to the concept of Corporate Social Responsibility (CSR) for the upliftment and betterment of society. The Company endeavours to conduct its business in a socially responsible manner by maintaining highest standards for ethics, inclusiveness, transparency and governance, through committed involvement of its employees / partners. The Company also works towards promoting sustainable development in the Country.

Your Company is having a CSR Policy since June 2019 which has been revised in the month of August 2019 to incorporate relevant amendments in line with the Companies (Amendment) Act, 2019. The revised CSR Policy of your Company is available at following **web-link** – http://nhsrcl.in/sites/default/files/2019-09/CSR-Policy_0.pdf

The objective of CSR policy is to undertake work in accordance with stakeholders' expectations in an outcome based and impact-oriented manner. Priority would be given to the under privileged, neglected and weaker sections of the society with preference to work for the habitants of districts where the Company is operating or districts contiguous thereto.

The Company has laid down a system for selection of CSR activities, whereby field level offices may recommend CSR proposal depending on local needs after interacting with stakeholders.

The Company has **constituted a Board level CSR Committee** (headed by a Nominee Director) in terms of provisions of the Companies Act, 2013. The said Committee is being assisted by a Nodal Officer and his team.

The CSR Committee monitors and ensures implementation of CSR agenda of the Company. A brief background on the constitution of Committee, its mandate, along with details of meetings held during 2019-20 are given in Directors' Report under the para "CSR".

Presently, the Committee is headed by Ms. Anju Ranjan, Nominee Director; along with Mr. Rajendra Prasad, Director Project and Mr. Arun Bijalwan, Director Finance; as its members.

Mr. Anjum Pervez, Officer on Special Duty, is the Nodal Officer for steering/ scrutinizing as well as reviewing and monitoring the implementation of approved CSR proposals.

The average net profit of your Company during the last three financial years [i.e. 2016-17 (comprising a period of 13 months and 18 days), 2017-18, and 2018-19] amounts to Rs. 3350.24 lakhs.

The CSR Budget for the financial year 2019-20 of your Company is Rs. 67 lakhs (i.e. 2% of the average net profits of the Company, amounting to Rs. 3350.24 lakhs, during the last three financial years).

Details of expenditure incurred on CSR activities by the Company are as under:

- a) Total amount to be spent during financial year - Rs. 67,00,000/-
(i.e. CSR Budget for 2019-20)
- b) Amount spent during 2019-20 - Rs. 21,34,648/-
- c) Manner in which the CSR amount [as mentioned in sl. no. (b) above] has been spent during 2019-20 is detailed below:

Sl. No.	CSR Project / Activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) State and district where projects or programs were undertaken	Amount outlay (budget) project or programs wise (in Rs.)	Amount spent on the projects or programs		Cumulative expenditure up to 2019-20 (in Rs.)	Amount spent (Direct / Through Implementing Agency)
					Direct Expenditure on projects (in Rs.)	Over-heads (in Rs.)		
1	Providing Mobile Medical Unit	Promoting Health Care [Sl. no. (i) of Schedule VII of the Companies Act, 2013]	Local Area -- Palghar District, Maharashtra	20,19,648	20,19,648	None	20,19,648	Direct
2	Distribution of masks, soaps and other essential food items	Promoting Health Care [Sl. no. (i) of Schedule VII of the Companies Act, 2013]	Local Area - Valsad District, Gujarat	1,15,000	1,15,000	None	1,15,000	Direct
			Total		21,34,648	--	21,34,648	

- d) Amount unspent (i.e. a – b) - Rs. 45,65,352/-

An amount of Rs. 45,65,352/- which **could not be spent during the financial year 2019-20**, would be carried forward to 2020-21 and spent along with the allocated CSR budget for 2020-21. The shortfall in expenditure has been due to the fact that the Company is at present engaged

in land acquisition for the project and as a part of the same, it has initiated number of Social Development Works in the affected districts to comply with the provision of various Acts and in accordance with the Entitlement Matrix framed by the Company. Majority of these activities, even though related to main work of land acquisition is akin to CSR works. Hence, the Company would spend CSR fund in a big way once the process of land acquisition is completed. Further, the Company would make all out effort to utilize its allocated CSR budget for the year 2020-21 (including the carried forward amount of 2019-20).

The CSR Committee confirms that the implementation and monitoring of the Corporate Social Responsibility Policy is in compliance with the CSR objectives and policy of the Company.

For and on behalf of the Board of Directors

(Arun Bijalwan)
Director Finance
& Member, CSR
Committee
[DIN: 08012372]

(Rajendra Prasad)
Director Project
& Member, CSR
Committee
[DIN: 08006234]

(Anju Ranjan)
Nominee Director,
NHSRCL &
Chairperson, CSR
Committee
[DIN: 06681154]

(Achal Khare)
Managing Director
[DIN: 07576351]

Date : 01.09.2020

Place : New Delhi

FORM NO. MGT 9 - EXTRACT OF ANNUAL RETURN**[As on 31.03.2020]****[Pursuant to Section 92 (3) of the Companies Act, 2013, and Rule 12(1) of the Company (Management and Administration) Rules, 2014]****I. REGISTRATION AND OTHER DETAILS**

- 1 Corporate Identity Number (CIN) : **U60200DL2016GOI291002**
- 2 Registration Date : **12th February 2016**
- 3 Name of the Company : **National High Speed Rail Corporation Limited**
- 4a) Category of the Company : **Public Company**
- 4b) Sub-category of the Company : **Government Company, Limited by Shares, and Company having share capital.**
- 5 Address of the Registered office & contact details : **Asia Bhawan, Second Floor, Road No. 205, Sector - 9, Dwarka, New Delhi - 110077
Ph. No.: 011-28070000/01
Fax No. : 011-28070150
Email id: comp.sec@nhsrcl.in**
- 6 Whether Listed Company (Yes/ No) : **No**
- 7 Name, Address & contact details of the Registrar & Transfer Agent, if any. : **Not Applicable¹**

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company are:

Sl. No.	Name and Description of Main Products / Services	NIC Code of the Product/ service	% to total turnover of the Company
1	Construction: Civil Engineering - construction of roads and railways - construction of utility projects	Section F Division 42 Group 421 Group 422	NIL*
2	Transportation and Storage: Land transport and transport via pipelines - Transport via Railways - other land Transport - Transport via Pipeline	Section H Division 49 Group 491 Group 492 Group 493	

* The Company is in construction stage and is yet to commence its commercial operations.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Not Applicable, since NHSRCL did not have any subsidiary or associate companies during the year.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):**i) Category-wise Share Holding**

Category of Shareholders		No. of Shares held at the beginning of the year				No. of Shares held at the end of the year ³				% Change during the year ³	
		Demat ¹	Physical	Total	% of Total Shares ³	Demat ¹	Physical	Total	% of Total Shares		
A.	Promoters	Nil				Nil					
(1)	Indian										
b)	Central Government ²		2,35,00,000	2,35,00,000	95.723		7,45,00,000	7,45,00,000	98.285	2.562	
c)	State Government(s)		10,50,000	10,50,000	4.277		13,00,000	13,00,000	1.715	-2.562	
	Sub-total (A) (1)		2,45,50,000	2,45,50,000	100		7,58,00,000	7,58,00,000	100	-	
(2)	Foreign										
	Sub-total (A) (2)		-	-							
	Total Promoter Shareholding (A) = (A)(1)+ (A)(2)		2,45,50,000	2,45,50,000	100		7,58,00,000	7,58,00,000	100	-	
B.	Public Shareholding	Nil									
(1)	Institutions										
(2)	Non-Institutions										
	Total Public Shareholding (B)= (B)(1)+(B)(2)	Nil									
C.	Shares held by Custodian for GDRs & ADRs	Nil									
	Grand Total (A + B + C)	Nil	2,45,50,000	2,45,50,000	100	Nil	7,58,00,000	7,58,00,000	100	-	

ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year ³			% change in share holding during the year ³
		No. of Shares	% of total Shares of the company ³	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
(A)	President of India and his twelve nominees ²	2,35,00,000	95.723	-	7,45,00,000	98.285	-	2.562
(B)	Governor of Gujarat	10,50,000	4.277	-	13,00,000	1.715	-	-2.562
	Total	2,45,50,000	100		7,58,00,000	100		

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

Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company ³	No. of shares	% of total shares of the company ³
(A)	<u>At the beginning of the year:</u>				
(1)	President of India	2,35,00,000	95.723	-	-
(2)	Governor of Gujarat	10,50,000	4.277	-	-
(B)	<u>Change in shareholding</u>				
(1)	Allotment of Shares to President of India on 01.07.2019	2,10,00,000	46.103	4,45,00,000	97.695
(2)	Allotment of Shares to President of India on 27.11.2019	2,00,00,000	30.395	6,45,00,000	98.024
(3)	Allotment of Shares to Governor of Gujarat on 27.11.2019	2,50,000	0.380	13,00,000	1.976
(4)	Allotment of Shares of President of India on 27.02.2020	1,00,00,000	13.193	7,45,00,000	98.285
(C)	<u>At the end of the year:</u>				
(1)	President of India	-	-	7,45,00,000	98.285
(2)	Governor of Gujarat	-	-	13,00,000	1.715
	Total			7,58,00,000	100

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Not Applicable⁴

v) Shareholding of Directors and Key Managerial Personnel (KMP): Not Applicable⁴

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due Total (i + ii + iii)				
Change in Indebtedness during the financial year - Addition - Reduction Net Change	NIL			
Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due Total (i + ii + iii)				

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors, and / or Manager:

(in Rs.)

Sl. No.	Particulars of Remuneration	Name of Whole-time Director					Total Amount
		Achal Khare, MD (through out 2019-20)	Rajendra Prasad, DP (through out 2019-20)	Arun Bijalwan, DF (through out 2019-20)	Vijay Kumar, DRS (through out 2019-20)	Sandeep Kumar, D(E&S) (through out 2019-20)	
1	Gross salary						
a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	48,14,249	34,98,225	30,95,462	33,26,586	30,46,195	1,77,80,717
b)	Value of perquisites u/s 17(2) of the Income-tax Act, 1961	10,72,271	9,65,338	8,19,114	6,59,139	9,17,781	44,33,643
c)	Profits in lieu of salary under section 17(3) of the Income- tax Act, 1961	-	-	-	-	-	-
2	Stock option	-	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-	-
4	Commission	-	-	-	-	-	-
5	Others, please specify:	-	-	-	-	-	-
	Total (A)	58,86,520	44,63,563	39,14,576	39,85,725	39,63,976	2,22,14,360

Ceiling as per the Act - Not Applicable⁵

B. Remuneration to other directors:

(in Rs.)

Sl. No.	Particulars of Remuneration	Name of Directors						Total Amount
1	Independent Directors Fee for attending board/ committee meetings	Not Applicable						0
		Total (B1)						0
2	Other Non-executive Directors	Vinod Kumar Yadav (through out 2019-20)	S.K. Mishra (Up to 14.06.2019)	R. N. Singh (w.e.f. 19.06.2019)	Namita Mehrotra (Up to 17.09.2019)	Anju Ranjan (w.e.f. 14.10.2019)	P.R. Patelia (through out 2019-20)	
	Fee for attending board/ committee meetings	NIL						0
		Total (B2)						0
		Total B [B1 + B2]						0

Overall ceiling as per the Act - Not Applicable⁵**C. Remuneration to Key Managerial Personnel other than MD/ Manager/ Whole Time Directors**

(in Rs.)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel Sumita Sharma, Company Secretary (throughout 2019-20)	Total Amount
1	Gross salary		
a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	22,63,580	22,63,580
b)	Value of perquisites u/s 17(2) of the Income-tax Act, 1961	3,63,840	3,63,840
c)	Profits in lieu of salary under section 17(3) of the Income- tax Act, 1961	-	-
2	Stock option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
5	Others, please specify:	-	-
	Total (C)	26,27,420	26,27,420

Ceiling as per the Act - Not Applicable⁵**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES : COMPANY / DIRECTOR/ OTHER OFFICERS IN DEFAULT**

Type	Section of the Companies Act, 2013	Brief Discription	Details of Penalty / Punishment/ Compounding fee imposed	Authority [RD/ NCLT/ Court]	Appeal made, if any (give details)
Company / Directors/ Other Officers in Default -- Penalty/ Punishment/ Compounding	NIL	NIL	NIL	NIL	NIL

Notes:

1. All the shares of the Company are held in physical form.
2. 7,44,99,988 equity shares of Rs. 1000/- each are held in the name of President of India, and one share of Rs. 1000/- is held by each of the twelve nominees (who are Government Officials from Ministry of Railways) of the President of India.
3. The Company has been established as a joint venture between Government of India, Government of Gujarat, and Government of Maharashtra with proposed equity participation of 50:25:25 respectively. The Company being in the nascent stage, equity contribution from JV partners/ promoters is being received from time to time.
4. All the shares of NHSRCL are held by Central Government in the name of the President of India and his 12 nominees (i.e. 7,45,00,000 equity shares), and by Government of Gujarat in the name of Governor of Gujarat (i.e. 13,00,000 equity shares).
5. Section 197 of the Companies Act, 2013, is exempt for government companies in terms of notification dated 5th June 2015 of the Ministry of Corporate Affairs.

For and on behalf of the Board of Directors

**(Arun Bijalwan)
Director Finance
[DIN: 08012372]**

**(Achal Khare)
Managing Director
[DIN: 07576351]**

**Date : 01.09.2020
Place : New Delhi**

CS ANIL ANAND
(Company Secretary in Practice)

351, Prakash Mohalla
East of Kailash
New Delhi – 110065
Ph: +91-9873925927
E-mail: csanilanand96@gmail.com

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2019

[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,
NATIONAL HIGH SPEED RAIL CORPORATION LIMITED
2nd Floor, Asia Bhawan, Road No. 205,
Sector-9, Dwarka, Delhi -110077

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by National High Speed Rail Corporation Limited (CIN: U60200DL2016GOI291002) (hereinafter called the company). Secretarial Audit was conducted in a manner that provides us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our 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 and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Company for the financial year ended on 31st March, 2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;

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

- (i) Secretarial Standard issued by Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Acts, rules, regulations and guidelines mentioned above subject to the following observations:

1. The provisions of Corporate Social Responsibility (CSR) are applicable to the Company. However, Company has not spent the entire amount of 2 percent of the average net profits during three immediate preceding financial years in 2019-20. The management has briefed that as required under the Act, the Board will in its report made under clause (o) of sub-section (3) of Section 134 specify the reasons for shortfall in spending towards Corporate Social Responsibility.

However, the Board of Directors have decided to carry forward the unspent amount of CSR for the Financial Year 2019-20 and will make all out effort to utilize the CSR unspent amount along with CSR Budget for FY 2020-21 in the FY 2020-21.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Directors as per Companies Act, 2013. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board/ Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance to the Directors for holding the Board Meetings during the year, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

As per the minutes of the meeting 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

- i. there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines, and
- ii. during the Audit period, there are no such specific events/actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards taken place.

The 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

Date: 01.09.2020
Place: New Delhi

(CS Anil Anand)
ACS-10328
C P No.:11295
UDIN No: A010328B000649527

CS ANIL ANAND
(Company Secretary in Practice)

351, Prakash Mohalla
East of Kailash
New Delhi – 110065
Ph: +91-9873925927
E-mail: csanilanand96@gmail.com

“Annexure A”

To,
The Members,
NATIONAL HIGH SPEED RAIL CORPORATION LIMITED
2nd Floor, Asia Bhawan, Road No. 205,
Sector-9 ,Dwarka Delhi - 110077

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

Management’s Responsibility

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.

Secretarial Auditor’s Responsibility

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretariat records. The verification was done on test basis to ensure that correct facts are reflected in Secretariat records. I believe that the process and practices, I followed provide a reasonable basis for my opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. We further report, that the compliance by the Company of applicable financial laws like Direct and Indirect tax laws has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.
6. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.

Disclaimer

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

(CS Anil Anand)
ACS-10328
C P No.:11295
UDIN No: A010328B000649527

Date: 01.09.2020
Place: New Delhi

FINANCIAL STATEMENT



SEHGAL MEHTA & CO. CHARTERED ACCOUNTANTS

10173/2, BLOCK NO. 15, ABDUL AZIZ ROAD
W.E.A., KAROL BAGH, NEW DELHI-110005
PHONE: 011-4506 4845, 4506 4846
Email :sehgalmehta@hotmail.com
sehgalmehta@gmail.com

Date....01.09.2020....

INDEPENDENT AUDITOR'S REPORT

To
THE MEMBERS OF
M/s NATIONAL HIGH SPEED RAIL CORPORATION LIMITED
Report on the Ind-AS Financial Statements

Opinion

We have audited the accompanying Ind-AS financial statements of M/s **NATIONAL HIGH SPEED RAIL CORPORATION LIMITED** ("the Company"), which comprise the Balance Sheet as at **March 31, 2020**, and 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 significant accounting policies and other explanatory information. (Herein after referred to as "Ind-AS financial statement").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind-AS financial statements give the information required by the Companies Act 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended as on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are Independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Management's Responsibilities for the 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 Ind-AS financial statements that give a true

and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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 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 for the audit of Financial Statements

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

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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the directions issued by the Comptroller and Auditor-General of India, in terms of sub-section (5) of section 143 of the Act, 2013 we give the compliance in “**Annexure -A**”
2. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the “**Annexure B**” a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
3. 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 purpose of our audit;
 - b) In our opinion proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Ind-AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with relevant Rules issued there under.
 - e) Being a Government company, section 164(2) of the Companies Act, 2013 regarding ‘whether any director is disqualified from being appointed as a director; is not applicable to the company in view of Notification No. G.S.R. 463(E) dated 05.06.2015 issued by the Ministry of Corporate Affairs.
 - 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 C**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting. And
 - g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our

information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its Ind-AS Financial Statements—Refer Note 33 to the financial statements;
- ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amount required to be transferred to the Investor Education and Protection Fund by the company.

4. **Assessment of COVID 19 impact**

We draw attention to Note 37, which describes the uncertainty arising from COVID 19 pandemic and impacting the company's operations and estimates related to impairment of assets, which are dependent on future developments regarding the severity and duration of the pandemic.

Our opinion is not modified in respect of this matter.

**For Sehgal Mehta & Co.
Chartered Accountants
FRN-003330N**

**(CA Pankaj Kumar Goyal)
Partner**

**M.No. 515717
UDIN: 20515717AAAABM8621**

**Date: 01.09.2020
Place: New Delhi**

“Annexure A” to the Independent Auditors’ Report

Annexure to the Independent Auditors' Report referred to in paragraph 1 under “Report on other legal and regulatory requirements” section of our report of even date on the financial statements of National High Speed Rail Corporation Limited for the Year ended 31st March, 2020.

Sl. No.	Directions	Auditor's Replies
(i)	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.	The company has system in place to process all the accounting transaction through IT system. All accounting transactions are accounted for through IT System and there is no financial implication on the integrity on the accounts.
(ii)	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.	Presently, there is no loan taken by the Company and hence, there is no case of restructuring, waiver or write off of debt or loan or interest etc.
(iii)	Whether funds received/ receivable for specific schemes from central/ state agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	No funds have been received for any specific schemes from central/ state agencies during the FY 2019-20. Hence there is no applicability for accounting / utilization of funds so received as per terms and conditions of disbursement.

**For Sehgal Mehta & Co.
Chartered Accountants
FRN-003330N**

**(CA Pankaj Kumar Goyal)
Partner
M.No. 515717
UDIN: 20515717AAAABM8621**

**Date: 01.09.2020
Place: New Delhi**

“Annexure B” to the Independent Auditors’ Report

Referred to in paragraph 2 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2020:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to information & explanation given to us, the records examined by us and based on the conveyance deed/ registered sale deed provided to us, we report that following lands & buildings acquired in the various states/ union territories of India which are yet to be registered in the name of company:-

1. In the state of Gujarat and Dadra Nagar and Haveli	
Particular	Unregistered Area of Land (in Hectares)
Land acquired from parties other than Government Lands	426.8077
Land acquired from Government/ Forest land	15.0124
2. In the state of Maharashtra	
Particular	Unregistered Area of Land (in Hectares)
Land acquired from parties other than Government Lands	4.1702
Land acquired from Government/ Forest land	33.9667

In respect of followings immovable properties of lands and buildings that have been taken on lease in the various states/ from Indian railways, lease agreements are yet to be registered in the name of company.

1. In the state of Gujarat and Dadra Nagar and Haveli	
Particular	Unregistered Area of Land (in Hectares)
Land acquired from Government/ Forest land	43.6784
2. In the state of Maharashtra	
Particular	Unregistered Area of Land (in Hectares)
Land acquired from Government/ Forest land	103.0818
3. Acquired from Indian Railways	
Particular	Unregistered Area of Land (in Hectares)
Land acquired from Indian Railways	127.50

- 2) Based upon the audit procedures performed and the information and explanations given by the management, the company does not have any inventory during the year under review. Accordingly, the provision of clause 3(ii) of the Order is not applicable to the company and hence not commented upon;
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3(iv) of the order is not applicable.
- 5) The Company has not accepted deposits during the year and does not have any unclaimed deposits as on March 31, 2020 and therefore, the provision of the clause 3 (v) of the order are not applicable to the company.
- 6) That Central Government has not prescribed maintenance of cost records under section (1) of section 148 of the Companies Act, 2013, in respect of the activities carried on by the company.
- 7)
 - (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Service Tax, Goods And Service Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2020 for a period of more than six months from the date on when they become payable.
 - (b) According to the information and explanation given to us, there are no dues of income tax, service tax, Goods And Service Tax outstanding on account of any dispute.
- 8) The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures. Accordingly, the provisions of clause 3(viii) of the Order are not applicable to the Company and hence not commented upon.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3(ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Section 197 and Schedule V of the Companies Act, 2013, relating to managerial remuneration, is not applicable on the company, being a government company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence are not commented upon.

- 13) According to the information and explanations given to us and based on our examination of the records of the company, transaction with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transaction have been disclosed in the Ind-AS financial statement as required by the applicable accounting standard.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company and hence not commented upon.

**For Sehgal Mehta & Co.
Chartered Accountants
FRN-003330N**

**(CA Pankaj Kumar Goyal)
Partner
M.No. 515717
UDIN: 20515717AAAABM8621**

**Date: 01.09.2020
Place: New Delhi**

Annexure - C to the Independent Auditors' Report

(Referred to in paragraph 3(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of National High Speed Rail Corporation Limited of even date)

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

We have audited the internal financial controls over financial reporting of **M/s National High Speed Rail Corporation Limited ("the Company")** as of 31 March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company 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, 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 internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 Ind-AS 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 31 March 2020, 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.

**For Sehgal Mehta & Co.
Chartered Accountants
FRN-003330N**

**(CA Pankaj Kumar Goyal)
Partner**

**M.No. 515717
UDIN: 20515717AAAABM8621**

**Date: 01.09.2020
Place: New Delhi**

NATIONAL HIGH SPEED RAIL CORPORATION LIMITED

Balance Sheet as at 31st March 2020



Amount (in ₹ Lakh)

Particulars		Note No.	As at 31st March 2020	As at 31st March 2019
I.	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment	3	3,53,956.33	1,08,125.63
	(b) Capital Work-In-Progress	4	1,23,325.24	38,443.67
	(c) Intangible Assets	5	9,360.57	8,336.43
	(d) Intangible Assets Under Development	5.1	1,220.86	-
	(e) Right of Use of Assets	5.2	729.65	-
	(f) Financial Assets	6		
	(i) Loans	6.1	297.99	287.56
	(g) Deferred Tax Assets (Net)	7	222.96	62.90
	(h) Other Non-Current Assets	8	2,30,537.51	79,852.47
			7,19,651.11	2,35,108.66
2	Current assets			
	(a) Financial Assets	9		
	(i) Cash and Cash Equivalents	9.1	13,255.08	55,278.36
	(ii) Bank Balances other than (i) above	9.2	53,000.00	32,300.00
	(iii) Loans	9.3	344.57	109.50
	(iv) Other Current Financial Assets	9.4	891.07	1,978.86
	(b) Current Tax Assets (Net)	19	343.02	224.84
	(c) Other Current Assets	10	319.32	1,000.80
			68,153.06	90,892.36
	Total Assets		7,87,804.17	3,26,001.02
II.	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share Capital	11	7,58,000.00	2,45,500.00
	(b) Other Equity	12	12,074.19	66,947.63
			7,70,074.19	3,12,447.63
2	Liabilities			
(i)	Non-current liabilities			
	(a) Financial Liabilities	13		
	(i) Others	13.1	10,655.24	10,012.78
	(b) Provisions-Non Current	14	417.63	218.03
	(c) Other Non Current Liabilities	15	14.56	0.99
			11,087.43	10,231.80
(ii)	Current liabilities			
	(a) Financial Liabilities	16		
	(i) Others	16.1	5,959.79	2,819.18
	(b) Other Current Liabilities	17	604.20	447.92
	(c) Provisions-Current	18	78.56	54.49
			6,642.55	3,321.59
	Total Equity and Liabilities		7,87,804.17	3,26,001.02

General Information 1
 Summary of Significant Accounting Policies 2
 Notes Forming part of the Financial Statements 1 to 40

This is the balance sheet referred to in our report of even date attached.

For Sehgal Mehta & Co.
 Chartered Accountants
 FRN: 003330N

For and on behalf of Board of Directors

Partner: CA Pankaj Kumar Goyal
 M. No.: 515717

(Achal Khare)
 Managing Director
 DIN: 07576351

(Arun Bijalwan)
 Director Finance
 DIN: 08012372

(Sumita Sharma)
 Company Secretary
 M No: FCS5250

Date : 01.09.2020
 Place: New Delhi

NATIONAL HIGH SPEED RAIL CORPORATION LIMITED

Statement of Profit and Loss for the year ended 31st March, 2020



Amount (in ₹ Lakh)

Particulars		Note No.	For the year ended 31st March 2020	For the year ended 31st March 2019
I	Revenue from Operations	-	-	-
II	Other Income	20	7,826.31	6,827.37
III	Total Revenue (I+II)		7,826.31	6,827.37
	Expenses			
	Employee Benefit Expenses	21	138.73	175.67
	Finance Cost	22	5.85	10.45
	Depreciation and Amortization Expense	23	15.34	10.73
	Other Expenses	24	625.37	335.35
IV	Total Expenses (IV)		785.29	532.20
V	Profit before exceptional items and tax (III - IV)		7,041.02	6,295.17
VI	Exceptional Items		-	-
VII	Profit before tax (V - VI)		7,041.02	6,295.17
VIII	Tax expense:			
	(1) Current tax	25	1,623.72	1,715.48
	(2) Deferred tax	25	(174.28)	(30.10)
IX	Profit/(Loss) for the period from continuing operations (VII-VIII)		5,591.58	4,609.79
X	Profit/(Loss) from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit/(Loss) from discontinued operations (X - XI)		-	-
XIII	Profit/(Loss) for the period (IX + XII)		5,591.58	4,609.79
XIV	Other Comprehensive Income			
	A. (i) Items that will be reclassified to Profit or Loss		-	-
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss		-	-
	B. (i) Items that will not be reclassified to Profit or Loss	26	56.49	(0.68)
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	26	(14.22)	0.20
XV	Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period		5,633.85	4,609.31
XVI	Earnings Per Equity Share: (For Continuing Operation)			
	(1) Basic (in Rs) (Nominal value of Share Rs 1,000)	27	9.54	26.59
	(2) Diluted (in Rs) (Nominal value of Share Rs 1,000)	27	9.54	26.59
XVII	Earnings Per Equity Share: (For Discontinuing Operation)			
	(1) Basic (in Rs) (Nominal value of Share Rs 1,000)		-	-
	(2) Diluted (in Rs) (Nominal value of Share Rs 1,000)		-	-
XVIII	Earnings Per Equity Share: (For Continuing and Discontinued Operation)			
	(1) Basic (in Rs) (Nominal value of Share Rs 1,000)	27	9.54	26.59
	(2) Diluted (in Rs) (Nominal value of Share Rs 1,000)	27	9.54	26.59

Notes Forming part of the Financial Statements 1 to 40

This is the Statement of Profit and Loss referred to in our report of even date attached.

For Sehgal Mehta & Co.
Chartered Accountants
FRN: 003330N

For and on behalf of Board of Directors

Partner: CA Pankaj Kumar Goyal
M. No.: 515717

(Achal Khare)
Managing Director
DIN: 07576351

(Arun Bijalwan)
Director Finance
DIN: 08012372

(Sumita Sharma)
Company Secretary
M No: FCS5250

Date : 01.09.2020
Place: New Delhi

NATIONAL HIGH SPEED RAIL CORPORATION LIMITED

Statement of Cash Flow for the year ended 31st March, 2020



Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
A. Cash Flow from Operating Activities		
Profit before exceptional items and tax	7,041.02	6,295.17
Adjustments for:-		
Depreciation	15.34	10.73
Interest on Income Tax	4.69	-
Interest Income	(7,789.11)	(6,804.51)
Other comprehensive item	56.49	(0.68)
Interest on Lease Liability	105.99	-
Operating Profit before operating capital changes	(565.58)	(499.29)
Adjustments for :-		
Decrease / (Increase) in Financial Assets-Others	(59.67)	317.45
Decrease / (Increase) in Other current Assets	681.48	(931.61)
Decrease/ (Increase) in Other Non Current assets	23.71	(3,451.75)
Decrease/ (Increase) in Financial Assets Loans	(245.50)	(175.53)
(Decrease) / Increase in Financial Liability-Others	2,976.28	11,817.79
(Decrease) / Increase in Provisions	223.67	252.35
(Decrease) / Increase in Other Current Liability	156.28	303.56
(Decrease) / Increase in Other Non Current Liability	13.57	0.97
	(2)	
Cash generated from operation	3,204.24	7,633.94
Income Tax Paid	(1,746.59)	(1,997.39)
Total Cash generated from Operating Activities	1,457.65	5,636.55
B. Cash Flow From Investing Activities		
Purchase of Property, Plant and Equipment's & Other Intangible Assets and CWIP	(332,396.58)	(145,849.59)
Capital Advances for Project Work and Capital Items	(150,708.75)	(69,494.48)
Increase in Bank Deposits	(20,700.00)	8,538.44
Interest Income	8,936.57	6,804.51
Net Cash used in Investing Activities	(494,868.76)	(200,001.12)
C. Cash Flow From Financing Activities		
Proceeds from Issue of Equity Share Capital	452,500.00	180,000.00
Share Application Money pending allotment	-	60,000.00
Share issue expense	(467.50)	(180.32)
Interest on Lease Liability	(105.99)	-
Payment for Lease Liability	(538.68)	-
Net Cash generated from Financing Activities	451,387.83	239,819.68
Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	(42,023.28)	45,455.11
Opening Cash & Cash Equivalents	55,278.36	9,823.25
Closing Cash & Cash Equivalents	13,255.08	55,278.36
Cash and Cash Equivalent Comprises of:		
Currency in Hand	-	-
Balances with banks:		
- Current Account	264.60	243.40
- In Flexi Account	5,405.80	5,025.48
- In Fixed Deposits with original maturity of 3 months or less than three months	7,571.20	50,000.00
In Imprest Account	13.48	9.48
Cash and Cash Equivalents as per Balance Sheet	13,255.08	55,278.36

Notes:-

The Statement of Cash Flows has been prepared under the Indirect method as set out in Ind AS-7 Statement of Cash Flows notified by Ministry of Corporate Affairs. Reconciliation of Liabilities arising from financing activities as on 31st March 2020 is presented in note 28(ii).

This is the Statement of Cash Flows referred to in our report of even date attached.

For Sehgal Mehta & Co.
Chartered Accountants
FRN: 003330N

For and on behalf of Board of Directors

Partner: CA Pankaj Kumar Goyal
M. No.: 515717

(Achal Khare)
Managing Director
DIN: 07576351

(Arun Bijalwan)
Director Finance
DIN: 08012372

(Sumita Sharma)
Company Secretary
M No: FCS5250

Date : 01.09.2020
Place: New Delhi

Statement of Changes in Equity for the year ended 31 March, 2020

A. Equity share capital			
Particulars		Number of shares	Amount (in ₹ Lakh)
Balance as at April 1, 2019		24,550,000	245,500.00
Issue of share capital during the year		51,250,000	512,500.00
Balance as at March 31, 2020		75,800,000	758,000.00

B. Other Equity				Amount (in ₹ Lakh)
Particulars	Reserves & Surplus		Share Application	Total
	General Reserve	Retained Earnings	Money Pending Allotment	
Balance at the beginning of the year	-	6,947.63	60,000.00	66,947.63
Changes in accounting policy or prior period errors	-	5.21	-	5.21
Restated balance at the beginning of the year	-	6,952.84	60,000.00	66,952.84
Profit for the year	-	5,591.58	-	5,591.58
Other Comprehensive Income for the year (net of income tax)	-	42.27	-	42.27
Total Comprehensive Income for the year	-	5,633.85	-	5,633.85
Share application money received during the period	-	-	452,500.00	452,500.00
Share issued during the year	-	-	(512,500.00)	(512,500.00)
Share issue expenses	-	(512.50)	-	(512.50)
Balance at the end of the year	-	12,074.19	-	12,074.19

This is the Statement of Changes in Equity referred to in our report of even date attached.

For Sehgal Mehta & Co.
Chartered Accountants
FRN: 003330N

Partner: CA Pankaj Kumar Goyal
M. No.: 515717

Date : 01.09.2020
Place: New Delhi

For and on behalf of Board of Directors

(Achal Khare)
Managing Director
DIN: 07576351

(Arun Bijalwan)
Director Finance
DIN: 08012372

(Sumita Sharma)
Company Secretary
M No: FCS5250

Statement of Changes in Equity for the year ended 31 March, 2019

A. Equity share capital				
Particulars	Number of shares		Amount (in ₹ Lakh)	
Balance as at April 1, 2018	6,550,000		65,500.00	
Issue of share capital during the year	18,000,000		180,000.00	
Balance as at March 31, 2019	24,550,000		245,500.00	
B. Other Equity				
Particulars	Reserves & Surplus		Share Application	Total
	General Reserve	Retained Earnings	Money Pending Allotment	
Balance at the beginning of the year	-	2,691.02	-	2,691.02
Changes in accounting policy or prior period errors	-	(172.38)	-	(172.38)
Restated balance at the beginning of the year	-	2,518.64	-	2,518.64
Profit for the year	-	4,609.79	-	4,609.79
Other Comprehensive Income for the year (net of income tax)	-	(0.48)	-	(0.48)
Total Comprehensive Income for the year	-	4,609.31	-	4,609.31
Share application money received during the period	-	-	240,000.00	240,000.00
Share issued during the year	-	-	(180,000.00)	(180,000.00)
Share issue expenses	-	(180.32)	-	(180.32)
Balance at the end of the year	-	6,947.63	60,000.00	66,947.63

This is the Statement of Changes in Equity referred to in our report of even date attached.

For Sehgal Mehta & Co.
Chartered Accountants
FRN: 003330N

For and on behalf of Board of Directors

Partner: CA Pankaj Kumar Goyal
M. No.: 515717

(Achal Khare)
Managing Director
DIN: 07576351

(Arun Bijalwan)
Director Finance
DIN: 08012372

(Sumita Sharma)
Company Secretary
M No: FCS5250

Date : 01.09.2020
Place: New Delhi

Notes to Financial Statements for the year ended 31st March 2020 (1 – 40)

1 General Information

National High Speed Rail Corporation Limited (NHSRCL) is a public limited company domiciled in India having registered office at 2nd Floor, Asia Bhawan, Road No.-205, Sector-9, Dwarka (South west Delhi) New Delhi-110077. The company was incorporated in India under the provisions of Companies Act, 2013 on 12th February 2016 with the object to Plan, design, develop, build, commission, maintain, operate and finance High Speed Rail Services between the state of Maharashtra & state of Gujarat and/or any other area either on its own or by taking over or leasing or otherwise of any other model and build new transit route of any mode or by combination of mode with all attendant infrastructure facilities, as may be approved by Ministry of Railways or Government of India or any other such competent authority.

2 Summary of Significant Accounting Policies

2.1 a) Statement of Compliance

The financial statements of the Company are being prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act 2013, read with the Companies (Indian Accounting Standards) Rules 2015 as amended from time to time.

b) Basis of Measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis, except for the following item that have been measured at fair value as required by relevant Ind-AS.

- i. Certain financial assets and liabilities measured at fair value.(Refer accounting policy regarding Financial Instruments at Note No. 2.21).
- ii. Defined benefit plan and plan Assets.

c) Use of estimates and judgment

The preparation of 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, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates includes future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment, Employee benefit expenses, provisions etc. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialized.

In order to enhance understanding of the financial statements, information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is as under:

- **Property, Plant and Equipment:** The useful lives and residual values are reviewed periodically along with depreciation method. The lives are based on historical experiences as well as anticipation of future events.

- **Provisions:** Provisions are determined based on estimation to settle the obligation at balance sheet date.
- **Contingent Liabilities/ Assets:** Contingent Liabilities/ Assets are disclosed based on judgement of management, are reviewed at each balance sheet date and are adjusted to reflect current management estimate.
- **Impairment test of non-financial assets:** The recoverable amount of Property, Plant and Equipment is determined based on judgement of assumptions of technical experts.
- **Recognition of Deferred Tax Assets:** Deferred Tax Asset is recognized based on the assessment of probability of future taxable income against which the deferred tax can be utilized.
- **Post-Employment Benefits :** Employee benefit obligation are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future development in discount rates, the rates of salary increase and inflation rate. The company consider that the assumption used to measure obligations are appropriate and documented. However, any changes in these assumption may have a material impact on the resulting calculations.

- (d) All financial information presented in Indian rupees and all values are rounded to the nearest lakhs except where otherwise stated.

Amount has been presented in Lakhs of Rupees. Any Discrepancies in the total are due to rounding off and would not need rectification.

2.2 Statement of Cash Flow

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

For the purpose of presentation in the Statement of Cash Flows, Cash and Cash equivalent includes Cash in hand, deposit held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdraft are shown within borrowings in current liabilities in the Balance Sheet.

2.3 Functional and presentation currency

Items Included in the Financial Statements are measured using the currency of primary economic environment in which the Company operates (Functional Currency). The financial statements are presented in Indian Rupee (INR), which is functional as well as presentation currency of company.

Foreign Currency

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of transaction.

Monetary items denominated in foreign currencies are translated at exchange rates as at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognized in profit or loss.

2.4 Property, plant and equipment

- (a) Property, plant and equipment are measured at cost less accumulated depreciation and

impairment losses, if any.

Cost of asset includes the following:

- i. Cost directly attributable to the acquisition of the assets.
 - ii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
- (b) Cost of replacement, major inspection, repair of significant parts is capitalized if the recognition criteria are met.
- (c) An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from continued use of assets. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in statement of profit or loss.

Depreciation & Amortization

- (a) Depreciation on Property, plant and Equipment is provided on Straight Line method (SLM) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.
- (b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.
- (c) **Assets given to employees:**
- i. **Assets given to employees:** Assets given to employees have been depreciated over the period of 3 years on SLM basis except mobile phone.
 - ii. **Mobile phone given to employees:** Assets given to employees have been depreciated over the period of 2 years on SLM basis.
 - iii. Reimbursement of Cost of Brief case and Landline instrument issued to employees on non returnable basis are charged to expense in the year of payment.
- (d) The estimated useful life of assets for current and comparative period of significant items of property plant and equipment (Other Than Assets given to Employees) are as follows:
- | | |
|---------------------|----------|
| Furniture & Fixture | 10 Years |
| EDP Assets | 3 Years |
| Office Equipment | 5 Years |
| Vehicles | 8 Years |
- (e) Leasehold improvements are amortized over the period of lease from the month in which such improvements are capitalized.
- (f) Depreciation methods, useful lives and residual values are reviewed at each reporting date.

2.5 Intangible Assets

1. Initial recognition and measurement

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

Intangible assets acquired by the Company are measured at cost on initial recognition. Subsequent measurement is done at cost less accumulated amortization and accumulated

impairment losses. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use.

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

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

2. Subsequent costs

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

3. Derecognition

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

2.6 Capital Work in Progress

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before Balance date are disclosed under capital work- in-progress.

Expenditure which can be directly identified with the Project undertaken by the company is debited to "Capital Work in Progress" under "Direct Project Expenditure. Indirect expenditure in the nature of employee benefits and indirect expenditure directly related to the project has been charged to project.

Income pertaining to construction period and other incidental income such as interest income (other than from temporary deployment of funds received by way of equity), sale of tender documents, etc. is adjusted against the expenditure during construction.

2.7 Land

1. Land is recognized as an asset on the basis of control, as required by the Framework for the preparation and presentation of financial statements in accordance with Indian Accounting Standards.
2. The land parcels handed over by the land owners including various government bodies and departments and taken possession by the company have been capitalized at the time of taking the possession of the land by the company or on making payment whichever is earlier without waiting for the registration of title deeds in the name of the company.
3. Enhanced compensation, if any, shall be booked as and when the payment is due since the amount cannot be estimated.
4. Cost of rehabilitation and resettlement and other expenses relating to land is added to the cost of land.
5. Payments made provisionally / corresponding effect of obligation provided towards cost or compensation related to the land including lease-hold land in possession, cost of acquisition of structures less sale proceeds of such structures demolished are treated as cost of the land or lease-hold land.
6. Payment made provisionally / corresponding effect of obligation provided towards land

- acquired on temporary basis is amortized over the possession period of the land.
7. Amount paid to Competent Authority for Land Acquisition (CALA) for buying land for the company is initially treated as Advance for Land (CALA). The disbursement there from through the CALA accounts directly to the landowners for the said purpose is adjusted as land cost and the balance shown as advance with CALA.

2.8 Provisions, Contingent Liabilities and Contingent Assets

- a) Provisions are recognized in respect of liabilities which can be measured only by using a substantial degree of estimates when:
- i. The Company has a present obligation as a result of a past event.
 - ii. Probable outflow of resources embodying economic benefits will be required to settle the obligation; and
 - iii. The amount of the obligation can be reliably estimated. Provisions are reviewed at each Balance Sheet date.

Discounting of Provisions

Where the effect of the time value of money is material the amount of a provision shall be the present value of the expenditure expected to be required to settle the obligation.

- b) Contingent Liabilities are disclosed in either of the following cases:
- i. A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
 - ii. A reliable estimate of the present obligation cannot be made; or
 - iii. A possible obligation unless the probability of outflow of resource is remote.

Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.

- c) Contingent assets are disclosed where an inflow of economic benefits is probable.

2.9 Revenue Recognition

a) Revenue from Contracts with Customers

- i. Revenue from contract with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.
- ii. Revenue is measured at the Fair Value of the consideration received or receivable.

b) Other Revenue Recognition

- i. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable using Effective Interest Rate Method.

2.10 Leases

i. As A Lessee

The Company Recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct cost incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use -asset or the end of the lease term. The estimated useful life of the right-of-use asset is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate.

The lease liability is measured at amortized cost using the effective interest method; it is remeasured when there is a change in future leases payments from a change in an index or rate. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right -of-use asset, or is recorded in the profit and loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company presents right-of-use asset that do not meet the definition of Investment property under the "Right of use Assets" and lease liabilities in "other financial liabilities" in the Balance Sheet.

Short term Lease and Leases of low value assets.

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

ii. As A Lessor

When the Company acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Company makes an overall assessment of whether the lease transfers substantially all the risk and rewards incidental to the ownership of the underlying asset. If this is the case, then the lease is a finance lease, if not then it is an operating lease. As part of the assessment, the Company considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

If an arrangement contains lease and non-lease components, the Company applies Ind AS-115 "Revenue from contract with customers" to allocate the consideration in the contract.

The Company recognizes lease payments received under operating lease as income on a straight-line basis over the lease term as part of "Other Income".

2.11 Impairment of non-financial assets

In accordance with Ind AS-36 on Impairment of Assets, the carrying amounts of Company's assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated as the higher of the Fair Value less cost to sell and the value in use. An impairment loss is recognized in Statement of Profit and Loss whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement

of Profit and Loss.

2.12 Borrowing Cost

Borrowing cost incurred on the funds borrowed specifically for the project and identified therewith is capitalised up to the time of commissioning of the project or part thereof and thereafter charged to revenue to the extent assets are under commercial operation.

2.13 Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, and short-term compensated absences, LTC etc. are recognized in the period in which the employee renders the related service.

b) Long Term Employee Benefits

i. The obligation for long-term employee benefits such as long-term compensated absences & half pay leave is recognized in the same manner as in the case of defined benefit plans as mentioned in (c)(ii) below.

c) Post-Employment Benefits

i. Defined contribution plans: The Company makes defined contribution to the Regional Provident Fund Commissioner in respect of provident fund scheme, CGIS and employee state insurance scheme. The contribution paid/ payable under the schemes is recognized during the period in which the employee renders the related service.

ii. Defined benefit plans: Gratuity is a post-employment defined benefit plan. The liability recognized in the balance sheet is the present value of the defined benefit obligation at the balance sheet date less fair value of plan assets. The defined benefit obligation is calculated by an independent actuary using projected unit credit (PUC) method.

d) Retirement benefits

Retirement benefits of the 'staff on deputation' have been accounted for on the basis of the guidelines of the Ministry of Railways.

e) Re-measurements

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions related to defined benefit plans such as gratuity are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of Changes in Equity and in the balance sheet.

2.14 Current income tax

- i. Tax expense for the year comprises of current Income tax and deferred tax.
- ii. Current tax is measured at the amount expected to be paid to the tax authorities using the applicable tax rates.
- iii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.
- iv. Current tax related to OCI Items is recognized in Other Comprehensive Income (OCI).

2.15 Deferred tax

In accordance with the Indian Accounting Standard (IndAS 12) "Income Taxes" issued by the Institute of Chartered Accountants of India:

- i. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively

- enacted at the reporting date.
- ii. Deferred income tax asset is recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- iii. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.
- iv. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

2.16 Earnings Per Share

1. Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue and share split.
2. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

2.17 Preliminary Expenses

All Preliminary Expenses are recognised as an expense when it is incurred.

2.18 Dividend to equity holders

Dividend paid/ payable is recognized in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

2.19 Events occurring after Balance Sheet Date

Events occurring after Balance Sheet date are considered in the preparation of financial statements in accordance with Ind AS 10 (Contingencies and Events Occurring After Balance Sheet Date).

2.20 Fair Value Measurement

Company measures certain financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

2.21 Financial instruments: -

a) Initial Recognition:

Financial Assets and Liabilities are recognized when the company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial

liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

b) Subsequent measurement

Financial Assets

Financial assets are classified in following categories:

i. At Amortised Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these 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.

ii. Fair Value through Other Comprehensive Income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets 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.

iii. At Fair Value through Profit and Loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

Financial Liabilities

Financial liabilities are classified in following categories:

i. Financial liabilities at Amortized Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money etc. are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

ii. Financial liabilities at Fair Value Through Profit & Loss (FVTPL)

The company has not designated any financial liabilities at FVTPL.

c) De-recognition:

i. Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

ii. Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another liability 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 a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of profit or loss.

d) Impairment of financial assets:

Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/ expense in the statement of profit and loss.

2.22 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn, and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortised once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 105 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had that asset not been classified as held for sale, and (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

2.23 Prior Period Adjustments

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated unless it is impracticable, in which case, the comparative information is adjusted to apply the new accounting policy prospectively from the earliest date practicable.

Prepaid Expenses

Prepaid Expenses upto Rs 5,00,000/- in each case are treated as expenditure / income of the year and accounted for to the natural head of accounts.

Note:- 3 Property, Plant and Equipment

Particulars	Amount (in ₹ Lakh)							Total
	Free Hold Land	Lease Hold Land	Lease Hold Improvements	Furniture & Fixtures	Motor Vehicles	EDP Assets	Office Equipment	
Gross Carrying Amount								
1st April 2018								
Additions	34.08	-	341.23	46.97	47.92	112.36	73.53	656.09
Disposals/Adjustments	102,235.10	4,491.24	1.51	206.27	27.10	554.84	234.25	107,750.31
				(0.78)	-	-	(3.34)	(4.12)
At 31st March 2019	102,269.18	4,491.24	342.74	252.46	75.02	667.20	304.44	108,402.28
Additions	221,342.83	23,887.08	330.06	259.44	-	236.07	278.40	246,333.88
Disposals/Adjustments			(31.21)	(6.76)	0.00	(7.58)	(13.63)	(59.18)
At 31st March 2020	323,612.01	28,378.32	641.59	505.14	75.02	895.69	569.21	354,676.98
Accumulated Depreciation and Impairment								
1st April 2018								
Depreciation charge for the year	-	-	25.75	2.50	2.98	12.83	5.07	49.13
Disposals/Adjustments	-	-	54.23	20.96	7.57	105.94	39.54	228.24
			-	(0.36)	0.00	0.00	(0.36)	(0.72)
At 31st March 2019			79.98	23.10	10.55	118.77	44.25	276.65
Depreciation charge for the year	-	-	76.60	57.36	8.91	206.03	113.07	461.97
Disposals/Adjustments	-	-	(5.21)	(3.47)	0.00	(3.71)	(5.58)	(17.97)
At 31st March 2020			151.37	76.99	19.46	321.09	151.74	720.65
Net Carrying Value								
At 31st March 2020	323,612.01	28,378.32	490.22	428.15	55.56	574.60	417.47	353,956.33
At 31st March 2019	102,269.18	4,491.24	262.76	229.36	64.47	548.43	260.19	108,125.63

Note 3.1 -- Addition to Freehold land/Leasehold Land includes Land Acquisition Cost and expenses relating to Land Acquisition & facilitation. In some case, Land is freehold and title yet to be transferred in the name of company. Value of land includes leasehold land acquired from Government of India/ Ministry of Railways/ State Government/ Local Authorities etc.of Rs. 28,378.32 Lakhs. However, in some cases, lease terms are yet to be finalised.

Note 3.2 -- Expense related to Land has been allocated to Freehold Land, Leasehold Land and Right for Using Land in proportionate to Addition made to respective head of land during the year.

Note:- 4
Capital Work-In-Progress

Particulars	Amount (in ₹ Lakh)
At 1st April 2018	8,765.90
Additions (subsequent expenditure)	144,932.87
Adjustments	(115,255.10)
At 31st March 2019	38,443.67
Additions (subsequent expenditure)	331,135.78
Adjustments	(246,254.21)
At 31st March 2020	123,325.24

Note 4.1 -- Details of Capital Work in Progress

Particulars	FY 2018-19		FY 2019-20		As at 31.3.2020	
	Balance as at 1st April 2018	Additions	Adjustments	As at 31.3.2019		Additions
Construction/Procurement Cost	50.99	3,061.81	-	3,112.80	15,545.53	18,658.33
Land (Note 4.1.2)	34.08	115,221.01	(115,255.10)	-	246,254.21	-
Utility Shifting	355.29	13,391.86	-	13,747.15	51,790.42	65,537.57
Consulting Service Cost	5,129.76	3,637.70	-	8,767.46	3,687.18	12,454.64
Preliminary Project Expenditure	1,230.69	1,522.49	-	2,753.18	1,248.65	4,001.83
Incidental Project expenditure	1,981.39	8,167.48	-	10,148.87	12,785.88	22,934.75
Less: Sale of Tender & other Income	(16.30)	(69.48)	-	(85.78)	(176.09)	(261.87)
Total	8,765.90	144,932.87	(115,255.10)	38,443.68	331,135.78	123,325.24

Note 4.1.1 -- Company has taken opinion of Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) for capitalisation of indirect expenses during construction period, the company has allocated the expense accordingly.

Note 4.1.2 -- Land has been reclassified as Property, Plant and Equipment and Right for Use of land under intangible assets as applicable.

Note:- 5 Intangible Assets

Particulars	Amount (in ₹ Lakh)		
	Software	Right for Use of Land	Total
Gross Carrying Amount			
At 1st April 2018	30.72	-	30.72
Additions	166.56	8,194.18	8,360.74
Disposals/Adjustments	-	-	-
At 31st March 2019	197.28	8,194.18	8,391.46
Additions	11.45	1,324.79	1,336.24
Disposals/Adjustments	-	-	-
At 31st March 2020	208.73	9,518.97	9,727.70
At 1st April 2018	2.14	-	2.14
Amortisation charge for the year	48.40	4.49	52.89
Disposals/Adjustments	-	-	-
At 31st March 2019	50.54	4.49	55.03
Amortisation charge for the year	67.42	244.68	312.10
Disposals/Adjustments	-	-	-
At 31st March 2020	117.96	249.17	367.13
Net Carrying Value			
At 31st March 2020	90.77	9,269.80	9,360.57
At 31st March 2019	146.74	8,189.69	8,336.43

Note 5.1 -- Intangible Assets Under Development

Particulars	Amount (in ₹ Lakh)	
	As at 31st March 2020	As at 31st March 2019
Intangible Assets Under Development	1,220.86	-
Total	1,220.86	-

Note 5.2 -- Right of Use of Assets

Particulars	Amount (in ₹ Lakh)		
	Building	Vehicle	Total
Gross Carrying Amount			
At 1st April 2019			
Adjustment on transition of Ind AS-116	1,038.61	208.71	1,247.31
Additions During the year	22.32	30.84	53.15
Disposals/Adjustments	-	-	-
At 31st March 2020	1,060.93	239.54	1,300.47
Accumulated Depreciation and Impairment			
At 1st April 2019			
Depreciation charge for the year	508.93	61.89	570.82
Disposals/Adjustments	-	-	-
At 31st March 2020	508.93	61.89	570.82
Net Carrying Value			
At 31st March 2020	552.00	177.65	729.65
At 31st March 2019	-	-	-

Note:- 6 Financial Assets

Note 6.1 -- Loans

Particulars	Amount (in ₹ Lakh)	
	As at 31st March 2020	As at 31st March 2019
Unsecured, Considered Good		
House Building Advance (HBA) Loan to Employee	26.18	27.01
Security Deposit	271.81	260.55
Total	297.99	287.56

Note:- 7**Deferred Tax Assets (Net)**

Particulars	Amount (in ₹ Lakh)	
	As at 31st March 2020	As at 31st March 2019
A. Deferred Tax Liabilities		
Property, Plant and Equipment	8.54	30.36
Total of Deferred Tax Liabilities	8.54	30.36
B. Deferred Tax Assets		
Preliminary Expenses	118.11	17.26
Provision for Employee Benefits	113.39	76.00
Total of Deferred Tax Assets	231.50	93.26
Net Deferred Tax (Liability)/ Assets	222.96	62.90

Movement in Deferred Tax Asset/(Liability)

Particulars	Amount (in ₹ Lakh)			
	Preliminary Expenses	Property, Plant and Equipment	Employee Benefit Expenses	Total
Opening balance as at 1st April 2018	34.19	(7.41)	5.82	32.60
Charged/(credited) during the year				
To Profit & Loss	(16.93)	(22.95)	69.98	30.10
To other comprehensive income	0.00	0.00	0.20	0.20
Closing balance as at 31st March 2019	17.26	(30.36)	76.00	62.90
Charged/(credited) during the year				
To Profit & Loss	100.85	21.82	51.61	174.28
To other comprehensive income	-	-	(14.22)	(14.22)
Closing balance as at 31st March 2020	118.11	(8.54)	113.39	222.96

Note:- 8**Other Non-Current Assets**

Particulars	Amount (in ₹ Lakh)	
	As at 31st March 2020	As at 31st March 2019
a) Capital Advances		
Advances for Fixed Assets	12.40	2.50
Advance For Land Acquisition	53,700.00	3,775.05
Advance For Others	1,76,769.58	75,995.68
b) Others		
Prepaid Expenses	-	3.78
Fair value adjustment-Security Deposit*	42.90	62.50
Fair value adjustment-House Building Advance (HBA)**	12.63	12.96
Total	2,30,537.51	79,852.47

* It represents the unamortised portion of difference between Fair value and transaction value of security deposit.

** It represents the unamortised portion of difference between Fair value and transaction value of House Building Advance (HBA) Loan.

Note:- 9**Financial Assets-Current****Note 9.1 -- Cash and Cash equivalents**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Currency in Hand	-	-
Balances with banks:		
– In Current Account	264.60	243.40
– In Flexi Account	5,405.80	5,025.48
In Imprest Account	13.48	9.48
Fixed Deposits (with original maturity of 3 months or Less than 3 Months)	7,571.20	50,000.00
Total	13,255.08	55,278.36

Note 9.2 -- Bank Balances other than Cash and Cash Equivalents

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Fixed Deposits (with original maturity of More than 3 Months up to 12 months)	53,000.00	22,300.00
Fixed Deposits (with original maturity of More than 12 Months)	-	10,000.00
Total	53,000.00	32,300.00

Note 9.3 -- Loans

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Unsecured, Considered Good		
House Building Advance (HBA) Loan to Employee	3.82	3.82
Security Deposit	340.75	105.68
Total	344.57	109.50

Note 9.4 -- Other Current Financial Assets

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Interest Accrued but not due on Term & Fixed deposits	769.26	1,916.72
Other Receivables	32.89	1.22
Interest Receivable-Rites Sabarmati	88.92	60.92
Total	891.07	1,978.86

Note:- 10**Other Current Assets**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Advances other Than Capital Advance		
Advances For Expenses	5.35	7.92
Others		
Prepaid Expenses	51.11	971.41
Fair value adjustment-Security Deposit*	19.40	19.31
Fair value adjustment-House Building Advance (HBA)**	1.20	1.16
Advance-HSR Innovation Trust	3.52	1.00
Expenditure on New HSR projects***	238.74	-
Total	319.32	1,000.80

* It represents the unamortised portion of difference between Fair value and transaction value of Security Deposit.

** It represents the unamortised portion of difference between Fair value and transaction value of House Building Advance (HBA).

*** Ministry of Railway has assigned work for preparation of DPR's for New High Speed Rail Corridors, Expenditure incurred on the same is considered in other current assets pending finalisation of terms and conditions with Ministry of Railways.

Note:- 11**Equity Share Capital**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Authorised share capital		
20,00,00,000 Equity Shares of Rs 1000 each	2,000,000.00	2,000,000.00
(As at 31 March 2019, 20,00,00,000 Equity shares of Rs. 1000 each)	<u>2,000,000.00</u>	<u>2,000,000.00</u>
Issued/Subscribed and Paid up Capital	758,000.00	245,500.00
7,58,00,000 Equity shares of Rs. 1000 each		
(As at 31 March 2019, 2,45,50,000 Equity shares of Rs 1000 each)	<u>758,000.00</u>	<u>245,500.00</u>

Note 11.1 -- Reconciliation of the number of equity shares and share capital

Particulars	As at 31st March 2020		As at 31st March 2019	
	No. of shares	Amount (₹ in Lakhs)	No. of shares	Amount (₹ in Lakhs)
Issued/Subscribed and Paid up equity Capital outstanding at the beginning	24,550,000	245,500.00	6,550,000	65,500.00
Add: Shares Issued during the period	51,250,000	512,500.00	18,000,000	180,000.00
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	75,800,000	758,000.00	24,550,000	245,500.00

Note 11.2 -- Rights, Preference and restrictions attached to shares

The Company has only one class of equity shares referred to as equity shares having at par value of Rs 1,000/-. Each holder of one equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. During the Year ended 31st March 2020, dividend declared for distribution to equity shareholders was Nil.

Note 11.3 -- Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Name of the shareholder	As at 31st March 2020		As at 31st March 2019	
	No. of shares	% of holding	No. of shares	% of holding
Equity shares				
Ministry of Railway, Govt. of India & its Nominees	7,45,00,000	98.28%	2,35,00,000	95.72%
Government of Gujarat	13,00,000	1.72%	10,50,000	4.28%
Total	7,58,00,000	100.00%	2,45,50,000	100.00%

Note:- 12**Other Equity**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Retained Earnings (Refer Note 12.1)	12,074.19	6,947.63
Share Application Money Pending allotment (Refer Note 12.2)	-	60,000.00
Total	12,074.19	66,947.63

Note 12.1 -- Retained Earnings

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Opening Balance	6,947.63	2,518.64
Add: Profit during the period	5,591.58	4,609.79
Less: Share Issue Expenses	(512.50)	(180.32)
Add: Prior Period Adjustment	5.21	-
Add: Other comprehensive income arising from remeasurement of defined benefit obligation net of income tax	42.27	(0.48)
Closing Balance	12,074.19	6,947.63

Nature and Purpose of Reserves:**(a) Retained Earnings**

Retained Earnings represents the undistributed profits of the Company.

Note 12.2 -- Share Application Money Pending allotment

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Opening Balance	60,000.00	-
Add: Share Application Money Received during the period	4,52,500.00	2,40,000.00
Less:- Share Issued During the Year	(5,12,500.00)	(1,80,000.00)
Closing Balance	-	60,000.00

Note:- 13**Financial Liabilities- Non Current****Note 13.1 -- Other Financial Liabilities**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Advance from Ministry of Railways (Refer Note 13.1.1)	10,000.00	10,000.00
Security Deposit	463.18	12.78
Lease Liabilities	192.06	-
Total	10,655.24	10,012.78

Note 13.1.1 -- Ministry of Finance has signed agreement with JICA for availing loan for MAHSR Project. MOR has released a sum of Rs 100 crore as advance against avilment of JICA Loan. The terms and conditions for service and repayment of advance between NHSRCL and MOR is under consideration as on the date of balance sheet.

Note:- 14**Provisions-Non Current**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Provision for Gratuity	107.11	40.45
Provision for Leave Encashment	231.44	88.43
Provision for Baggage/settlement Allowance	15.95	13.04
Provision for LTC	63.13	76.11
Total	417.63	218.03

Note:- 15**Other Non Current Liabilities**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Fair Value Adjustment in Security Deposits	14.56	0.99
Total	14.56	0.99

Note:- 16**Financial Liabilities- Current****Note 16.1 -- Other Financial Liabilities**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Other Payables	4,380.75	2,173.39
Salary Payable	7.39	39.47
Security Deposit	1,001.93	606.32
Lease Liabilities	569.72	-
Total	5,959.79	2,819.18

Note:- 17**Other Current Liabilities**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Statutory Dues	577.28	446.99
Fair Value Adjustment in Security Deposits	26.92	0.93
Total	604.20	447.92

Note:- 18**Provisions-Current**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Provision for CSR Expenditure	45.65	-
Provision for Gratuity	0.37	0.17
Provision for Leave Encashment	9.93	10.23
Provision for LTC	9.77	11.53
Provision for Post Retirement Medical Benefits	12.84	32.56
Total	78.56	54.49

Note:- 19**Current Tax Assets (Net)**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020	As at 31st March 2019
Current Tax Assets		
Provision for current Tax	(1,621.12)	(1,715.34)
Advance Tax and Tax deducted at source	1,746.59	1,940.18
Income Tax Refundable Previous Year	217.55	-
Total	343.02	224.84

Note:- 20**Other Income**

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Interest Income		
Interest Income on FDR's	7,700.65	6,688.90
Interest Income -Flexi Account	34.50	54.69
Interest Income -Others	53.96	60.92
Interest Income of HBA Loan to employee	3.17	7.90
Interest income on Financial Assets	23.84	14.26
Other Non-Operating Income		
Amortisation of Financial liabilities	10.19	0.70
Total	7,826.31	6,827.37

Note:- 21**Employee Benefit Expenses**

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Salaries, Wages & Bonus	5,323.29	3,612.32
Contribution to Provident and Other Funds	440.12	233.40
Gratuity	-	-
Leave Encashment	-	-
Staff Welfare Expenses	760.66	665.14
Total	6,524.07	4,510.86
Less: Transferred to CWIP	(6,385.34)	(4,335.19)
Total	138.73	175.67

Note 21.1 -- Company has taken opinion of Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) for capitalisation of indirect expenses during construction period, the company has allocated the expense accordingly.

Note:- 22**Finance Cost**

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Interest on Tax	4.87	10.45
Unwinding of Interest on Security Deposit	9.93	0.68
Interest on lease liability	105.99	-
Total	120.79	11.13
Less: Transferred to CWIP	(114.94)	(0.68)
Total	5.85	10.45

Note:- 23**Depreciation and Amortization Expense**

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Depreciation on Tangible Assets (Refer Note-3)	461.96	228.25
Amortisation of Intangible Assets (Refer Note-5)	312.11	52.89
Depreciation of Right of Use Assets (Refer Note-5.1)	570.82	-
Total	1,344.89	281.14
Less: Transferred to CWIP	(1,329.55)	(270.41)
Total	15.34	10.73

Note 23.1 -- Company has taken opinion of Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) for capitalisation of indirect expenses during construction period, the company has allocated the expense accordingly.

Note:- 24**Other Expenses**

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Office Rent (Refer Note No-24.1)	489.26	658.79
Duties, Rates & Taxes	62.04	52.85
Repair Maintenance & other	159.34	164.78
Power & Fuel	102.78	63.70
Travelling Expenses	1,154.30	1,009.86
Payment to Auditors (Refer Note No-24.3)	2.61	1.58
Legal & Professional Fees	108.51	77.82
Printing & Stationery	73.64	50.96
Communication Expenses	89.34	73.15
Books & Periodicals	9.36	9.69
Entertainment on Guest	45.40	41.84
Miscellaneous Expenses	696.83	348.47
House Keeping Expenses	263.20	162.45
Outsourcing of manpower	1,600.81	646.46
Advertisement Expenses	71.84	95.85
Website Development Charges	30.07	18.68
CSR Expenses	67.00	-
Total	5,026.33	3,476.93
Less: Transferred to CWIP	(4,400.96)	(3,141.58)
Total	625.37	335.35

Note 24.1 -- Office Rent has been reduced in Current Year as compared to Previous Financial Year due to recognition of Rights in Current Year as per IndAS 116. In Current Year payment of lease rent of Rs.570.35 lakh has been treated as payment of leased liabilities arising on adoption of IndAS 116 {Refer Note No. 39(vii)(b)}.

Note 24.2 -- Company has taken opinion of Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) for capitalisation of indirect expenses during construction period, the company has allocated the expense accordingly.

Note 24.3 -- Details of Payment to Auditors

Particulars	Amount (in ₹ Lakh)	
	For the year ended 31st March 2020	For the year ended 31st March 2019
Payment to Auditors		
Audit Fee	2.50	1.50
Out of Pocket Expenses	0.11	0.08
Total	2.61	1.58

Note:- 25 Income Tax Expense

Particulars	Amount (in ₹ Lakh)	
	For the year ended 31st March 2020	For the year ended 31st March 2019
Current Income Tax:		
Current income tax charge	1,621.12	1,715.34
Previous Year Income Tax	2.60	0.14
Deferred Tax:		
In respect of the current year	(174.28)	(30.10)
Total	1,449.44	1,685.38
Income Tax Expense in Other comprehensive income		
		Amount (in ₹ Lakh)
Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Deferred Tax:		
In respect of the current year	14.22	(0.20)
	14.22	(0.20)
Total Tax Expense	1,463.66	1,685.18

Reconciliation between Tax Expense and the Accounting Profit :		
Particulars	Amount (in ₹ Lakh)	
	For the year ended 31st March 2020	For the year ended 31st March 2019
Accounting profit before tax from continuing operations	7,041.02	6,295.17
Accounting profit before income tax	7,041.02	6,295.17
At India's statutory income tax rate of 25.168% (P.Y. 29.12%)	1,772.08	1,833.15
Tax effect of amounts which are not deductible (taxable) in calculating Taxable income		
Ind AS Adjustment (Net)	(5.66)	-
Interest paid on late deposit of Tax	1.23	0.26
Preliminary expenses not allowed in previous assessment year	(13.91)	(16.09)
Adjustments for Share Issue expenses	(26.81)	(1.17)
Deferred tax adjustment due changes in tax rate	(160.05)	(30.30)
Adjustment of depreciation	(119.93)	(101.00)
Adjustments for Share Issue expenses	-	0.19
Corporate Social Responsibility	14.11	-
Impact of Tax rate changes and others	-	-
Previous Year income tax expense	2.60	0.14
	1,463.66	1,685.18
Income tax expense reported in the statement of profit and loss (relating to continuing operations)	1,463.66	1,685.18
Effective Tax Rate	20.79%	26.77%

Note:- 26**Components of Other Comprehensive Income (OCI)**

Amount (in ₹ Lakh)

Particulars	FVTOCI Reserve	
	For the year ended 31st March 2020	For the year ended 31st March 2019
Remeasurement of Defined benefit plans	56.49	(0.68)
Total	56.49	(0.68)
Tax on Remeasurement of Defined benefit plans	(14.22)	0.20
Total	(14.22)	0.20

Note:- 27**Earnings per share (EPS)**

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
	(₹ per share)	(₹ per share)
Basic EPS		
From Continuing operation (Refer Note 27.1)	9.54	26.59
From Discontinuing operation (Refer Note 27.1)	-	-
Diluted EPS		
From Continuing operation (Refer Note 27.2)	9.54	26.59
From Discontinuing operation (Refer Note 27.2)	-	-

Note 27.1 -- Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Profit attributable to equity holders of the company:		
From Continuing operations (₹ in Lakhs)	5,591.58	4,609.79
From Discontinuing operation (₹ in Lakhs)	-	-
Earnings used in calculation of Basic Earning Per Share (₹ in Lakhs)	5,591.58	4,609.79
Weighted average number of shares for the purpose of basic earnings per share (Number of shares in Lakhs)	586.08	173.35
From Continuing operation	9.54	26.59
From Discontinuing operation	-	-

Note 27.2 -- Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Amount (in ₹ Lakh)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Profit attributable to equity holders of the company:		
From Continuing operations (₹ in Lakhs)	5,591.58	4,609.79
From Discontinuing operation (₹ in Lakhs)	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	5,591.58	4,609.79
From Continuing operation	9.54	26.59
From Discontinuing operation	-	-

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	For the year ended 31st	For the year ended 31st
	March 2020	March 2019
Weighted average number of shares for the purpose of basic earnings per share (Number of shares in Lakhs)	586.08	173.35
Effect of Dilution :	-	-
Weighted average number of shares for the purpose of Diluted earnings per share (Number of shares in Lakhs)	586.08	173.35

Note:- 28

(i) Capital Management

The company's objective is to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders. Company does not have any borrowings as at 31st March 2020.

Further, company manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. No changes were made in the objectives, policies or processes of managing capital during the year ended 31st March 2020.

(ii) Reconciliation of Liabilities arising from financing activities as on 31st March 2020

Amount (in ₹ Lakh)

Particulars	Lease Liabilities	Equity Share Capital	Stamp Duty Payable
Balance at 1st April, 2019	-	245,500.00	55.00
Recognition on Adoption of Ind AS-116	1,247.32	-	-
Restated Balance at 1st April, 2019	1,247.32	245,500.00	55.00
Cash flows:-			
-Payment	(644.69)	-	(467.50)
-Proceeds	-	452,500.00	-
Non-Cash:-			
- Addition during the year	53.16	-	512.50
- Fair Value	105.99	-	-
- Share application money recognised as equity share capital	-	60,000.00	-
Balance at 31st March, 2020	761.78	245,500.00	100.00

Note:- 29**Fair Value Measurements****(i) Financial Instruments by Category**

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020			As at 31st March 2019		
	FVTPL*	FVTOCI**	Amortized Cost	FVTPL*	FVTOCI**	Amortized Cost
Financial Assets						
(i) Security Deposits	-	-	612.56	-	-	366.23
(ii) HBA Loan to Employees	-	-	30.00	-	-	30.83
(iii) Cash and Cash Equivalents	-	-	13,255.08	-	-	55,278.36
(iv) Bank Balances Other than (iii) Above	-	-	53,000.00	-	-	32,300.00
(v) Others	-	-	891.07	-	-	1,978.86
Total Financial Assets	-	-	67,788.71	-	-	89,954.28
Financial Liabilities						
(i) Security Deposits	-	-	1,465.11	-	-	619.10
(ii) Advance from Ministry of Railway	-	-	10,000.00	-	-	10,000.00
(iii) Lease liabilities	-	-	761.78	-	-	-
(iv) Others	-	-	4,388.14	-	-	2,212.86
Total Financial Liabilities	-	-	16,615.03	-	-	12,831.96

*Fair Value through Profit & Loss

**Fair value through Other Comprehensive Income

(ii) Assets and liabilities which are measured at amortized cost for which fair values are disclosed.

Amount (in ₹ Lakh)

Particulars	As at 31st March 2020		As at 31st March 2019	
	Carrying Value	Fair value	Carrying Value	Fair value
Financial Assets				
Security Deposit	612.56	766.91	366.23	374.69
Employee's Loans	30.00	30.48	30.83	31.35
Total Financial Assets	642.56	797.39	397.06	406.04
Financial Liabilities				
Security Deposit	1,465.11	1,459.35	619.10	617.17
Total Financial Liabilities	1,465.11	1,459.35	619.10	617.17

- The carrying amounts of Short term Security Deposit, cash and cash equivalents and other short term receivables and other payables are considered to be same as their fair values, due to short term nature.
- The fair value of long term security deposits were calculated on the cash flows discounted using current market rate. They are classified as level-3 of fair values hierarchy due to inclusion of unobservable inputs.

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. Derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at fair value on recurring basis and at amortised cost:

Quantitative disclosures of fair value measurement hierarchy for financial assets as on 31 March 2020:-

Amount (in ₹ Lakh)				
Particulars	Level 1	Level 2	Level 3	Total
Financial Assets measured at Amortised Cost for which fair value are disclosed:				
Security Deposits	-	-	766.91	766.91
Employee's Loans	-	-	30.48	30.48
	-	-	797.39	797.39

Quantitative disclosures of fair value measurement hierarchy for financial liabilities as on 31 March 2020:-

Amount (in ₹ Lakh)				
Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities measured at Amortised Cost for which fair value are disclosed:				
Security Deposits	-	-	1,459.35	1,459.35
	-	-	1,459.35	1,459.35

Quantitative disclosures of fair value measurement hierarchy for financial assets as on 31 March 2019:-

Amount (in ₹ Lakh)				
Particulars	Level 1	Level 2	Level 3	Total
Financial Assets measured at Amortised Cost for which fair value are disclosed:				
Security Deposits	-	-	374.69	374.69
Employee's Loans	-	-	31.35	31.35
	-	-	406.04	406.04

Quantitative disclosures of fair value measurement hierarchy for financial liabilities as on 31 March 2019:-

Amount (in ₹ Lakh)				
Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities measured at Amortised Cost for which fair value are disclosed:				
Security Deposits	-	-	617.17	617.17
	-	-	617.17	617.17

**Note:- 30
Financial Risk Management**

The Company is exposed to various risk in relation to financial instruments. The Company is expose to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the companies policies and risk objectives, which are summarized below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk and foreign currency risk. The company does not have any interest rate risk since the company does not have any loans/borrowings as on reporting date.

b) Foreign Currency Risk

The exchange fluctuation is due to import of services for project related work from outside India. Company does not have any hedging instruments to cover foreign exchange risk.

c) Credit risk

Credit risk refers to the risk of defaults on its obligation by the counterparty resulting in a financial loss. The company is exposed to credit risk for various financial instruments for example advance to employees, security deposits and other receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets.

d) Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved counterparty on the basis of the financial quotes received from the counterparty.

e) Liquidity risk

The Company liquidity needs are monitored on the basis of monthly projections. The company principal source of liquidity are cash and cash equivalents arising from issue of share capital.

Company manage our liquidity needs by continuously monitoring cash inflows and by maintaining adequate cash and cash equivalents. Net cash requirement are compared to available cash in order to determine any shortfalls. Short term liquidity requirements consists mainly of expenses payable for project related work, employees dues, security deposits and retention money arising during the normal course of business as of each reporting date. We maintain a sufficient balance in cash and cash equivalents to meet our short term liquidity requirements.

Note:- 31**Estimates and assumptions**

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year:

a) Fair valuation measurement and valuation process

The fair values of financial assets and financial liabilities are measured using the valuation techniques including DCF model. The inputs to these methods are taken from observable markets where possible, but where this it is not feasible, a degree of judgement is required in arriving at fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

b) Taxes

Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which losses can be utilized. Significant management judgement is required to determine the amount of deferred tax asset that can be recognized, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

c) Useful lives of property, plant and equipment

The estimated useful lives of property, plant and equipment are based on number of factors including the effects of obsolescence, demand, competition, and other economic factors. The Company reviews the useful life of property, plant and equipment at the end of each reporting date. Telephone instrument is treated as consumable in books of accounts, due to this opening value of Telephone instrument of Rs. 3.63 lakhs (Net of Depreciation) is recognised in statement of profit and loss.

d) Leases

Company uses its estimation in determining whether or not contract contains a lease, extension option of the lease agreement and termination option of the lease agreement will exercised or not. Further company uses estimation in calculating the appropriate discount rate to use and lease term of the leases.

Note:- 32**Related Party Disclosure****Note 32.1 -- Related Parties****Note 32.1.1 -- Key managerial Personnel of the entity**

Name	Position
Achal Khare	Managing Director (Whole Time Director)
Vinod Kumar Yadav	Part Time Chairman
S.K. Mishra (Upto 14.06.2019)	Part Time (Official) Director
Ravindra Nath Singh (w.e.f. 19.06.2019)	Part Time (Official) Director
Namita Mehrotra (Upto 17.09.2019)	Part Time (Official) Director
Anju Ranjan (w.e.f. 14.10.2019)	Part Time (Official) Director
Prabhatkumar Ramanlal Patelia	Part Time (Official) Director
Rajendra Prasad	Director Project (Whole Time Director)
Arun Bijalwan	Director Finance (Whole Time Director)
Vijay Kumar	Director Rolling Stock (Whole Time Director)
Sandeep Kumar	Director Electrical & Systems (Whole Time Director)
Sumita Sharma	Company Secretary

Note 32.1.2 -- Other Related Party

Name of other related party	Nature of Relationship
NHSRCL Employees Group Gratuity Trust	Post Retirement Benefit Trust
NHSRCL Medical Trust	Post Retirement Benefit Trust
HSR Innovation Centre Trust	Research and Development Trust

Note 32.2 -- Transaction and Balances of related parties**Note 32.2.1 -- Compensation of Key Managerial personnel :**

The remuneration of directors and other members of key management personnel during the year was as follows:

Particulars	Amount (in ₹ Lakh)	
	For the year ended 31st March 2020	For the year ended 31st March 2019
Short Term Benefits	248.42	202.05
Post-employment benefits	57.65	20.04
Other long-term benefits	20.24	11.50
	326.31	233.59

Note 32.2.2 -- Transaction with Trusts

Particulars	Amount (in ₹ Lakh)	
	For the year ended 31st March 2020	For the year ended 31st March 2019
NHSRCL Employees Group Gratuity Trust	-	1.00
NHSRCL Medical Trust	32.56	1.00
HSR Innovation Centre Trust	3.52	1.00
	36.08	3.00

Note 32.3 -- Transactions with the related Government Entities

Apart from transactions reported above, the company has transactions with related Government entities which included but not limited to the following:-

Name of Government:- Ministry of Railways, Government of India (Significant Control over Entity) & Government of Gujarat

Certain Significant transactions during FY 2019-20 & 2018-19:

Particulars	Amount (in ₹ Lakh)			
	For the year ended 31st March 2020		For the year ended 31st March 2019	
	Ministry of Railway (MoR)	Government of Gujarat	Ministry of Railway (MoR)	Government of Gujarat
Amount received towards Equity Share Capital	450,000.00	2,500.00	230,000.00	10,000.00
Advance from Ministry of Railways as Externally Aided Project	-	-	10,000.00	-
Payment made towards Railway Land/ Utility shifting and other allied works	(6,831.20)	-	(16,056.77)	-

Note:- 33**Contingent liability****(i) Capital Commitment**

The Amount of works to be executed on capital account and not provided for (net of advances) as at 31.03.2020 is Rs 95,301.63 Lakhs (Previous Year Rs 84033.71 Lakhs).

(ii) Claims against the company not acknowledge as debts is Rs. Nil (Previous Year Rs Nil).

Note:- 34

The company has accounted for the employee's benefit expenses in accordance with Ind AS 19 "Employee Benefits" notified by the Ministry of Corporate Affairs, Government of India. The summarised position of Defined Contribution Plans, Defined Benefit Plans and other Long term benefit plans recognised in the Statement of Profit and Loss and Balance sheet as per Ind AS 19 are as under-

a) Defined Contribution Plans

Particulars	Amount (in ₹ Lakh)	
	2019-20	2018-19
The Company recognised the following amounts in Statement of Profit and Loss for the year		
Employer Contribution to Provident Fund etc.	187.83	118.79

b) Defined Benefit Plans and other Long term Benefit plans**Note 34.1 -- Gratuity and Leave Encashment****Note 34.1.1 -- Plan Liability**

Particulars	Amount (in ₹ Lakh)			
	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present value of obligation as at the end of the period	108.52	241.37	42.62	98.66

Note 34.1.2 -- Service Cost

Particulars	Amount (in ₹ Lakh)			
	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	58.43	130.52	36.89	85.93
Past Service Cost including curtailment Gains/Losses	-	-	-	-
Gains or Losses on Non routine settlements	-	-	-	-
Total Service Cost	58.43	130.52	36.89	85.93

Note 34.1.3 -- Net Interest Cost

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Interest Cost on Defined Benefit Obligation	3.26	7.56	0.37	1.18
Interest Income on Plan Assets	(0.08)	-	-	-
Net Interest Cost (Income)	3.19	7.56	0.37	1.18

Note 34.1.4 -- Change in Benefit Obligation

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present value of obligation as at the beginning of the period	42.62	98.66	4.86	15.31
Interest Cost	3.26	7.56	0.37	1.18
Service Cost	58.43	130.52	36.89	85.93
Past Service Cost including curtailment Gains/Losses	-	-	-	-
Benefits Paid	-	(6.82)	(0.18)	(0.27)
Total Actuarial (Gain)/Loss on Obligation	4.20	11.46	0.68	(3.49)
Present value of obligation as at the End of the period	108.52	241.37	42.62	98.66

Note 34.1.5 -- Bifurcation of Actuarial Gain/ Loss on Obligation

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	0.05	0.12	-	-
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	10.12	23.26	0.14	0.65
Actuarial (Gain)/Loss on arising from Experience Adjustment	(5.97)	(11.92)	0.54	(4.14)

Note 34.1.6 -- Actuarial Gain/ Loss on Plan Asset

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Expected Interest Income	0.08	-	-	-
Actual Income on Plan Asset	0.04	-	0.00	-
Actuarial gain /(loss) for the year on Asset	0.04	-	0.00	-

Note 34.1.7 -- Change in Net value of obligation:

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening Balance	40.62	98.66	4.85	15.31
Interest Cost	3.19	7.56	0.37	1.18
Current service cost	58.43	130.52	36.89	85.93
Past Service Cost including curtailment Gains/Losses	-	-	-	-
Benefit paid	-	(6.82)	(0.18)	(0.27)
Contribution to Trust	-	-	(1.00)	-
Other Adjustment *	1.00	-	(1.00)	-
Actuarial (Gain)/ Loss on obligation	4.24	11.46	0.68	(3.49)
Closing Balance	107.48	241.37	40.62	98.66

* During Financial Year 2018-19, Expenses of Gratuity was over-stated by Rs 1 Lakh which is being adjusted in Current Financial Year i.e. 2019-20.

Note 34.1.8 -- Change in fair value of Plan Assets

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Fair value of Plan Assets at the beginning of the year	1.00	-	-	-
Expected return on Plan Assets	0.03	-	0.00	-
Employer's contribution	-	-	1.00	-
Benefit Paid	-	-	-	-
Actuarial (loss)/ gain on Obligations	-	-	-	-
Closing Balance	1.04	-	1.00	-

Note 34.1.9 -- Amount Recognised in Balance Sheet

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Estimated Present Value of obligations as at the end of the year	108.52	241.37	41.62	98.66
Fair value of Plan Assets as at the end of the Year	(1.04)	-	(1.00)	-
	107.48	241.37	42.63	98.66
Current	0.37	9.93	0.17	10.23
Non Current	107.11	231.44	42.45	88.43

Note 34.1.10 -- Expenditure recognised in the Statement of Profit & Loss

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	58.43	130.52	36.89	85.93
Past Service Cost including curtailment Gains/Losses	-	-	-	-
Interest Cost	3.19	7.56	0.37	1.18
Net Actuarial (Gain) / Loss recognized in the year	-	11.46	-	(3.49)
Total expenses recognized in the Statement of Profit and Loss	61.62	149.54	37.26	83.62

Note 34.1.11 -- Expenditure recognised in Other Comprehensive Income

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Net cumulative unrecognized actuarial gain/ (loss) opening	-	-	-	-
Actuarial gain/ (loss) for the year on PBO	(4.20)	-	(0.68)	-
Actuarial gain/ (loss) for the year on the assets	(0.04)	-	-	-
Unrecognized Actuarial gain/ (loss) at the end of the year	(4.24)	-	(0.68)	-

Note 34.1.12 -- Bifurcation of PBO at the end of year in current and non current

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current liability (Amount due within one year)	0.37	9.93	0.17	10.23
Non-Current liability (Amount due over one year)	108.15	231.45	42.45	88.43
Total PBO at the end of year	108.52	241.38	42.62	98.66

Note 34.1.13 -- Bifurcation of Net (liability)/ Assets

Amount (in ₹ Lakh)

Particulars	2019-20		2018-19	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current liability	(107.48)	-	(41.62)	-
Non-Current liability	-	-	-	-
Total PBO at the end of year	(107.48)	-	(41.62)	-

Note 34.2 -- Leave Travel Concession (LTC) , Baggage Allowance, Post Retirement Medical Benefits

Note 34.2.1 -- Plan Liability

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Present value of obligation as at the end of the period	72.90	15.95	47.20	87.64	13.04	33.56

Note 34.2.2 -- Service Cost

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Current Service Cost	45.09	10.66	15.20	-	11.42	24.70
Past Service Cost including curtailment	-	-	-	-	-	8.86
Gains/Losses	-	-	-	-	-	-
Gains or Losses on Non routine settlements	-	-	-	-	-	-
Total Service Cost	45.09	10.66	15.20	-	11.42	33.56

Note 34.2.3 -- Net Interest Cost

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Interest Cost on Defined Benefit Obligation	6.71	1.00	2.57	-	-	-
Interest Income on Plan Assets	-	-	(0.08)	-	-	-
Net Interest Cost (Income)	6.71	1.00	2.49	-	-	-

Note 34.2.4 -- Change in Present Benefit Obligation

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Present value of obligation as at the beginning of the period	87.64	13.04	33.56	-	-	-
Interest Cost	6.71	1.00	2.57	-	-	-
Service Cost	45.09	10.66	15.20	-	11.42	24.70
Past Service Cost	-	-	-	-	1.62	8.86
Benefits Paid	(19.40)	-	-	-	-	-
Total Actuarial (Gain)/Loss on Obligation	(47.14)	(8.74)	(4.13)	-	-	-
Present value of obligation as at the End of the period	72.90	15.95	47.20	-	-	33.56

Note 34.2.5 -- Actuarial (Gain)/ Loss on Obligation

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Actuarial (Gain)/Loss on arising from Change in Demographic Assumption	0.00	0.01	0.00	-	-	-
Actuarial (Gain)/Loss on arising from Change in Financial Assumption	2.82	1.49	3.82	-	-	-
Actuarial (Gain)/Loss on arising from Experience Adjustment	(49.97)	(10.24)	(7.96)	-	-	-

Note 34.2.6 -- Actuarial (Gain)/Loss on Plan Asset

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Expected Interest Income	-	-	0.08	-	-	-
Actual Income on Plan Asset	-	-	0.79	-	-	0.00
Actuarial gain / (loss) for the year on Asset	-	-	0.72	-	-	0.00

Note 34.2.7 -- Amount Recognised in Balance Sheet

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Estimated Present Value of obligations as at the end of the year	72.90	15.95	47.20	87.64	13.04	33.56
Fair value of Plan Assets as at the end of the Year	-	-	(34.36)	-	-	1.00
Net Liability/ (Net Assets) recognized in Balance Sheet	72.90	15.95	12.84	87.64	13.04	32.56

Note 34.2.8 -- Expenditure recognised in the Statement of Profit & Loss

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Current Service Cost	45.09	10.66	15.20	87.64	13.04	33.56
Past Service Cost including curtailment	-	-	-	-	-	-
Gains/Losses	-	-	-	-	-	-
Interest Cost	6.71	1.00	2.49	-	-	-
Net Actuarial (Gain) / Loss recognized in the year	-	-	-	-	-	-
Total expenses recognized in the Statement of Profit and Loss	51.80	11.66	17.69	87.64	13.04	33.56

Note 34.2.9 -- Expenditure recognised in Other Comprehensive Income

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Net cumulative unrecognized actuarial gain/ (loss) opening	-	-	-	-	-	-
Actuarial gain/ (loss) for the year on PBO	47.14	8.74	4.13	-	-	-
Actuarial gain/ (loss) for the year on the assets	-	-	0.72	-	-	-
Unrecognized Actuarial gain/ (loss) at the end of the year	47.14	8.74	4.85	-	-	-

Note 34.2.10 -- Change in fair value of Plan Assets

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Fair value of Plan Assets at the beginning of the year	-	-	1.00	-	-	-
Expected return on Plan Assets	-	-	0.79	-	-	0.00
Employer's contribution	-	-	32.56	-	-	1.00
Benefit Paid	-	-	-	-	-	-
Actuarial (loss)/ gain on Obligations	-	-	-	-	-	-
Closing Balance	-	-	34.36	-	-	1.00

Note 34.2.11 -- Change in Net value of obligation:

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Opening Balance	87.64	13.04	32.56	-	-	-
Interest Cost	6.71	1.00	2.49	-	-	(0.00)
Current service cost	45.09	10.66	15.20	87.64	11.42	33.56
Past Service Cost including curtailment Gains/ Losses	-	-	-	-	1.62	-
Benefit paid	(19.40)	-	-	-	-	-
Contribution to Trust	-	-	(32.56)	-	-	(1.00)
Actuarial (Gain)/ Loss on obligation	(47.14)	(8.74)	(4.85)	-	-	-
Closing Balance	72.90	15.95	12.84	87.64	13.04	32.56

Note 34.2.12 -- Bifurcation of PBO at the end of year in current and non current

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19		
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance	Post Retirement Medical Benefits
Current liability (Amount due within one year)	9.77	0.11	1.06	-	-	0.52
Non-Current liability (Amount due over one year)	63.13	15.95	46.14	-	13.04	33.04
Total PBO at the end of year	72.90	15.95	47.20	-	13.04	33.56

Note 34.2.13 -- Bifurcation of Net (liability)/ Assets

Amount (in ₹ Lakh)

Particulars	2019-20			2018-19	
	LTC	Baggage Allowance	Post Retirement Medical Benefits	LTC	Baggage Allowance
Current Liability	-	-	(12.84)	-	-
Non-Current liability	-	-	-	-	-
Total PBO at the end of year	-	-	(12.84)	-	-

Note 34.3 -- Principal actuarial assumption at the Balance Sheet Date

ACTUARIAL ASSUMPTIONS:	2019-20	2018-19
Method Of Valuation :	Project Unit Credit Method	Project Unit Credit Method
Discount Rate :	6.92%	7.66%
Salary Escalation Rate:	6.50%	6.50%
Retirement Age:	60 Years	60 Years
Withdrawal Rate:	Upto 30 Years -3% From 31 to 44 Years-2% Above 44 Years-1%	Upto 30 Years -3% From 31 to 44 Years-2% Above 44 Years-1%
Mortality Rate	100% of India Assured Lives Mortality (2012-14)	India Assured Lives Mortality (2006-08)

Note 34.4 -- Sensitivity Analysis

Amount (in ₹ Lakh)

Particulars	Change in assumptions	Effect on Baggage Allowance	Effect on Gratuity obligation	Effect on Leave Encashment	Effect on LTC	Effect on Post retirement Medical Benefits
Discount Rate	0.50%	(1.09)	(7.43)	(16.09)	(4.99)	(3.23)
	(0.50%)	1.21	8.23	17.81	5.53	3.58
Salary Growth	0.50%	-	8.22	17.79	-	-
	(0.50%)	-	(7.49)	(16.22)	-	-

Note:- 35**Foreign Currency Expenses**

Amount (in ₹ Lakh)

Particulars	2019-20	2018-19
Expenses related to Project (CWIP)	446.29	1487.24
Foreign TA/DA	64.35	76.45
Foreign Travel Expenses	65.18	94.95
Other Foreign Expenses	13.09	14.00
	588.90	1672.64

Note:- 36**Corporate Social Responsibility**

The company is required to spend Rs 67.00 Lakhs on Corporate Social Responsibility (CSR) as follows:

Amount (in ₹ Lakh)

Year	Amount Required to Spend	Amount Spent	Unspent
2019-20	67.00	21.35	45.65
Total	67.00	21.35	45.65

Note 36.1 -- The amount due could not be expended as the Company could not identify the agency to execute the useful projects pertaining to CSR in the operational area of the Company. The Company is finalising the viable projects for CSR and during the next financial years it is expected to incur substantial amount on CSR.

Note 36.2 -- Details of Amount spent during the year is as follow:

Amount (in ₹ Lakh)

Particulars	In cash	Yet to be paid in cash	Total
For the Year ended 31st March 2020			
(i) Construction/Acquisition of any Asset	-	-	-
(ii) On purpose other than (i) above			
Health care and sanitization	21.35	-	21.35

Note:- 37**COVID 19 Disclosure**

The World Health Organisation (WHO) declared outbreak of novel Coronavirus (COVID -19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared nationwide lockdown on March 24, 2020 and ordered temporarily closure of non-essential businesses, imposed restrictions on the movement of goods and services, travel etc.

As the nature of business performed by the Company, falls under the non-essential category, the Company temporarily suspended the operations in ongoing project in compliance with the lockdown instructions issued by the Central and State Governments. These nationwide lockdown restrictions had impacted the normal operations of the Company by way of interruption of project execution, supply chain disruption and unavailability of personnel during the lockdown period since 22nd March 2020.

The Central and State Government have initiated the steps to lift the lockdown and the Company is adhering to the same as it has resumed its activities based on the resources available. The Company has been able to resume operations at various project sites from the beginning of May in a gradual manner. The Company has taken necessary precautions to ensure the health, safety and wellness of all employees and also put in place all the guidelines as per the Central and State Governments to prevent the spread of COVID-19.

Financial performance

The Company believes that for the year 2019-20, there has been no significant impact of Covid19 pandemic on the financial performance of the Company in terms of revenue and profitability of the Company.

Liquidity

The Company has access to sufficient liquidity for its operation.

The Company expects to recover the carrying amount of its assets comprising property, trade receivables, deferred taxes, other financial and non-financial assets etc. in the ordinary course of business based on information available on current economic conditions.

Steps taken for smooth functioning

During the lockdown period, the Company has taken various steps towards rethinking the new normal for the business post COVID-19 lockdown. The working at non-critical locations of the Company was streamlined with work from home norms and roster for the employees as per the guidelines issued by the government authorities . Further, the Company has put in place stringent monitoring processes for COVID-19 ensuring the following:

- i. Thermal Screening of all employees and visitors
- ii. Sanitizing the premises and vehicles on regular basis
- iii. Maintenance of social distancing at all work places
- iv. Enforcing wearing of masks and regular cleaning of hands
- v. Regular health updates of all the employees and their families
- vi. Conducting awareness programs regularly for all its employees.

Estimation of the future impact of COVID-19

With the commencement of works at project, the Company is constantly reviewing its operation and is making every possible effort to make up for the lost time due to the pandemic. Though the management expects to have reduction in Revenue and Profitability in the FY 2020-21, the impact of the lockdown disruption will have to be assessed from time to time and communicated as we progress during the current financial year. A lot depends on the success of the various pandemic containment efforts being undertaken by the State and Central Governments and Health authorities. It is therefore premature to forecast the future impact with credibility at this stage.

The actual impact of the global health pandemic may be different from that which has been estimated, as the COVID 19 situation evolves in India and globally. However, the Company will continue to closely monitor any material changes to future economic conditions.

Note :- 38

Disclosures on Accounting Policies, Change in Accounting Estimates and Errors (Indian Accounting Standard-8) are as follows

Note 38.1 -- Prior Period Transactions are as follows:

Nature	Amount (in ₹ Lakh)
	2019-20
Land	1,06,760.42
Right for Using Land	8,189.69
Leasehold Improvements	31.21
Utility Shifting	300.50
Total	1,15,281.82

Note 38.2 -- Correction of Prior Period transactions with impact on profit.**Note 38.2.1 -- Impact on Balance Sheet Items is as follows:**

Line Items	Amount (in ₹ Lakh)
	2019-20
Capital Work In Progress	(23,345.11)
Advance for Land	(91,905.50)
Capital Advance Others	300.50
Property, Plant and Equipment (Land)	1,06,760.42
Intangible Assets (Right for Using Land)	8,189.69
Property, Plant and Equipment	(26.00)
Other Current Financial Assets	31.21
Total Assets	5.21
Other Financial Liabilities	-
Total Liability	-
Net Assets (Equity)	5.21

Note 38.2.2 -- Impact on Statement of Profit and Loss

Nature	Amount (₹ in Lakhs)
Employee Benefit Expense	-
Depreciation and Amortization Expense	5.21
Finance Cost	-
Other Expenses	-
Total Expenses	5.21
Total Revenue	-
Profit before Tax	5.21

Note 38.2.3 -- Impact in Earning Per Share (Basic & Diluted):

Year	Amount
Impact on Profit attributable to Equity Share Holders (₹ in Lakhs)	5.21
Weighted average nos. of Equity Shares (Number of shares in Lakhs)	173.35
Impact on Earnings Per Share (Basic & Diluted) (in ₹)	0.03

There are transactions of ₹ 125.89 lakhs pertaining to financial year 2018-19 those has been crystalised during the year in view of the policy on prior period these items and has not be restated in previous year.

Note:- 39**Disclosures under Ind AS-116**

- (i) Effective 1st April, 2019 the Company adopted Ind AS-116 “Leases” and applied the standard to all lease contracts existing on 1st April, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of the initial application. Company has selected the option of recording the right of use assets and corresponding lease liability by the present value of the remaining lease payments as on the date of the initial application and therefore impact on the retained earnings due to adoption of the Ind AS-116 is Nil.
- (ii) Comparatives for the year ended 31st March, 2019 have not been adjusted and will therefore continue to be reported under the accounting policies included as part of our Annual Report for the year ended 31st March 2019.
- (iii) Summary of the practical expedients elected on initial application.
- Applied the exemption not to recognize right-of-use-assets and liabilities for leases with less than 12 months of lease term on the date of initial application.
 - Excluded the initial direct costs from the measurement of the right of use asset at the date of initial application
 - Ind AS-116 is applied to only those contracts that were previously classified leases under Ind AS-17.
 - Applied the Single discount rate for the portfolio of leases.
 - Use hindsight, in determining the lease term if the contract contains options to extend or terminate the lease
- (iv) The difference between the lease obligation under the Ind AS-17 and value of the lease liability as on the date of transition is primarily is discounting of the lease liabilities to the present value under the Ind AS-116.
- (v) The weighted average incremental borrowings rate applied to lease liabilities is 8.15%
- (vi) Summary of the assets under the operating leases by the Company are as follows:

Particulars of the Assets	Lessor Name	Lease Period	Termination Clauses
Building No 8, Universal Majestic, P L Lokhande Marg, Govandi West, Mumbai, Maharashtra- 400043	Varad Vinayak Estates Pvt Ltd	01-03-2019	28-02-2022
Productivity House, Productivity Road, Alkapuri, Vadodara-390007	Baroda Productivity Council	01-02-2018 01-11-2019	31-01-2021 31-01-2021
Asia Bhawan, Road No 205, Sector 9 Dwarka, New Delhi-110077	Asian Institute of Transport Development	01-03-2018	28-02-2021
Building No 3, Millennium business Park, Navi Mumbai, Maharashtra	Miaect Pvt Ltd	09-06-2018	08-06-2021
Shop No 3 to 8, Guru Nanak Co Operative Society, Navali, Tal , Palghar District, Maharashtra	Yogesh Nagindas Rana	15-07-2018	14-07-2020
5 Vehicles	Lease Plan India Pvt Ltd	30-03-2019	15-04-2023
20 Vehicles	Lease Plan India Pvt Ltd	14-01-2018	09-05-2022
6 Vehicles	Mercury Car Rentals Pvt Ltd	29-01-2019	28-01-2023
4 Vehicles	Mercury Car Rentals Pvt Ltd	23-12-2019	15-03-2024

(vii) Movement in Lease Liability and Right of use Assets

(a) The carrying amounts of right-of-use assets recognised and the movements during the year are disclosed in Note:5.2.

(b) Movement in Lease Liability is given below:

Particulars	Amount (in ₹ Lakh)	
	Building As at 31st March 2020	Vehicle As at 31st March 2020
Opening Balance as to the beginning of the year	-	-
Recognition on Transition to IndAS	1,038.61	208.71
Additions during the year	22.32	30.84
Interest recognised during the year	86.47	19.52
Payment made during the year/total cash outflow for the leases	570.35	74.34
Closing Balance as on the end of the year	577.05	184.73

(viii) The Company has elected not to recognize a lease liability for short term leases of leases of low value assets. Expenses related to this leases are not included in the measurement of the lease liability. Details of the same are as follows:-

Particulars	Amount (in ₹ Lakh)	
	Building As at 31st March 2020	Vehicle As at 31st March 2020
Short term leases	1,164.62	-
Leases of low value of assets	-	-
	1,164.62	-

(ix) Lease Liabilities are presented in the Balance sheet are as follows:-

Particulars	Amount (in ₹ Lakh)		Total
	Building As at 31st March 2020	Vehicle As at 31st March 2020	
Current Portion	503.35	66.37	569.72
Non-Current Portion	73.70	118.36	192.06
	577.05	184.73	761.78

(x) Maturity Analysis of the Lease Liabilities as on 31st March 2020

Particulars	Amount (in ₹ Lakh)		
	31st March 2020		
	Less than 1 Year	1-2 years	2 years and above
Office Lease	535.21	96.10	-
Vehicle	81.43	81.43	51.06
	616.64	177.53	51.06

(xi) Expenses related to the variable lease payments are Nil.

(xii) Income from subleasing of the right of use assets is not applicable to the Company.

(xiii) Gain/loss from sale and leaseback transactions is not applicable to the Company.

Note:- 40

Approval of financial statement

The financial statements were approved by the Board of Directors at its meeting held on 01.09.2020.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF NATIONAL HIGH SPEED RAIL CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2020.

The preparation of financial statements of **NATIONAL HIGH SPEED RAIL CORPORATION LIMITED** for the period ended 31 March 2020 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are 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 01.09.2020

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **NATIONAL HIGH SPEED RAIL CORPORATION LIMITED** for the period ended 31 March 2020 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

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

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

**(K. S. Ramuwalla)
Principal Director of Audit
Railway Commercial, New Delhi**

Date: 22.09.2020

Place: New Delhi



View of Business class Cabin



Equipment in conductor room



Inside view of Wheelchair accessible toilet



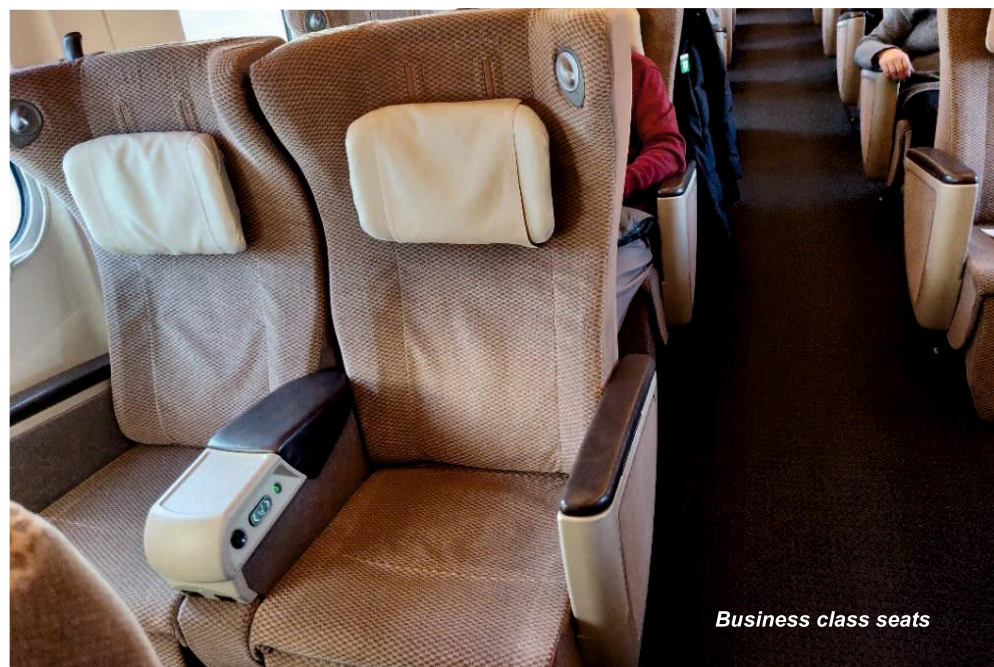
Women's wash area



Partition door of passenger cabin



Inside view of Mutlipurpose room



Business class seats

Various Proposed facilities inside HSR Train.