



**Azadi Ka  
Amrit Mahotsav**



**MMRC**

**Annual Report 2020 - 21**

**मुंबई मेट्रो रेल कॉर्पोरेशन लिमिटेड**

**Mumbai Metro Rail Corporation Ltd.**



First escalator of Siddhivinayak Metro station set up

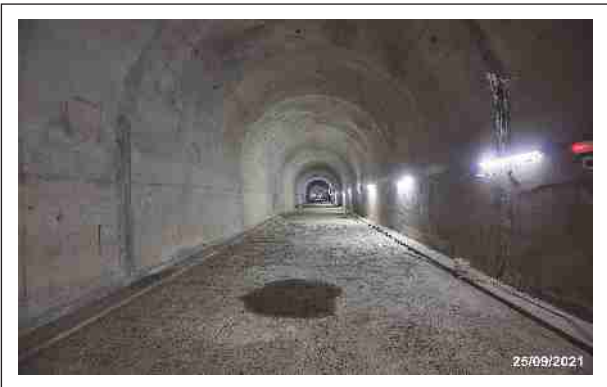
Progress of the project



Site visit of GM, Central Railway at Hutatma Metro station



Glimpses of NATM- Overt work at Cuffe Parade metro station



Glimpses of Cross Over work at Cuffe Parade metro station



Ongoing Station interior work at BKC station



Flash Butt Welding (FBW) Machine arrived from USA for welding of rails



**Progress of the project**



Sahar Road Cross Over2



Sleeper Block Machine being used to cast blocks at Wadala Cating Yard for Line 3 11.11.2020



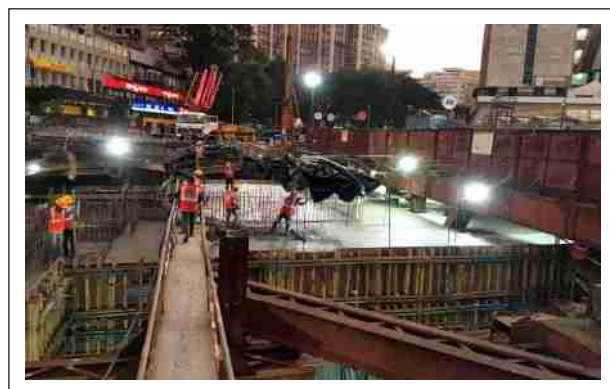
Work in Progress at Seepz



Side Walls work in progress at Mumbai Central



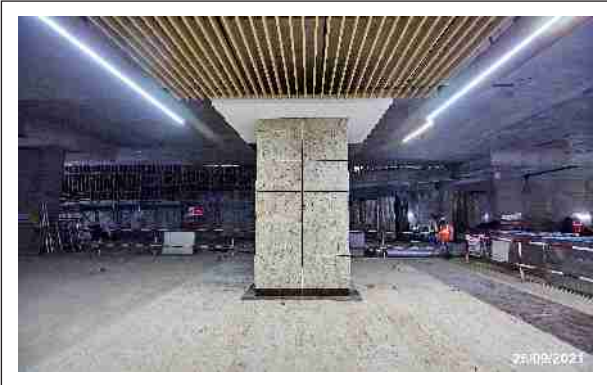
Sahar Road Station



Vidhan Bhawan Station work..



Progress of the project



Work in progress at Station Cuffe Parade



40th breakthrough at Mahalaxmi (2)



Work in Progress at Siddhivinayak Station



Work in Progress at metro 3 - Tunnel along with tracks



wall rebar work in progress at SMC



NATM Work in progress at T2 Metro Station



**Progress of the project**



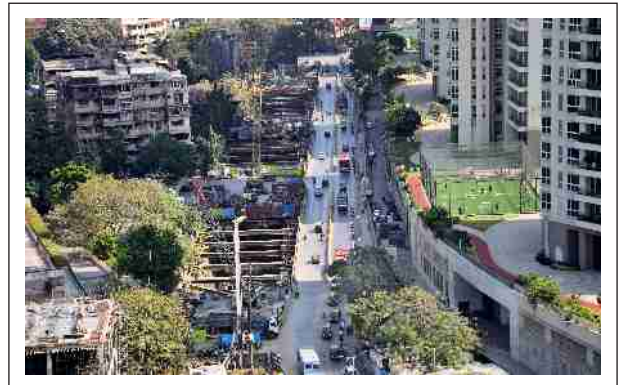
Aerial Photo of SMC



CSMIA Domestic Airport Station (4)



Aerial View of Work in Progress at Vidhan Bhavan Metro Station



Aerial View Mahalaxmi



Aerial View of Churchgate Metro Station



Cultural Porgrame



MMRC Celebrated Marathi Bhasha Samvardhan Pandharwada 2021



New Year 2021 celebration at MMRC office



Women's Day

Achievement of the Employee



Mr. Ganesh Prakash Ghule

Mr. Ganesh Prakash Ghule working as Deputy Accountant in Finance and Accounts has joined the company in Department 2015. He has successfully completed the course of Chartered Accountants of India in November 2020.



Cultural Porgrame

Rangoli Competition was organised to Commemorate  
150th Birth Anniversary of Mahatma Gandhi by MMRC 02.10.2020





Table of Contents

1. Board of Directors	8
2. Notice of AGM	09-21
3. Chairman's Speech	22-26
4. Director's Report	27-44
5. Report of the Independent Secretarial Auditor with Annexure	45-69
6. Comments of the Comptroller And Auditor General of India	70-71
7. Independent Auditor's Report	72-84
8. Balance Sheet as at 31 <sup>st</sup> March 2021	85
9. Statement of Profit & Loss for the year ended 31 <sup>st</sup> March 2021	86
10. Cash Flow Statement for the year ended 31 <sup>st</sup> March 2021	87-89
11. Notes forming part of the Financial Statements	90-130



**BOARD OF DIRECTORS**

<b>Shri Durga Shanker Mishra</b>	Chairman, MMRCCL & Secretary – Ministry of Housing & Urban Affairs, Government of India
<b>Shri.Ranjit Singh Deol</b>	Managing Director, MMRCCL
<b>Shri Shyam Sunder Dubey</b>	Nominee Director, MMRCCL, Joint Secretary & Financial Advisor, Ministry of Housing & Urban Affairs, Government of India
<b>Shri Jaideep</b>	Director, MMRCCL & OSD (UT) and Ex- officio Joint Secretary – Ministry of Housing & Urban Affairs, Government of India
<b>Shri S S Joshi</b>	Director, MMRCCL & Nominee Director, Government of India
<b>Shri.Manoj Saunik</b> (w.e.f. 08.05.2020)	Nominee Director, MMRCCL & Additional Chief Secretary Finance, Nominee Director, Government of Maharashtra
<b>Shri Iqbal Singh Chahal</b> (w.e.f 08.05.2020)	Nominee Director, Government of Maharashtra Municipal Commissioner of Greater Mumbai,
<b>Shri R A Rajeev</b>	Nominee Director, Government of Maharashtra Metropolitan Commissioner, MMRDA,
<b>Shri Bhushan Gagrani</b> (w.e.f. 10.08.2020)	Nominee Director, Government of Maharashtra Principal Secretary Urban–Development
<b>Shri S.K. Gupta</b>	Director (Projects), MMRCCL
<b>Shri A.A. Bhatt</b>	Director (Systems), MMRCCL
<b>Shri Abodh Khandelwal</b>	Director (Finance), & Chief Financial Officer, MMRCCL

**COMPANY SECRETARY**

**Ms. Ritu Deb**

STATUTORY AUDITORS

**M/s.Chandabhoy & Jassoobhoy**  
FoF2, Phoenix House, "B" Wing  
4th Floor, 462, Senapati Bapat Marg,  
Lower Parel, Mumbai – 400 013.

Company Secretary

SECRETARIAL AUDITOR

**M/s. Ragini Chokshi & Co.**  
Company Secretaries  
34, Kamer Building, 5th Floor, 38, Cawasji Patel Street,  
Fort Mumbai – 400 001.

**BANKERS**

1. State Bank of India
2. HDFC Bank
3. Punjab National Bank

4. ICICI Bank
5. IDFC Bank
6. IDBI Bank

**REGISTERED OFFICE**

**MUMBAI METRO RAIL CORPORATION LIMITED**  
(JV of Govt.of India and Govt.of Maharashtra)  
"TRANSIT OFFICE", E- Block, North Side of City Park,  
Behind Income Tax Office, "A"- wing, Bandra E, Bandra Kurla Complex,



NOTICE

**NOTICE** is hereby given that the 13<sup>th</sup> Annual General Meeting of the Members of Mumbai Metro Rail Corporation Ltd (MMRCL) held through Two-Way Video Conferencing/ Other Audio-Visual Mode (“OAVM”) on Thursday 30<sup>th</sup> September 2021 at 5 PM to transact the following business:

**ORDINARY BUSINESS:**

- (1)** To receive, consider and adopt the audited Balance Sheet as at 31<sup>st</sup> March 2021 and Statement of Profit & Loss Account for the financial year ended on that date together with the Report of the Board of Directors and Auditors, including Report of the Comptroller & Auditor General, India thereon.
- (2)** To authorize the Board of Directors of the Company to fix the remuneration of the Statutory Auditors of the Company, as appointed by the Comptroller & Auditor General, India for the Financial Year 2021-22, in terms of the provisions of Section 139(5) read with Section 142 of the Companies Act, 2013.

**SPECIAL BUSINESS:**

- (3) Appointment of Shri. Bhushan Ashok Gagrani, IAS (DIN:00204045) as a Nominee Director of the Company**

To consider and if thought fit, to pass the following with or without modification as an **Ordinary Resolution:**

**RESOLVED THAT** in terms of the Letter No MRD-3320/CR-42/UD-7 dated 10th August, 2020 received from Government of Maharashtra read with, read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable, in this regard, and subject to all other Statutory Approvals as may be required in this regard, **Shri. Bhushan Ashok Gagrani, IAS DIN No. 00204045** be and is hereby appointed as an ex-officio Nominee Director of the Company with effect from 10th August 2020, until otherwise decided by Government of Maharashtra through further orders.”



“**RESOLVED FURTHER THAT**, Company Secretary of the Company be and is hereby severally authorized to undertake all the necessary actions and file the necessary E-Forms to intimate the above appointment with the Ministry of Corporate Affairs and to undertake all the necessary steps in this regard.

**(4) Appointment of Shri S V R Srinivas (DIN: 02860903) as a Nominee Director of the Company**

To consider and if thought fit, to pass the following with or without modification as an **Ordinary Resolution**:

**RESOLVED THAT** in terms of the Letter No A. SHA. P.K .EO-1121/10/2021/TEN dated 03<sup>rd</sup> June , 2021 received from Government of Maharashtra read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable, in this regard, and subject to all other Statutory Approvals as may be required in this regard, **Shri. S V R Srinivas, IAS DIN No. 02860903** be and is hereby appointed as an ex-officio Nominee Director of the Company with effect from 03<sup>rd</sup> June, 2021, until otherwise decided by Government of Maharashtra through further orders.”

“**RESOLVED FURTHER THAT**, Company Secretary of the Company be and is hereby severally authorized to undertake all the necessary actions and file the necessary E-Forms to intimate the above appointment with the Ministry of Corporate Affairs and to undertake all the necessary steps in this regard.”

**(5) Re-appointment of Shri Iqbal Singh Chahal, IAS as a Nominee Director of the Company**

To consider and if thought fit, to pass the following with or without modification as an **Ordinary Resolution**:

**RESOLVED THAT** in terms of the Letter No. MRD-3318/CR.13/UD-7dated 30<sup>th</sup> July 2021 received Urban Development Department, Mantralaya, Government of Maharashtra read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable, in this regard, and subject to all other Statutory Approvals as may be required in this regard, **Shri. Iqbal Singh Chahal (DIN No. 08727394)** be and is hereby appointed as an ex-officio Nominee Director of the Company with effect from



30<sup>th</sup> July, 2021 until otherwise decided by Government of Maharashtra through further orders."

**"RESOLVED FURTHER THAT,** Company Secretary of the Company be and is hereby severally authorized to undertake all the necessary actions and file the necessary E-Forms to intimate the above appointment with the Ministry of Corporate Affairs and to undertake all the necessary steps in this regard.

**By Order of the Board of Directors  
Mumbai Metro Rail Corporation Ltd**

**Date: 7th September 2021  
Place: Mumbai**

**Ritu Deb**  
Company Secretary



- a) In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular vide 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020 & Circular No. 02/2021 dated January 13<sup>th</sup>, 2021 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), and MCA Circulars, the AGM of the Company is being held through VC / OAVM
- b) An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Businesses to be transacted at the Annual General Meeting (AGM) is annexed hereto.
- c) Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- d) Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act



## EXPLANATORY STATEMENT TO THE NOTICE

(Pursuant to Section 102 to the Companies Act 2013)

### Item No. 3:

In terms of the Letter No. MRD-3320/CR-42/UD-7 dated 10th August, 2020 received from Government of Maharashtra **Shri. Bhushan Gagrani , IAS (DIN: 00204045)** is appointed as Nominee Director of the Company with effect from 10th August, 2020, read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable and subject to all other Statutory Approvals as may be required in this regard.

Accordingly, the Board of Directors has appointed **Shri. Bhushan Gagrani , IAS** as a Nominee Director on the Board of the Company with effect from 10th August, 2020.

The said appointment requires the approval of the shareholders by provisions of Section 152 of the Companies Act, 2013.

**Shri. Bhushan Gagrani , IAS**, bearing **DIN .00204045** has given his written consent to be appointed as Director of the Company and has declared that he is not disqualified from being appointed as per the provisions of the Companies Act, 2013.

There is no inter-se relationship between **Shri. Bhushan Gagrani, IAS** and other Directors

None of the Directors or Key Managerial Personnel (KMP) or their relatives, except **Shri. Bhushan Gagrani**, Nominee of Government of Maharashtra, is interested or concerned with the resolutions respectively, in any individual or personal manner, whatsoever, other than the shares held by them as nominees of the respective Governments and by virtue of being the nominees of the respective Governments on the Board of Directors.

The Board recommends the approval of the resolutions set in Item No. 3 as Ordinary Resolutions by the Members.



**Item No. 4:**

In terms of the Letter No. A. SHA. P.K .EO-1121/10/2021/TEN dated 03<sup>rd</sup> June , 2021 received from Government of Maharashtra **Shri S V R Srinivas (DIN: 02860903)** is appointed as Nominee Director of the Company with effect from 03<sup>rd</sup> June, 2021, read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable and subject to all other Statutory Approvals as may be required in this regard.

Accordingly, the Board of Directors has appointed **Shri. S V R Srinivas** as a Nominee Director on the Board of the Company with effect from 03<sup>rd</sup> June, 2021 .

The said appointment requires the approval of the shareholders by provisions of Section 152 of the Companies Act, 2013.

**Shri. S V R Srinivas** , bearing **DIN . 02860903** has given his written consent to be appointed as Director of the Company and has declared that he is not disqualified from being appointed as per the provisions of the Companies Act, 2013.

There is no inter-se relationship between **Shri. S V R Srinivas** and other Directors

None of the Directors or Key Managerial Personnel (KMP) or their relatives, except **Shri. S V R Srinivas**, Nominee of Government of Maharashtra, is interested or concerned with the resolutions respectively, in any individual or personal manner, whatsoever, other than the shares held by them as nominees of the respective Governments and by virtue of being the nominees of the respective Governments on the Board of Directors.

The Board recommends the approval of the resolutions set in Item No. 4 as Ordinary Resolutions by the Members

**Item No. 5:**

Shri. Iqbal Singh Chahal, was appointed as a Nominee on behalf of the Government of Maharashtra with effect from 08<sup>th</sup> May, 2020 further in pursuant to the Section 167 (1) (b) of Companies Act, 2013, Shri. Iqbal Singh Chahal had vacated the office of Nominee Director of the Company with effect from 25th June, 2021. In the opinion of the Company, the guidance and expertise of Shri. Iqbal Singh Chahal, Commissioner Municipal Corporation of Greater Mumbai, Government of Maharashtra be of the





immense value and importance to the Board of Directors. And accordingly, the Company had made an application to the Government of Maharashtra, seeking the re-nomination of Shri. Iqbal Singh Chahal, on the Board of Directors of the Company, or nomination of any other person, as deemed fit, by the Government of Maharashtra, as a Nominee Director

In terms of the Letter No. MRD-3318/CR.13/UD-7 issued by Urban Development Department, Mantralaya, received from Government of Maharashtra **Shri Iqbal Singh Chahal (DIN:08727394)** is appointed as Nominee Director of the Company with effect from 30<sup>th</sup> July 2021, read with Section 160, 161 and other provisions of the Companies Act, 2013, as may be applicable and subject to all other Statutory Approvals as may be required in this regard.

Accordingly, the Board of Directors has re-appointed **Shri Iqbal Singh Chahal (DIN:08727394)** as a Nominee Director on the Board of the Company with effect from 30<sup>th</sup> July 2021.

The said appointment requires the approval of the shareholders by provisions of Section 152 of the Companies Act, 2013.

**Shri Iqbal Singh Chahal (DIN:08727394)** has given his written consent to be appointed as Director of the Company and has declared that he is not disqualified from being appointed as per the provisions of the Companies Act, 2013.

There is no inter-se relationship between **Shri Iqbal Singh Chahal** and other Directors

None of the Directors or Key Managerial Personnel (KMP) or their relatives, except **Shri Iqbal Singh Chahal**, Nominee of Government of Maharashtra, is interested or concerned with the resolutions respectively, in any individual or personal manner, whatsoever, other than the shares held by them as nominees of the respective Governments and by virtue of being the nominees of the respective Governments on the Board of Directors.

The Board recommends the approval of the resolutions set in Item No. 5 as Ordinary Resolutions by the Members

**By Order of the Board of Directors  
Mumbai Metro Rail Corporation Ltd**

**Date : 07.09.2021  
Place : Mumbai**

**Ritu Deb  
Company Secretary**



**ADDITIONAL INFORMATION REQUIRED TO BE DISCLOSED UNDER**

**THE SECRETARIAL STANDARDS- I**

<b>Name of the Director</b>	<b>Shri. Bhushan Gagrani</b>	<b>Shri S V R Srinivas</b>	<b>Shri Iqbal Singh Chahal</b>
<b>Age</b>	55 years	56 years	55 years
<b>Qualification</b>	IAS	IAS	IAS
<b>Date of First Appointment in current designation</b>	10/08/2020	30/06/2021	08/05/2020
<b>Shareholding in the Company</b>	1	Nil	Nil
<b>Details of Remuneration last approved</b>	Not Applicable	Not Applicable	Not Applicable



## ADDENDUM TO THE NOTICE OF 13<sup>th</sup> ANNUAL GENERAL MEETING

**Mumbai Metro Rail Corporation Limited** ("The Company") had issued a Notice (Original Notice), dated 7<sup>th</sup> September 2021 of the 13<sup>th</sup> Annual General Meeting (AGM) to be held on Thursday, 30<sup>th</sup> September 2021 at 5.00 P.M at the registered office of the Company through Video Conferencing/Other Audio-Visual Means (OAVM), to transact 5 business items (2 Ordinary Business and 3 Special Business) as specified in the said notice.

Further to the above, Notice is hereby given that at the said meeting following special business will also be transacted as Item No:

### SPECIAL BUSINESS

#### Item No. 6

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

**"RESOLVED THAT**, pursuant to the provisions of Section 196, 197, 198 and other applicable provisions of the Companies Act, 2013, read with Companies (Appointment and remuneration of Managerial Personnel) Rules, 2014, as amended till date, Schedule V to the Companies Act, 2013, and all other applicable rules, regulations, notifications and circulars, as issued by Ministry of Corporate Affairs, from time to time, and applicable to the Company, in this regard, the applicable provisions of the Memorandum and Articles of Association of the Company, the consent of the members be and is hereby accorded for the re-appointment of Shri. Abodh Khandelwal (DIN:07807394) as a Functional Director, Director (Finance) & Chief Financial Officer of the Company with effect from 29<sup>th</sup> March 2022 for a period of one year i.e. upto 28<sup>th</sup> March 2023, on the terms and conditions as approved by the Board of Directors, in this regard."

**"FURTHER RESOLVED THAT**, the Board of Directors be and is hereby authorized to undertake the necessary steps, including fixation of all the terms and conditions of the appointment of Shri Abodh Khandelwal and file the necessary forms for the purpose of giving effect to this resolution and to intimate of such appointment with the Ministry of Corporate Affairs."

**By Order of the Board of Directors  
Mumbai Metro Rail Corporation Ltd**

**Date: 30.09.2021  
Place: Mumbai**

**Ritu Deb  
Company Secretary**



**NOTES TO THE ADDENDUM TO THE AGM NOTICE:**

- a) The Explanatory Statement to Item No. 6 as stated in this Addendum to the 13<sup>th</sup> AGM Notice is attached below for the perusal of the members.
- b) In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular vide 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020 & Circular No. 02/2021 dated January 13<sup>th</sup>, 2021 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), and MCA Circulars, the AGM of the Company is being held through VC / OAVM
- c) Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- d) Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.



**EXPLANATORY STATEMENT TO THE ITEM NO. 6 PROPOSED  
AT THE 13<sup>TH</sup> ANNUAL GENERAL MEETING**

Shri Abodh Khandelwal, was appointed as a Functional Director, Director (Finance) and Chief Financial Officer on 28.04.2017 for a period of 5 years. Accordingly, the current term of Shri Abodh Khandelwal comes to an end on 27.04.2022.

The Board of Directors at their meeting held on 30<sup>th</sup> September 2021, have approved the extension of tenure of Shri Abodh Khandelwal for a second term of 1 year from 29th March, 2022 to 28<sup>th</sup> March 2023 on the same terms and conditions of his current appointment.

Shri. Abodh Khandelwal, is well versed with the Contracts and Project Management as he was the financial head of project division of the prestigious project of Udhampur-Srinagar-Baramulla Rail Link (USBRL) that would connect Kashmir with the rest of the country in his previous assignment. Further, in the opinion of the Board of Directors, Shri Abodh Khandelwal is competent, physically fit and an able administrator, enthusiastic to implement the various systems through deliberations with multiple stakeholders. His adept handling of the Finance and Accounts department have greatly benefited the company during his tenure.

In view of the above, the Board of Directors have recommended the re-appointment of Shri Abodh Khandelwal, for the approval of the members at the Annual General Meeting.

The provisions of Section 160 and 197 are not applicable to the Company, by virtue of being a Government Company.

None of the Directors, Key Managerial Personnel or their relatives, except Shri Abodh Khandelwal are interested in the above resolution.

The Board recommends the resolution for members approval as a Special Resolution.

**By Order of the Board of Directors  
Mumbai Metro Rail Corporation Ltd**

**Date: 30.09.2021  
Place: Mumbai**

**Ritu Deb**  
Company Secretary





**Chairman's Speech**

It gives me an immense pleasure to extend to you all heartfelt warm welcome to the 13th Annual General Meeting of your Corporation. I take this opportunity to highlight the performance of the Corporation as well as major milestones reached during the Year.

Till date the Corporation has achieved an overall physical progress of 68.5% against all odds. The year under review was marred to a large extent due to the on-going pandemic. This has become possible due to the dynamic policy making of Govt. of India for boosting the industries across all fields and effective management decisions exercised by Board of Directors, who also ensured that all the resources under the control strides in unison to reach the target to serve Mumbaiikars.



Aerial view of MIDC Metro Station



**1. Financial Performance :**

The performance of your Corporation for the Year 2020-21 is covered in detail in the Directors Report. To make a point that the project is steadily progressing well, I wish to inform you that Capital Expenditure during the Year stands at Rs. 3,572 Crores despite constraints imposed by ongoing pandemic of COVID-19.

Your corporation has efficiently deployed its short-term surplus funds and earned Interest Income of Rs. 27.30 Cr (Previous year Rs.30.21 Cr), during the financial year 2020-2021

The Board's Report, the Audited Annual Accounts for the financial year 2020 - 21, the Statutory Auditors' Report along with the comments of the Comptroller and Auditor General of India thereon, were circulated to you and with your permission, I take them asread.

**2. Construction Performance :**

2.1 Civil Work: During the period under review your corporation hitherto achieved 39 breakthroughs with which around 97% tunneling has been completed. Six out of seven civil packages have completed their tunneling scope. Other construction activities are also in full swing and Works are progressing in all underground stations. Labour strength has reached to precovid levels but some impacts on progress still continue.



Glimpses of Cross Over work at Cuffe Parade Metro station



Marol Naka NATM 1



MMRC received full quantity of Head Hardened Rails manufactured by M/s. Nippon Steel Corporation (Japan) and supplied by M/s Mitsui and Co. Ltd, Japan and about 6 km of track has been laid by High Attenuation Booted Twin Block technology.



I am happy to mention that your Corporation has continued to work during COVID times, except for about initial 1 (One) whole month with all precautions.

2.2 System Work: MMRC has already awarded contracts for all major Systems works namely, Rolling Stock (31 trains of 8 cars each), Signalling & Train Control, Telecommunication systems, Platform Screen Doors, Power Supply & 25 kV Traction systems, Tunnel Ventilation & Environmental Control systems, Lifts & Escalators, Automatic Fare Collection system etc. Designs of all major systems contracts have almost completed, and procurement and installation of various systems have started based on availability of access in tunnels and at stations. Construction of three Receiving Sub Stations is in advanced stages. Production of first two trains has completed and they are currently undergoing tests at their



Track installation work in progress at Marol Naka station



Work In Progress at Churchgate Metro Station







manufacturing plant in India. Manufacturing of third train is also under progress. I am concerned about the uncertainty on Metrocars Depot and expect that this issue will be expeditiously resolved.

2.3 R&R Activity: The rehabilitation of the PAPs is proposed at 3 separate blocks in Kalbadevi and Girgaon, namely K2 Block, K3 Block and G3 block. For the construction of K3 and G3 Blocks, the contractor M/s Vascon Engineers Ltd. and M/s Monte Carlo Ltd. have been appointed respectively.

MMRC has rehabilitated 1942 PAPs from proposed metro station sites except Girgaon and Kalbadevi of MMRCL-3 (Out of 2123 structures; Balance 183 structures are not required for the project, because they are either not eligible or disputed cases).

2.4 Public Relation Activity:

PR Department regularly issues press releases for various achievements and activities of the project work and events to the media and also respond to the media queries related to it.



Hindi Pakhwada celebration at MMRC Glimpses of Cross Over work at Cuffe Parade Metro station



PR department on 13th August, 2021 had organized group singing activity of the National Anthem for all the officials of MMRC at the MMRC Headquarters & Hallmark Business Plaza Office to commemorate 75th Anniversary of India's Independence - Azadi Ka Amrut Mahotsav



MMRC celebrated Marathi Bhasha Samvardhan Pandharwada 2021

### 3. Safety measures implemented at site

The systems for Occupational Safety, Health and Environment deployed at Civil and System contractors are in line with all statutory provisions applicable for the project along with the stringent contractual OSHE conditions. MMRC have prepared and made functional the disaster control room to mitigate all the probable emergencies by providing reasonable measures of preparedness.

### 4. Covid related activity:

As desired by GoM, MMRC constructed two COVID CARE CENTRES at Dahisar and Kandarpada bus depot with a total capacity of 1105 beds with latest medical facilities along with HDU and ICU. The facility was handed over to Municipal Corporation of Greater Mumbai for operations. MMRC had religiously implemented all the guideline issued by NAREDCO (National Real Estate Development Council) which was



established as an autonomous selfregulatory body in 1998 under the aegis of Ministry of Housing and Urban Affairs, Govt. of India) and notifications issued by Central & State Government for prevention and to control of spread of COVID-19 infection at MML-3 project area. Drive to vaccinate all Engineers/staff and workers on the project continues. Total 8804 persons vaccinated so far for the first dose and 1759 for the second dose. COVID situation continues having some impacts on progress. However, works are also progressing with the given restrictions and limitations by following covid appropriate behaviour.

### 5. Industrial Relation:

The industrial relation of your corporation with contractor and labour has been very cordial which guarantee the protection of labour rights. The corporation has been protecting the social and security provisions in accordance to labour laws of the state.

### 6. Corporate Governance:

The Corporate Governance Policy is aligned with the Vision Mission Policy of the Corporation. The corporation follows the DPE (Department of Public Enterprise) guidelines relating to Corporate Governance.

For effective implementation of Corporate Governance, the Corporation has embraced Code of Conduct to promote ethical and responsible decision making for Board of Directors and Senior Management, Whistle Blower Policy,

System of Account ability, Policy of making timely and appropriate disclosures, Corporate Social Responsibility, Policy and establishment to safe guard Sexual Harassment of Women at work place, etc.

### 7. Transparency:

To promote and facilitate transparency, Corporation has introduced:

- a) e-Office
- b) e-Tendering of contract
- c) e- Filling of APAR for Executives and Non Executives.
- d) 100% payment through Banks to Contractors and Vendors.
- e) Vacancy notification on Website.



**8. Acknowledgement:**

I, thank Ministry of Housing and Urban Affairs (Govt. of India), Govt. of Maharashtra, Japan International Corporation Agency (JICA) and various department of Govt. of India and Govt. of Maharashtra for their help, support and co-operation. I also thank the members of the Board for valuable guidance, support and prudent guidance from time to time. Finally, I would like to record my appreciation for the efforts of all the employees, their dedication and hard work, which played an important role to progress the work of tunneling in the country 's fully underground Metro Rail Network. I hope the highly motivated efficient workforce will help Mumbai Metro Rail Corporation Limited in succeeding all future endeavors.

**Place : New Delhi**  
**Date: 23.09.2021**

**(Durga Shanker Mishra)**  
Secretary  
Ministry of Housing and Urban Affairs, GOI  
& Chairman, MMRCL



## Directors Report

To,  
The Members,  
Mumbai Metro Rail Corporation Limited  
Mumbai

Your Directors have the pleasure in presenting to you, the 13<sup>th</sup> Report of the Board of Directors of the Company on the business, operations and financial position of the Company for the Financial Year 2020-2021.

### 1. Financial Results and Performance

The financial position of the Company for the Financial Year ending on 31<sup>st</sup> March 2021 is as under:

Particulars	2020-2021	2019-2020
Total Income	1087.13	805.45
Less: Operating Expenses	2100.64	2840.36
Less: Depreciation	997.34	775.37
Less: Financial Expenses	57.17	17.86
Less: Exceptional Items	0	0
Profit (Loss) Before Tax	(2068.02)	(2,828.14)
Less: Tax Expense	71.46	(809.42)
Net Profit (Loss) After Tax	(2139.48)	(2018.72)
Other Comprehensive Income (Loss)	(12.65)	(6.86)
Transfer to General Reserves	0	0
Total Comprehensive (Loss) for the year	(2152.13)	(2025.58)



**2. Transfer to General Reserves:**

The Board has not transferred any amount to the General Reserves.

**3. Dividend for the Financial Year 2020-21**

No dividend is declared for the current year

**4. Status of the Company**

The Company was incorporated in April 2008. In the Financial Year (2014-15), the Company has become a 50:50 Joint Venture between the Government of India and Government of Maharashtra (through MMRDA).

**5. Issue of Shares of the Company**

The Authorized Share Capital of the Company stands at Rs. 50,00,00,00,000 (Rupees Five Thousand Crores only) consisting of 50 Crore Equity Shares of Rs. 100/- each.

The Company has made a Right issue of 6,00,00,000 equity shares of Rs. 100/- each to the nominees of Government of India and Government of Maharashtra in due compliance of the provisions of Section 62 of the Companies Act, 2013 during the Financial Year 2020-21 and till the date of this report. The details are given Below:

Sr. No.	Date of Share Allotment Committee Meeting	Number of Shares	Total Consideration (Figure in Rupees)
1.	29 <sup>th</sup> July 2020	4,00,00,000	400,00,00,000
2.	16 <sup>th</sup> December, 2020	2,00,00,000	200,00,00,000

**6. Operations of the Company**

✦ **Current Operation**

- Pursuant to the approval of the Central Government vide their Letter No. 14011/36/2009Metro/MRTS-II (Vol III) dated 18<sup>th</sup> July 2013 the Company is a SPV for the Metro Line III project for the Colaba-Bandra-SEEPZ Line.



- The Company hitherto achieved 38 breakthroughs and 52.91Kms tunnelling, equivalent to about 97% of tunneling has been completed on this project. Other construction activities are also in fully swing. On 26 underground stations an average of 68.5% progress is completed
- The Company has received full quantity of 10740MT rails for the main line and depot from M/s Mitsui and Co. Ltd, Japan. 2.7 kms Track installation on main line is completed.
- Work of Car Depot at Aarey is on hold as per GOM directives 29.11.2019. GoM vide letter dt. 23.03.21 has conveyed its decision to shift the depot of Line-3 to Kanjurmarg by integrating the Line 3 with Line-6. Kanjurmarg to be a common depot for Line3, Line 6 and Line 4. The decision of the GoM is before the Board of the company for deliberation. The company understands that the Hon'ble Bombay High Court vide order dated 16.12.2020 has passed a restraint order staying the ongoing operation being carried out by respondents (DMRC and MMRDA) at Kanjurmarg.
- It is unfortunate that the Pandemic situation has severely impacted the construction activities with shortage of labours at different times, supply chain issues, ban/restrictions on international flights impacting travel of experts, delays in factory inspections and other miscellaneous limitations.

### Electrical Systems:

- Design and vendors selection process for all major electrical works namely, Power Supply System, Overhead Contact System (25 KV), Tunnel Ventilation and Environmental Control System, Lifts, Escalators and E&M works is almost complete. Procurement and installation activities of Electrical Systems have started. Civil construction of all the three Receiving Sub-stations ( located at Sariput Nagar, Dharavi and Science Museum) has substantially completed and installation of equipments have started.

### Rolling Stock:

- Out of 31 Trains of 8 cars each to be supplied, the manufacturing of first prototype train has completed on 10th March 2021 and the train is currently undergoing static and dynamic testing at Contractor's (M/s ALSTOM) manufacturing facilities at Sricity (A.P., India).



### Signalling and Telecom Systems:

Design and Vendors selection process for Signalling & Train Control System (CBTC with Unattended Train Operations feature), Telecommunication Systems, Automatic Fare Collection Systems are nearing completion. The Station Security System requirements have also been finalised with the inputs from Mumbai Police & IB guidelines.

### + Issues On Depot:

Car Depot work at Aarey is on hold as per GoM directives issued on 29.11.2019. GoM vide letter dt. 23.03.21 has conveyed to shift the depot of Line-3 to Kanjurmarg by integrating the Line 3 with Line-6. The decision of GOM is before the Board of the company for deliberation.

Secretary MOHUA, who is also the Chairman of MMRC, has on 24/08/2021 requested the GOM to revise the State Government's Report or the decision of GOM to allow to start of construction activity at Aarey at the earliest for expeditious completion of Line-3.

## 7. Board of Directors and Key Managerial Personnel

During the period of this Report, there were significant changes in the composition of the Board of Directors of the Company. The Board of Directors as on the date of this Report are as follows:

Name of the Director	DIN	Date of Appointment	Designation
Shri. Durga Shanker Mishra	02944212	23/06/2017	Nominee Director/ Chairman
Shri. Ranjit Singh Deol	06759002	23/01/2020	Managing Director
Shri. Sudhanshu Shekhar Joshi	08077267	17/01/2019	Nominee Director
Shri. S V R Srinivas	02860903	02/06/2021	Nominee Director
Shri. Bhushan Ashok Gagrani	00204045	10/08/2020	Nominee Director
Shri. Subodh Kumar Gupta	07114292	14/01/2020	Director Projects
Shri. Ajaykumar Amarnath Bhatt	07110097	06/02/2020	Director Systems
Shri. Abodh Khandelwal	07807394	28/04/2017	Director Finance & CFO
Shri. Shyam Sunder Dubey	06601151	30/07/2019	Nominee Director
Shri. Jaideep	08558063	06/12/2019	Nominee Director
Shri. Iqbal Singh Chahal	08727394	08/05/2020	Nominee Director
Shri. Manoj Saunik	02954463	08/05/2020	Nominee Director





Appointment and Reappointment of Directors during the Financial Year 2020-21 and till the date of the Report.

- a) \*Shri. I. S. Chahal, Municipal Commissioner, Greater Mumbai, Government of Maharashtra was appointed as the Nominee Directors of the Company with effect from 08/05/2020.
- b) \*Shri. Manoj Saunik, Additional Chief Secretary- Finance, Government of Maharashtra was appointed as the Nominee Directors of the Company with effect from 08/05/2020.
- c) \*\*Shri. Bhushan Gagrani, Principal Secretary, Urban Development Department (UD-1), Government of Maharashtra was appointed as the Nominee Directors of the Company with effect from 10/08/2020 whose ratification is proposed
- d) \*Shri. I S Chahal, Municipal Commissioner, Greater Mumbai, Government of Maharashtra, was re- appointed as Nominee Director of the Company with effect from 30/07/2021
- e) \*\*Shri. S V R Srinivas, Metropolitan Commissioner Mumbai, MMRDA Government of Maharashtra was appointed as the Nominee Directors of the Company with effect from 03/06/2021.

\*. Appointment is ratified in the 12<sup>th</sup> AGM held on 24<sup>th</sup> December, 2020

\*\*Ratification for the appointment is proposed at the Forthcoming AGM.

The Board recommends the above appointments and ratifications for the approval of the members.

Cessation of Directors during the Financial Year 2020-21 and till the date of the Report.

- a) Shri. Pravinsingh Pratapsingh Pardeshi ceased to be a part of the Board of Directors on account of transfer/ withdrawal w.e.f. 10/08/2020. The Board of Directors places on record its appreciation for the contribution and inputs during Shri. Pravinsingh Pratapsingh Pardeshi 's tenure with the Company.
- b) Shri. I S Chahal ceased to be part of Board of Director as per provision of section 167(1)(b) of the Companies Act 2013 w.e.f. 25/06/2021.



- c) Shri. R A Rajeev ceased to be a part of the Board of Directors on account of transfer/ withdrawal w.e.f. 31/05/2021. The Board of Directors places on record its appreciation for the contribution and inputs during Shri. R A Rajeev 's tenure with the Company.

There were no changes in the Key Managerial Personnel during the period of this report.

## 8. Annual Return

The copy of the Annual Return in Form MGT-7 is placed on the website of the Company on <https://www.mmrc.com/> for the reference of the members. The details of the Board Meetings, remuneration of Directors and Key Managerial Personnel are provided therein.

## 9. Details of the Board Meetings and Committee Meetings

(a) Board Meetings

The Board of Directors met 5 times during the Financial Year 2020-2021, the details of which were as follows:

Number of Board Meeting	Date of the Board Meeting	No. of Directors Present
57 <sup>th</sup> Board Meeting	26 <sup>th</sup> June, 2020	9
58 <sup>th</sup> Board Meeting	18 <sup>th</sup> September, 2020	9
59 <sup>th</sup> Board Meeting	26 <sup>th</sup> November, 2020	10
60 <sup>th</sup> Board Meeting	24 <sup>th</sup> December , 2020	8



Directors Name	No of Board Meetings held during FY 2020-21		
	Held	Entitled	Attended
Shri. Durga Shanker Mishra	5	5	5
Shri. Ranjit Singh Deol	5	5	5
Shri. Sudhanshu Shekhar Joshi	5	5	5
Shri. R. A. Rajeev	5	5	2
Shri. Bhushan Ashok Gagrani	5	4	3
Shri. Subodh Kumar Gupta	5	5	5
Shri. Ajaykumar Amarnath Bhatt	5	5	5
Shri. Abodh Khandelwal	5	5	5
Shri. Shyam Sunder Dubey	5	5	3
Shri. Jaideep	5	5	4
Shri . Iqbal Singh Chahal	5	5	0
Shri. Manoj Saunik	5	5	1
Shri.Pravinsingh Pratapsingh Pardeshi	5	1	0

The time gap between two Board Meetings did not exceed 120 days. Adequate quorum was present for all Board Meetings. The Company follows the necessary compliance under Secretarial Standard-1 ("SS-1") issued by the Institute of Company Secretaries of India (ICSI) in respect of the conduct of the Board Meetings.

(b) Audit Committee

As per the provisions of the Companies Act, 2013, the Board of Directors has constituted an Audit Committee of the Board of Directors.

The quorum for Audit Committee is 2 members personally present.

The composition of the Audit Committee and the details of meetings attended by its members are given follows:



Sr. No.	Directors Name	Number of Meeting during the year			
		Designation	Held	Entitled	Attended
1	Shri. Shyam Sunder Dubey	Nominee Director/ Chairperson	2	2	2
2	Shri. Ajaykumar A Bhatt	Director System/ Member	2	2	2
3	Shri. Bhushan Gagrani	Nominee Director/ Chairperson	2	1	1
4	Shri. Ranjit Singh Deol	Managing Director/ Permanent Invitee	2	2	2
5	Shri. Abodh Khandelwal	Director Finance & CFO / Permanent Invitee	2	2	2

The Audit Committee Meetings were held on 17<sup>th</sup> September, 2020 & 22<sup>nd</sup> December, 2020 during the financial year 2020-2021.

On account of cessation of Directorship of Smt. Ashwini Bhide and Shri. Pravin Singh Pardeshi the Audit Committee was reconstituted in 57<sup>th</sup> & 58<sup>th</sup> Board meeting held on 26<sup>th</sup> June, 2020 and 18<sup>th</sup> September, 2020 respectively and accordingly the current composition of Audit Committee as on the date of the Report is as under.

Sr. No.	Name	Designation
1.	Shri. Shyam Sunder Dubey	Nominee Director/ Chairman
2.	Shri. Bhushan Gagrani	Nominee Director/ Member
3.	Shri. Ajaykumar A. Bhatt	Director System/ Member
4.	Shri. Ranjit Singh Deol	Permanent Invitee
5.	Shri. Abodh Khandelwal	Permanent Invitee



(c) Nomination and Remuneration Committee

As per the provisions of the Companies Act, 2013, the Board of Directors has constituted a Nomination and Remuneration Committee of the Board of Directors. The Composition of Nomination and Remuneration Committee and details of the meeting held as on 31<sup>st</sup> March 2021 as mentioned below.

Sr. No.	Name	Designation	No of Meetings held	No of Meetings Attended
1.	Shri. Shyam Sunder Dubey	Chairman	2	2
2.	Shri. Bhushan Gagrani*	Member	2	2
3.	Shri. Ranjit Singh Deol*	Member	2	2

\* On account of cessation of Directorship of Smt. Ashwini Bhide and Shri. Pravin Singh Pardeshi the Nomination and Remuneration Committee were re constituted in 57<sup>th</sup> & 58<sup>th</sup> Board meeting held on 26<sup>th</sup> June, 2020 and 18<sup>th</sup> September, 2020 respectively.

The Nomination and Remuneration Committee Meeting was held on 16<sup>th</sup> December, 2020, during the financial year 2020-2021.

A copy of the Nomination and Remuneration Policy is attached as Annexure I to this Report.

(d) Corporate Social Responsibility Committee

As per the provision of Section 135 of the Companies Act, 2013 the Board of Directors constituted Corporate Social Responsibility Committee of the Board of Directors.

The quorum for Corporate Social Responsibility Committee is two members personally present.

The Composition of Current Corporate Social Responsibility Committee and details of the meeting held as on 31<sup>st</sup> March 2021 as mentioned below.

Sr. No.	Name	Designation	No of Meetings held	No of Meetings Attended
1.	Shri. Bhushan Gagrani*	Chairman	0	0
2.	Shri. Ranjit Singh Deol*	Member	0	0
3.	Shri. Ajaykumar A Bhatt	Member	0	0



\*On account of cessation of Directorship of Smt. Ashwini Bhide the Corporate Social Responsibility Committee was re constituted in 57<sup>th</sup> & 58<sup>th</sup> Board meeting held on 26<sup>th</sup> June, 2020 and 18<sup>th</sup> September, 2020 respectively.

The details of the CSR Policy along with the CSR Spend and reasons for non-spending, if any, are attached as an Annexure II to this Report.

(e) Share Allotment Committee

As per the provision of the Companies Act, 2013, the Board of Directors constituted Share Allotment Committee of the Board of Directors. The Committee is a non-mandatory Committee of the Board of Directors.

The quorum for Share Allotment Committee is two members personally present.

The composition of the Share Allotment Committee and the details of meetings attended by its members are given below:

Sr. No.	Directors Name	Number of Meeting during the year		
		Designation	Entitled	Attended
1	Shri. Shyam Sunder Dubey	Nominee Director/Chairperson	2	2
2	Shri. Ranjit Singh Deol	Managing Director/Member	2	2
3	Shri. Pravinsingh Pratapsingh Pardeshi	*Nominee Director/Member	1	0
4	Shri. Bhushan Gagrani	Nominee Director/Member	1	1

\* Shri. Pravinsingh Pratapsingh Pardeshi ceased to be a Nominee Director w.e.f. 10/08/2020

The Share Allotment Committee Meeting was held on 29<sup>th</sup> July, 2020 and 16<sup>th</sup> December, 2020 during the year .

However, on cessation of Directorship of Smt. Ashwini Bhide, Dr. Nifin Kareer and Shri. Pravin Singh Pardeshi the Share Allotment Committee was re constituted in 57<sup>th</sup> and



58<sup>th</sup> Board meeting held on 26<sup>th</sup> June, 2020 & 18<sup>th</sup> September, 2020 respectively Accordingly current composition of Share Allotment Committee as on the date of the Report is as follows

<b>Sr. No.</b>	<b>Name</b>	<b>Designation</b>
1.	Shri. Bhushan Gagrani	Chairman
2.	Shri. Shyam Sunder Dubey	Member
3.	Shri. Ranjit Singh Deol	Member

#### **10. Annual Evaluation of the Board of Directors:**

The Board of Directors has adopted an evaluation framework for the annual evaluation of the Board of Directors as mandated by the Companies Act, 2013. Further, the Nomination & Remuneration Committee evaluates the performance of all the Directors, on the established criteria set out as per the parameters in the Nomination & Remuneration Policy. Further, the Board of Directors collectively evaluates the performance of the Directors, Committees of the Board and the Board as a whole, on the established parameters

#### **11. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**

There are no significant and material changes or commitments affecting the financial position of the Company till the date of the Report.

#### **12. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future**

There are no significant and material orders passed by Courts or Tribunals in year 2020-21 in the court cases where MMRC is party respondent.



**13. Deposits:**

The Company has not taken, accepted any Deposits during the year under review. Further, there are no amounts outstanding which fall within the purview of the Companies (Acceptance of Deposits) Rules, 2014.

**14. Statutory Auditors:**

By virtue of being a Government Company, pursuant to the provisions of Section 139(5) of the Companies Act, 2013, the Statutory Auditors of the Company are appointed by the Office of the Comptroller & Auditor General, India (CAG).

The Comptroller and Auditor General of India has appointed M/s. Chandabhoy & Jassoobhoy Chartered Accountants (101647) as the Statutory Auditors for the Financial Year 2021-2022 vide their Letter No. CA. V/COY/CENTRAL GOVERNMENT, MMETRO (1)/74 dated 18<sup>th</sup> August 2021.

Further, there are no frauds reported U/s 143(12) of the Companies Act, 2013, by the Statutory Auditors, requiring disclosure in the Directors Report or reporting to the Central Government.

**15. Comments on the Report of the Statutory Auditors:**

The statutory Auditor M/s. Chandabhoy & Jassoobhoy Chartered Accountants has conducted the audit of the financial statement for the year 2020-2021 and found it reasonable.

**16. Comments on the Report of the Comptroller & Auditor General, India (CAG):**

The review and audit by Comptroller & Auditor General , India for the Financial Year 2020-21 is completed and the audit report is Nil.

**17. Secretarial Auditors:**

The Board of Directors has appointed M/s. Ragini Chokshi & Co, Company Secretaries, Mumbai as the Secretarial Auditors for the Company, in terms of the provisions of Section 204 of the Companies Act, 2013. A copy of their Secretarial Audit forms a part of this Report as Annexure III.





**18. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:**

During the Financial Year 2020-21, the details of the conservation of energy, technology absorption and Foreign Exchange Earnings and Outgo are as follows:

<p><b>A) Conservation of energy:</b></p>	
<p>(i) the steps taken or impact on</p>	<p>Following initiatives are being planned for Mumbai Metro Line -3 (MML-3) towards Energy Conservation:</p> <ul style="list-style-type: none"> <li>i) LED type energy savvy intelligent lighting system (including for Signages) will be used at all metro stations/depot.</li> <li>ii) Use of VVVF (Variable Voltage Variable Frequency) drives namely in Lift and Escalator systems.</li> <li>iii) Use of Variable Speed Drive (VSD) to control the speed of three phase AC motors at ECS &amp; TVS systems of underground, Overground &amp; Mid tunnel ventilation shaft.</li> <li>iv) Use of full height Platform Screen Doors to reduce the heat load on the Environmental Control System (ECS) in underground stations., which is estimated to give up to 35% reduction in Energy consumed in ECS.</li> <li>v) About 30% of regeneration of energy using modern VVVF control propulsion system from trains.</li> </ul> <p>Use of sensors to reduce the speed and stopping of escalators during no load condition. It shall help approximately 50%</p>



<p>(ii) the steps taken by the company for utilizing alternate sources of energy;</p>	<p>of energy saving during no load/Idle condition. Following initiatives are being planned/taken in MMRC towards utilizing alternate sources of energy i.e Solar Energy:</p> <ul style="list-style-type: none"> <li>i) Planning to purchase 50 MW solar power through Open Access through competitive bidding process.</li> <li>ii) Each RSS &amp; All Covered sheds/OCC shall have Roof Top Solar PV plant, which is estimated to generate 0.03 MWp &amp; 2.5 MWp of Solar Energy respectively.</li> </ul> <p>Further, in pursuit of its Green commitments, MMRC has installed Rooftop Mounted Solar PV 75 kWp plant at MMRC Transit Office Building. Solar Plant is active since Nov 2018.</p>
<p>(iii) the capital investment on energy conservation equipment's;</p>	<p>The Capital investment for 75 kWp Rooftop Mounted Solar PV plant is INR 54,49,500/-.</p>
<p><b>(B) Technology absorption:</b></p>	
	<ul style="list-style-type: none"> <li>i) LED lighting, Movement detectors and optimal lighting lux level control automatically during Non-revenue/Non-peak/Peak periods of train operation in Metro stations.</li> <li>ii) VVVF based propulsion system with regeneration.</li> </ul>



<p>(i) The efforts made towards technology absorption;</p>	<ul style="list-style-type: none"> <li>iii) LED Lighting &amp; VVVF drive inverter-based Air Conditioning System in coaches.</li> <li>iv) Gas Insulated Substations are being used in MML-3 substations being Compact, Reliable and almost Maintenance free system.</li> <li>v) Passenger Comfort &amp; Economy is being achieved through integrated SCADA control of TVE &amp; ECS.</li> <li>vi) Communication Based Train Control (CBTC) with Unattended Train Operation (UTO) proposed for MML-3 for optimal headway and energy efficiency.</li> <li>vii) National Common Mobility Card (NCMC) being introduced for AFC in MML-3. The system will also have provision to integrate with Integrated Ticketing System (ITS) for interoperability with other modes of transport in MMR for NCMC Card and Mobile App.</li> <li>viii) Two-way video communication from Train to OCC being introduced for the first time.</li> </ul>
<p>(ii) The benefits derived like product improvement, cost reduction, product development or import substitution;</p>	<p>Major equipment of Rolling Stock i.e. Converter/Inverter Unit, Static Inverter, VCB, Door System, Pantograph, VAC, etc. will be indigenized.</p>
<p>(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-</p>	<p>Not applicable (MML-3 is a Green field Project)</p>



(a) The details of technology imported;	NIL
(b) The year of import;	Not applicable
(c) Whether the technology been fully absorbed;	NIL
(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	Not applicable
(iv) The expenditure incurred on Research and Development.	Not applicable
<b>(C) Foreign exchange earnings and Outgo:</b>	
The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual out flows.	Foreign Exchange Earning – Nil  Foreign Exchange Outgo- Rs. <b>6,07,70,27,819/-</b>

### 19. Particulars of Loans, Investments and Guarantee in terms of Section 134(3) (g) of the Companies Act 2013

During the year under review, the Company has not given any loans, made any investments or given guarantees on any loans, which fall within the purview of the provisions of Section 134(3)(g) of the Companies Act, 2013 and hence, there are no disclosures required to be made thereof.

### 20. Particulars of Contracts or Arrangements with Related Parties

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013 for the Financial Year 2020-21 in the prescribed format, AOC-2 has been enclosed to this Report as "**Annexure IV**".

### 21. Extract of the Annual Return

The extract of the Annual Return for the Financial Year 2020-21, shall be available on the website [www.mmrc.com](http://www.mmrc.com) of the company.



## 22. Employees

- (i) There are no employees drawing remuneration in excess of Rs. 8,50,000 per month or Rs. 1,02,00,000 per annum. The details of the remuneration paid to the Functional Directors are as stated in the Audited Accounts for the Financial Year 2020-21.
- (ii) Further, the Board of Directors hereby states that the Company has not received any complaints under "The Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2011" during the Financial Year under review.

## 23. Risk Management Policy:

The Company has a Risk Management Policy in line with the nature of the business of the Company. The Board of Directors / Audit Committee undertake regular review and monitoring of the same, as deemed fit.

In the opinion of the Board, there are no visible risks that threaten the Company's existence.

## 24. Internal Financial Controls:

The Board of Directors inter alia reviews the internal policies and procedures of the Company in respect to the Financial Statements to ensure that there is an orderly and efficient detection of frauds and errors, if any. Further, internal policies and procedures are in place to determine the accuracy and completeness of the accounting records and there is a system in place for preparation of reliable financial information.

## 25. Compliance with the provisions of Secretarial Standards issued by ICSI

The Board of Directors hereby declare the compliance of the provisions of Secretarial Standards-1 ("Board Meetings") and Secretarial Standards – 2 ("General Meetings") issued by ICSI and notified by the MCA U/s 118(10) of the Companies Act, 2013, for all the Board and General Meetings of the Company held during the Financial Year 2020-21.

## 26. Directors Responsibility Statement

The Directors hereby state that:

- (a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;



- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (d) The directors had prepared the annual accounts on a going concern basis; an
- (e) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **27. Acknowledgments**

I, thank Ministry of Housing and Urban Affairs (Govt. of India), Govt of Maharashtra, Japan International Corporation Agency (JICA) and various department of Govt of India and Govt of Maharashtra for their help, support and co-operation. I also thank the members of the Board for valuable guidance, support and prudent guidance from time to time. Finally, I would like to record my appreciation for the efforts of all the employees, their dedication and hardwork, which played an important role to progress the work of tunneling in the country's first fully underground Metro Rail Network. I hope the highly motivated efficient workforce will help Mumbai Metro Rail Corporation Limited in succeeding all future endeavors.

**For, and on behalf of the Board of Directors  
Mumbai Metro Rail Corporation Limited**

**Place: Mumbai  
Date:30.09.2020**

**Chairman  
(DIN: 02944212)**



**ANNEXURE I**

**NOMINATION & REMUNERATION POLICY**

Sr. No.	INDEX	
1	Preamble	
2	Key objectives of policy	
3	Effective date	
4	Constitution of the Nomination and Remuneration Committee	
5	Definition	
6	Applicability	
7	Applicability of Policy to the Board of Directors/ Managing Directors/ Whole-time Directors	
8	Members of Committee	
9	Quorum of Committee	
10	Meetings of committee	
11	Appointment and Removal of Key Managerial Personnel And Senior Management	
12	Term / Tenure	
13	Evaluation	
14	Removal	
15	Retirement	
16	Policy for remuneration to Directors/KMP/Senior Management Personnel	
17	implementation	
18	Amendment	



**1. PREAMBLE:**

In terms of the provisions of Section 178(3) of the Companies Act, 2013 read with the applicable rules, regulations, thereof, the Company has formulated this Nomination and Remuneration Policy. This policy will be applicable to the appointment of Key Managerial Personnel and other senior employees of the Company, to the extent applicable to Government Companies.

**2. KEY OBJECTIVES OF THE POLICY:**

The Key Objectives of the Policy would be:

- a) To guide the Board in relation to appointment and removal of Key Managerial Personnel and Senior Management.
- b) To evaluate the performance of the Senior Managerial Personnel or employees and provide necessary report to the Board for further evaluation.
- c) To recommend to the Board on Remuneration payable to the Key Managerial Personnel and Senior Management

**3. EFFECTIVE DATE:**

This policy shall be effective from the date of its approval by the Board.

**4. CONSTITUTION OF THE NOMINATION AND REMUNERATION COMMITTEE:**

The Board of Directors in its 38<sup>th</sup> and 39<sup>th</sup> Board Meeting held on 5<sup>th</sup> March, 2016 and 27<sup>th</sup> May, 2016 constituted the Nomination & Remuneration Committee with the terms of reference of the Committee thereof.

**5. DEFINITIONS:**

- "Board" means Board of Directors of the Company.
- "Directors" means Directors of the Company.
- "Committee" means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board.
- "Company" means Mumbai Metro Rail Corporation Limited.
- "Government of Maharashtra" or "Government" shall mean to include the State Government of Maharashtra, unless otherwise specified in this regard





- “Central Government” means the Government of India. The Government of India shall include the President of India” or any of its Nominees.
- “Independent Director” means a director referred to in Section 149 (6) of the Companies Act, 2013.
- “Senior Management personnel” means personnel of the Company who are members of its core management team excluding Board of Directors. This would include all members of management one level below the executive directors, including all the functional heads, by whatever name called thereof.

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

### 6. APPLICABILITY:

In terms of the Notification No. GSR 463(E) dated 5<sup>th</sup> June, 2015, issued by the Ministry of Corporate Affairs, the Nomination and Remuneration Policy shall be applicable only to:

- (a) Functional/ Whole-time Directors (being employees of the Company and not nominated or appointed by the Government of Maharashtra)
- (b) Key Managerial Personnel (being employees of the Company)
- (c) Senior Management Personnel
- (d) Other employees

Nothing in this Policy shall be applicable to the Directors appointed to the Board of the Company by Government of Maharashtra or Government of India, in terms of the Articles of Association

### 7. APPLICABILITY OF POLICY TO THE BOARD OF DIRECTORS/ MANAGING DIRECTORS/ WHOLE-TIME DIRECTORS:

In terms of the Notification No. GSR 463(E) dated 5<sup>th</sup> June, 2015, issued by the Ministry of Corporate Affairs, and the Articles of Association of the Company, the provisions of sub-section (2), (3) and (4) of Section 178 shall not be applicable to the Board of Directors of the Company (unless they are employees of the Company).



By virtue of being a Government Company, and in terms of the Articles of Association of the Company, the terms, conditions, tenure and remuneration of the Managing Director is determined by the Government of Maharashtra or Government of India. Accordingly, nothing in this policy shall be applicable to the appointment and remuneration of the Managing Director/ Whole-time Director, where he is appointed by the Government.

Further, as per the Notification No. GSR 463(E) dated 5<sup>th</sup> June, 2015, issued by the Ministry of Corporate Affairs; the provisions of sub-section (1), (2), (3) and (4) of Section 203 pertaining to Key Managerial Personnel are not applicable to the Managing Director or Whole-time Directors of a Government Company. Hence, nothing in this Policy pertaining to Key Managerial Personnel shall be applicable to Managing Director and Whole-time Directors.

In terms of Articles of Association of the Company, Government of Maharashtra and Government of India have the right to nominate and appoint certain Directors on the Board of Directors of the Company. Such appointments shall be outside the purview of this Policy.

#### **8. MEMBERS OF COMMITTEE:**

The Committee shall consist of minimum 3 Directors. The majority i.e. more than 50% of the Committee shall consist of Independent Directors. The Chairman of the Committee shall be an Independent Director.

#### **9. QUORUM OF THE COMMITTEE**

The quorum of the Committee shall be minimum 2 Directors

#### **10. MEETINGS OF THE COMMITTEE**

The Committee shall meet at such times and at such intervals as it may deem fit. The meetings may be held at any place convenient to the Committee Members. The Committee Meetings may also include the provision of video-conferencing, except on the matters prohibited by law, under any Statute.

Any resolution proposed to be passed at a meeting of the Committee may also be passed by circulation, unless otherwise specifically prohibited by law, under any Statute for the time being in force.

#### **a. APPOINTMENT AND REMOVAL OF KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT**

a) The Committee shall identify and ascertain the integrity, qualification; expertise



and experience of the person for appointment as KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy.

- b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.
- c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

## **11. TERM / TENURE**

### **Managing Director/Whole-time Director:**

So long as the Managing Director/ Whole-time Directors are appointed by the Government of Maharashtra or Government of India, their terms and tenure shall be as fixed by the Government, in this regard.

### **Independent Director:**

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of up to maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

## **12. EVALUATION**

The Committee shall carry out evaluation of performance of Key Managerial Personnel and Senior Management Personnel yearly or at such intervals as may be considered necessary.



### **13. REMOVAL**

The Committee may recommend with reasons recorded in writing, removal of any Key Managerial Personnel or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

### **14. RETIREMENT**

The Key Managerial Personnel and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Key Managerial Personnel, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

### **15. POLICY FOR REMUNERATION TO DIRECTORS/ KEY MANAGERIAL PERSONNEL /SENIOR MANAGEMENT PERSONNEL**

#### **Remuneration to Non- Executive / Independent Directors:**

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.
- d) Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
  - i) The Services are rendered by such Director in his capacity as the professional; and
  - ii) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.



## Remuneration to Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy, as it may deem fit.
- b) The remuneration to the Key Managerial Personnel and Senior Management Personnel may be decided as per market standards or as per the terms of Government of Maharashtra and Government of India Regulations.

## 16. IMPLEMENTATION

- a) This Remuneration Policy shall apply to all future employment agreements with members of Company's Senior Management including Key Managerial Personnel and Board of Directors i.e. appointments made after the adoption of this Policy by the Board of Directors. Any such appointments made prior to the adoption of this policy by the Board shall be required to comply with the provisions of this policy at the time of revision, modification or any changes in the terms and conditions of the said appointments.
- b) In other respects, the Remuneration Policy shall be of guidance for the Board. Any or all the provisions of this Policy would be subject to the revision/ amendment in the Companies Act, 2013, related rules and regulations, guidelines on the subject as may be notified from time to time. Any such amendment shall automatically have the effect of amending this Policy without the need of any approval by the Nomination and Remuneration Committee and/or the Board of Directors. However, any such amendment shall be annexed to this Policy and put on the website of the Company for ready reference of all concerned persons and placed before the Nomination and Remuneration Committee and the Board of Directors in the next meeting.
- c) The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- d) The Committee may Delegate any of its powers to one or more of its members.

## 17. AMENDMENT

The Board of Directors may amend or modify or revise this Policy at any time, without assigning any reason thereof. Such modification or amendment or revision shall be annexed to this Policy and shall also be required to be noted in the Minutes of the Board Meeting and Committee Meeting.



**ANNEXURE II**

**Annual Report on CSR activities for financial year 2020-21**

**1. Brief outline on CSR Policy of the Company:**

MMRCL's CSR policy is aimed at demonstrating care for the community through its focus on education & skill development, health & wellness and environmental sustainability including biodiversity, energy & water conservation. Also embedded in this objective is support to the marginalized cross section of the society by providing opportunities to improve their quality of life. The projects undertaken will be within the broad framework of Schedule VII of the Companies Act, 2013. Details of the CSR policy and projects or programs undertaken by the Company are available on the website of the Company.

**2. Composition of CSR Committee:**

Sr. No.	Name	Designation
1.	Shri. Bhushan Gagrani	Chairperson
2	Shri. Ranjit Singh Deol	Member
3	Shri. Ajaykumar A Bhatt	Member

**3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.**

Composition of CSR Committee shared above and is available on the Company's website on

CSR Policy – [www.mmrc.com](http://www.mmrc.com)

CSR Projects – Not Applicable

**4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):** Not Applicable

**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any**

Sr. No.	Financial Year	available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
Not Applicable			



**6. Average net profit of the company as per section 135(5):**

Loss amounting to INR 1297.07

**7. (a) Two percent of average net profit of the company as per section 135(5): NIL**

**(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: NIL**

**(c) Amount required to be set off for the financial year, if any: NIL**

**(d) Total CSR obligation for the financial year (7a+7b- 7c): NIL**

**8. (a) CSR amount spent or unspent for the financial year: Not Applicable**

**(b) Details of CSR amount spent against ongoing projects for the financial year: Not Applicable.**

**(c) Details of CSR amount spent against other than ongoing projects for the financial year: Not Applicable**

**(d) Amount spent in Administrative Overheads: NIL**

**(e) Amount spent on Impact Assessment, if applicable: NIL**

**(f) Total amount spent for the Financial Year (8b+8c+8d+8e): NIL**

**(g) Excess amount for set off, if any**

Sr. No.	Particulars	Amount
(i)	Two percent of average net profit of the company as per section 135(5)	Nil
(ii)	Total amount spent for the Financial Year	Nil
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

**9. (a) Details of Unspent CSR amount for the preceding three financial years: NIL**

**(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL**

**10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: NIL**

**11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) – Not Applicable**

Place : Mumbai

Date : 30-09-2021

Chairman

Chairman of Corporate Social  
Responsibility Committee



**SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

*[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,**

**MUMBAI METRO RAIL CORPORATION LIMITED**

Transit office E-block,  
North Side of City Park,  
Behind Income Tax Office,  
A-Wing, Bandra (E), Bandra-Kurla Complex,  
Mumbai - 400051

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MUMBAI METRO RAIL CORPORATION LIMITED (CIN: U60100MH2008SGC181770) (hereinafter called “the Company”)**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India due to the COVID-19 pandemic, we hereby





report that in our opinion, the Company has, during the Financial Year **1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year **1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021** according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **(Not applicable during the Financial Year)**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **(Not applicable during the Financial Year).**
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not applicable during the Financial Year)**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- **(Not applicable during the Financial Year)**
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
  - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014.
  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.



- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, 2013 and dealing with client.
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.
- h. Securities and Exchange Board of India (Buy Back of Securities) Regulations, 2018.

(vi) The following sector specific laws applicable to the Company are:

- Metro Railways (Construction of Works) Act, 1978
- Metro Railways (Operation and Maintenance) Act, 2002
- Metro Railways (Amendment) Act, 2002
- Indian Railways Act, 1890

Based on the Compliance Certificates obtained by the Company from the functional heads and various Contractors, we relied on the compliances of the above-mentioned statutes.

We have also examined compliance with the applicable clauses of Secretarial Standards, i.e., SS-1 & SS-2 issued by The Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above **except to the extent as mentioned below:**

- *As required under Rule 3 of (Appointment and Qualification of Directors) Rules, 2014, the company has not appointed any woman director on the board;*

**We further report that** during the reporting period:

The Board of Directors of the Company is duly constituted with proper balance of Executive and Non-executive Directors. **(As the Company is a Joint Venture, this is not applicable as per Rule 4, sub-rule (2) of (Appointment and Qualification of Directors) Rules, 2014).**

The changes in the composition of the Board of Directors that took place during the period under review were carried out and are in compliance with the provisions of the Act.



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

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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.

**We further report that** during the reporting period, following changes took place in the management of the Company:

Appointments during the reporting period:

1. Shri. Manoj Saunik (DIN: 02954463) has been appointed as a Nominee Director of the Company with effect from 08/05/2020.
2. Shri. Iqbal Singh Chahal (DIN: 08727394) has been appointed as a Nominee Director of the Company with effect from 08/05/2020.
3. Shri. Bhushan Gagrani (DIN: 00204045) has been appointed as a Nominee Director of the Company with effect from 10/08/2020.

Cessations during the reporting period:

1. Shri. Praveen Singh Pardeshi (DIN: 07683381) has ceased to be a Nominee Director of the Company with effect from 10/08/2020.

**We further report that** during the year under report, as per the letter and instructions given by the Government of India, MUMBAI METRO RAIL CORPORATION LIMITED has made the following Rights Issues to the nominees of the Government of India and the Government of Maharashtra as per the resolution passed and approvals taken in the Board meetings held on June 26, 2020 and November 26, 2020:





## Mumbai Metro Rail Corporation Ltd.

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1. Rights offer of 400,00,000 equity shares of Rs.100 each made on 26th June, 2020, which were allotted on 29th July, 2020.
2. Rights offer of 200,00,000 equity shares of Rs.100 each made on 26th November, 2020, which were allotted on 16th December, 2020.

For **Ragini Chokshi & Co.**  
**(Company Secretaries)**

Place: Mumbai

Date: August 02, 2021

**Kiran Thacker**  
**(Partner)**

**FCS No. 2316**

**C.P. No. 21210**

**UDIN: F002316C000723509**

(Note: This Report is to be read with our letter of even date which is annexed to this Report as Annexure and forms integral part of this Report.)



**ANNEXURE A**

**Annexure to Secretarial Audit Report**

**To,**

**The Members,**

**MUMBAI METRO RAIL CORPORATION LIMITED**

Transit office E-block,

North Side of City Park,

Behind Income Tax Office,

A-Wing, Bandra (E), Bandra-Kurla Complex,

Mumbai - 400051.

Our report of even date is to be read along with this Annexure.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management's Representation about the compliance of applicable laws, rules, regulations and standards and happening of events etc.
5. Due to COVID-19 pandemic and lockdowns in the country, the Secretarial audit was done partly on the basis of the documents made available to us in electronic form by the Company.



6. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards, etc. is the responsibility of Management. Our examination was limited to the verification of procedures on test basis.
7. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For **Ragini Chokshi & Co.**  
**(Company Secretaries)**

Place: Mumbai

Date: August 02, 2021

**Kiran Thacker**  
**(Partner)**

**FCS No. 2316**

**C.P. No. 21210**

**UDIN: F002316C000723509**



**Annexure – IV to the Directors Report for Financial Year 2020-21:  
Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.**

<b>1</b>	<b>Details of contracts or arrangements or transactions at arm's length basis</b>	
(a)	Name(s) of the related party and nature of relationship	<b>NOT APPLICABLE</b>
(b)	Nature of contracts/ arrangements/ transactions	
(c)	Duration of the contracts/ arrangements/ transactions	
(d)	Salient Terms of the contracts or arrangements or transactions including the value, if any	
(e)	Justification for entering into such contracts or arrangements or transactions	
(f)	Dates of approval by the Board	
(g)	Amount paid as advances, if any(h)Date on which the special resolution was passed in general meeting as required under the first proviso to Section 188	
<b>2</b>	<b>Details of material contracts or arrangement or transactions not at arm's length basis</b>	
(a)	Name(s) of the related party and nature of relationship	<b>NOT APPLICABLE</b>
(b)	Nature of contracts/arrangements/transactions	
(c)	Durations of the contracts/ arrangements /transactions	
(d)	Salient Terms of the contracts or arrangements or transactions including the value, if any	
(e)	Date(s) of approval by the Board, if any(f)Amount paid as advances, if any.	

For and on behalf of the Board of Directors,  
Mumbai Metro Rail Corporation Limited

**Place: Mumbai  
Date: 30.09.2021**

**Chairman**



**FORM NO. 3****SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

*[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,****MUMBAI METRO RAIL CORPORATION LIMITED**

Transit office E-block,  
North Side of City Park,  
Behind Income Tax Office,  
A-Wing, Bandra (E), Bandra-Kurla Complex,  
Mumbai - 400051

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MUMBAI METRO RAIL CORPORATION LIMITED (CIN: U60100MH2008SGC181770) (hereinafter called “the Company”)**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India due to the COVID-19 pandemic, we hereby





report that in our opinion, the Company has, during the Financial Year **1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year **1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021** according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **(Not applicable during the Financial Year)**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **(Not applicable during the Financial Year).**
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not applicable during the Financial Year)**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- **(Not applicable during the Financial Year)**
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
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  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.



- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, 2013 and dealing with client.
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.
- h. Securities and Exchange Board of India (Buy Back of Securities) Regulations, 2018.

(vi) The following sector specific laws applicable to the Company are:

- Metro Railways (Construction of Works) Act, 1978
- Metro Railways (Operation and Maintenance) Act, 2002
- Metro Railways (Amendment) Act, 2002
- Indian Railways Act, 1890

Based on the Compliance Certificates obtained by the Company from the functional heads and various Contractors, we relied on the compliances of the above-mentioned statutes.

We have also examined compliance with the applicable clauses of Secretarial Standards, i.e., SS-1 & SS-2 issued by The Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above **except to the extent as mentioned below:**

- *As required under Rule 3 of (Appointment and Qualification of Directors) Rules, 2014, the company has not appointed any woman director on the board;*

**We further report that** during the reporting period:

The Board of Directors of the Company is duly constituted with proper balance of Executive and Non-executive Directors. **(As the Company is a Joint Venture, this is not applicable as per Rule 4, sub-rule (2) of (Appointment and Qualification of Directors) Rules, 2014).**

The changes in the composition of the Board of Directors that took place during the period under review were carried out and are in compliance with the provisions of the Act.



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

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

- 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.

**We further report that** during the reporting period, following changes took place in the management of the Company:

Appointments during the reporting period:

1. Shri. Manoj Saunik (DIN: 02954463) has been appointed as a Nominee Director of the Company with effect from 08/05/2020.
2. Shri. Iqbal Singh Chahal (DIN: 08727394) has been appointed as a Nominee Director of the Company with effect from 08/05/2020.
3. Shri. Bhushan Gagrani (DIN: 00204045) has been appointed as a Nominee Director of the Company with effect from 10/08/2020.

Cessations during the reporting period:

1. Shri. Praveen Singh Pardeshi (DIN: 07683381) has ceased to be a Nominee Director of the Company with effect from 10/08/2020.

**We further report that** during the year under report, as per the letter and instructions given by the Government of India, MUMBAI METRO RAIL CORPORATION LIMITED has made the following Rights Issues to the nominees of the Government of India and the Government of Maharashtra as per the resolution passed and approvals taken in the Board meetings held on June 26, 2020 and November 26, 2020:



1. Rights offer of 400,00,000 equity shares of Rs.100 each made on 26th June, 2020, which were allotted on 29th July, 2020.
2. Rights offer of 200,00,000 equity shares of Rs.100 each made on 26th November, 2020, which were allotted on 16th December, 2020.

For **Ragini Chokshi & Co.**  
**(Company Secretaries)**

Place: Mumbai

Date: August 02, 2021

**Kiran Thacker**  
**(Partner)**

**FCS No. 2316**

**C.P. No. 21210**

**UDIN: F002316C000723509**

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



ANNEXURE A

Annexure to Secretarial Audit Report

To,

The Members,

**MUMBAI METRO RAIL CORPORATION LIMITED**

Transit office E-block,  
North Side of City Park,  
Behind Income Tax Office,  
A-Wing, Bandra (E), Bandra-Kurla Complex,  
Mumbai - 400051.

Our report of even date is to be read along with this Annexure.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management's Representation about the compliance of applicable laws, rules, regulations and standards and happening of events etc.
5. Due to COVID-19 pandemic and lockdowns in the country, the Secretarial audit was done partly on the basis of the documents made available to us in electronic form by the Company.



6. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards, etc. is the responsibility of Management. Our examination was limited to the verification of procedures on test basis.
7. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For **Ragini Chokshi & Co.**  
**(Company Secretaries)**

Place: Mumbai

Date: August 02, 2021

**Kiran Thacker**  
**(Partner)**

**FCS No. 2316**

**C.P. No. 21210**

**UDIN: F002316C000723509**



**Annexure – IV to the Directors Report for Financial Year 2020-21:  
Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.**

<b>1</b>	<b>Details of contracts or arrangements or transactions at arm's length basis</b>	
(a)	Name(s) of the related party and nature of relationship	<b>NOT APPLICABLE</b>
(b)	Nature of contracts/ arrangements/ transactions	
(c)	Duration of the contracts/ arrangements/ transactions	
(d)	Salient Terms of the contracts or arrangements or transactions including the value, if any	
(e)	Justification for entering into such contracts or arrangements or transactions	
(f)	Dates of approval by the Board	
(g)	Amount paid as advances, if any(h)Date on which the special resolution was passed in general meeting as required under the first proviso to Section 188	
<b>2</b>	<b>Details of material contracts or arrangement or transactions not at arm's length basis</b>	
(a)	Name(s) of the related party and nature of relationship	<b>NOT APPLICABLE</b>
(b)	Nature of contracts/arrangements/transactions	
(c)	Durations of the contracts/ arrangements /transactions	
(d)	Salient Terms of the contracts or arrangements or transactions including the value, if any	
(e)	Date(s) of approval by the Board, if any(f)Amount paid as advances, if any.	

For and on behalf of the Board of Directors,  
Mumbai Metro Rail Corporation Limited

**Place: Mumbai  
Date: 30.09.2021**

**Chairman**



भारतीय लेखापरीक्षा और लेखा विभाग  
कार्यालय प्रधान निदेशक लेखापरीक्षा  
(नौवहन), मुंबई



INDIAN AUDIT AND ACCOUNTS DEPARTMENT  
OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT  
(SHIPPING), MUMBAI.

गोपनीय/शीघ्र डाक

संख्या: जीए/सीए-1/लेखा/MMRCL/2020-21/178

दिनांक : 24/09/2021

सेवा में,  
प्रबंध निदेशक  
मुंबई मेट्रो रेल कॉर्पोरेशन लिमिटेड  
एम एम आर सी ट्रांसिट ऑफिस बिल्डिंग, 'A' विंग, 'E' ब्लॉक,  
North Side of City Park, Behind Income Tax Office,  
Bandra Kurla Complex, Bandra East  
मुंबई- 400051

विषय:- 31 मार्च 2021 को समाप्त वर्ष हेतु मुंबई मेट्रो रेल कॉर्पोरेशन लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(बी) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

31 मार्च 2021 को समाप्त वर्ष हेतु मुंबई मेट्रो रेल कॉर्पोरेशन लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(बी) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक के द्वारा दी गई टिप्पणियाँ इस पत्र के साथ संलग्न हैं। टिप्पणियों को मुद्रित वार्षिक प्रतिवेदन के विषयसूची में उचित संकेत सहित सांविधिक लेखापरीक्षक के प्रतिवेदन के आगे रखा जाये।

वार्षिक सामान्य बैठक के समापन के पश्चात, वित्तीय विवरणों, सांविधिक लेखापरीक्षक का प्रतिवेदन तथा भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियों को अपनाते हुए सामान्य वार्षिक बैठक की कार्यवाही की एक प्रतिलिपि इस कार्यालय को अविलंब अग्रेषित की जाए। मुद्रित वार्षिक रिपोर्ट की दस प्रतियाँ भी इस कार्यालय को भेजी जायें।

कृपया इस पत्र एवं संलग्नकों की प्राप्ति की सूचना दें।

भवदीय,

(पी.वी. हरि कृष्णा)

प्रधान निदेशक लेखापरीक्षा (नौवहन), मुंबई

संलग्न: यथोपरि।





**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF MUMBAI METRO RAIL CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2021.**

The preparation of financial statements of MUMBAI METRO RAIL CORPORATION LIMITED for the year ended 31 March 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 02 August 2021.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of MUMBAI METRO RAIL CORPORATION LIMITED for the year ended 31 March 2021 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 auditor's report under section 143(6)(b) of the Act.

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

**(P V Hari Krishna)**

Principal Director of Audit (Shipping)

**Place Mumbai**

**Date: 24.09.2021**



## INDEPENDENT AUDITOR'S REPORT

To  
The Members of  
MUMBAI METRO RAIL CORPORATION LIMITED

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### OPINION

1. We have audited the accompanying financial statements of **MUMBAI METRO RAIL CORPORATION LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the statement of Change in Equity and the Statement of Cash Flow for the year then ended, and notes to the Financial Statements, including a summary of the significant accounting policies and other explanatory information, (hereinafter referred to as 'Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, and its losses, other comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### BASIS FOR OPINION

2. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

3. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report namely Director's



Report including Annexures to the Director's Report but does not include the financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this audit report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and review the steps taken by the Management to communicate with those in receipt of the other information, if previously issued, to inform them of the revision.

#### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

4. 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 financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), change in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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



Those Board of Directors are also responsible for overseeing the company's financial reporting process.

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

5. 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.
6. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 with reference to the financial statements 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.

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

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

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

7. As required by Companies (Auditor's Report) Order 2016 ("the Order") issued by Central Government of India in terms of sub section (11) of Section 143 of the Companies Act 2013, we give in "**Annexure I**" a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.
8. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the 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 financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued thereunder.
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such control, refer to our separate Report in “**Annexure II**”
- (g) The Company is a Government company, accordingly, vide Notification G.S.R. 463 (E) dated June 5, 2015, the provision of section 197 read with Schedule V of the Act, are not applicable.
- (h) 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 Financial Statement – Refer Note 22.1 to the Financial Statements.
  - ii. The Company does not have any material foreseeable losses towards the long-term contracts during the year ended March 31, 2021. The Company does not have any derivative contracts.
  - iii. There are no amounts required to be transferred to the Investor Education & Protection Fund by the Company
9. As required by the Directions issued by the office of Comptroller & Auditor General of India under Section 143 (5) of the Act, we report that:
- i. As per the information and explanation given to us and based on the verification of books of account, the Company uses Tally ERP-9 (Series 6.4.3) as



its main accounting system and does not have a single integrated IT application. It uses multiple applications to capture and record transactions for the purpose of processing and obtaining approvals. There is a manual interface between these applications and Tally ERP.

The implication of processing accounting transactions using multiple IT applications using manual interface gives rise to risk of error on transfer of data from one application to other, resulting in misstatement in the financial statements. However, the Company has compensatory manual preventive controls to mitigate the risk.

- ii. According to the information and explanation given to us and based on examination of records of the Company, there is no loan due for repayment and hence the question of restructuring / waiver does not arise. There are no write off of debts.

Repayment of Japan International Cooperation Agency (JICA) loan does not fall due in Financial Year 2020-21, however, the company has made adequate provision for the JICA loan interest.

- iii. According to the information and explanation given to us and based on examination of records, the Company has only one project (Scheme) for construction of Mumbai Metro Line – 3 (Colaba – Bandra – SEEPZ). Funds received from all the lending / investing agencies have been applied towards the said project and we have not observed any deviation.

For and on behalf of  
**Chandabhoy & Jassoobhoy**  
**Chartered Accountants**  
**Firm Registration No. 101647W**

**Ambesh Dave**  
**Partner**  
**(Membership No.: 049289)**  
**UDIN : 21049289AAAACY5327**

**PLACE : Mumbai**  
**Date : August 02, 2021**



## “ANNEXURE I” TO THE AUDITORS' REPORT

Referred to in paragraph 7 of the Auditors Report of even date to the Members of **Mumbai Metro Rail Corporation Limited** on the accounts for the year ended 31<sup>st</sup> March, 2021.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the Company has a regular programme of physical verification of its fixed assets, by which all fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain fixed assets were physically verified during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties owned by the Company are held in the name of the Company except as tabulated below:

Particulars	Gross Block / Net Block (Rs. In Lakh)	Number of cases	Remarks
Freehold Land	1,459.60	48	a. 44 Land parcels received from Government Authorities as grant. b. 4 Land parcels from private parties.

In respect of immovable properties taken on lease, the lease agreements are in the name of the Company.

2. The Company does not have inventories and hence the provisions of paragraph 3 (ii) of the order is not applicable.
3. The Company has not granted any loans, secured or unsecured to any company, firm, limited liability partnership or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Therefore, the provisions of paragraph 3 (iii) of the Order are not applicable.
4. In our opinion and according to the information and explanations given to us and the records examined by us, the Company has not advanced





any loans or made any investment or provided any guarantee or security to the parties covered under section 185 and 186 of the Act. Therefore, the provisions of clause 3(iv) of the Order are not applicable to the Company.

5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public during the year and hence the directives issued by Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules framed thereunder are not applicable.
6. In our opinion and according to the information and explanations given to us, the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the Company under the Companies (Cost Record and Audit) Rules, 2014.
7. (a) According to the information & explanations given to us and records of the Company examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other material statutory dues applicable to it, with the appropriate authorities. According to the information and explanations given to us, there are no material undisputed statutory dues outstanding as at March 31, 2021 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no material dues of Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value added Tax or Cess which has not been deposited by the Company on account of dispute except in respect of Property Tax which has not been deposited on March 31, 2021 on account of disputes is given as under:

Name of the statute	Nature of the Dues	Amount (Rs. in Lakh)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Mumbai Municipal Corporation Act, 1888	Property Tax	2,065.70	2015 – 16 to 2020 - 21	Asst. Assessor & Collector (respective Ward)	Letter written to cancel / waive the demand.



Of the above, Rs. 210.10 lakhs are provided in the books of account and not paid. We were informed that, the Company has requested for concessional rate of tax.

8. According to the information and explanations given to us and based on the documents and records produced to us, the subordinate debt taken from Government of India and Government of Maharashtra and loan availed from Japan International Cooperation Agency (JICA) as 'Pass through assistance' from Ministry of Housing and Urban Affairs (MoHUA) are not due and hence there is no question of any default being made. The subordinate debt from Government of India and Government of Maharashtra are interest free. The Company does not have any loans or borrowings from financial institutions and banks and has not issued any debentures.
9. According to the information and explanations given to us and the records of the Company examined by us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). Hence, the provisions of paragraph 3(ix) of the Order are not applicable.
10. During the course of our examination of the books of account and records of the Company, and according to the information and explanation given to us and representations made by the Management, no material fraud on or by the Company has been noticed or reported during the year.
11. The Company is a Government company, accordingly, vide Notification G.S.R. 463 (E) dated June 5, 2015, the provisions of section 197 read with Schedule V of the Act, are not applicable. Hence, the provisions of paragraph 3 (xi) of the Order are not applicable.
12. In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company as prescribed under Section 406 of the Act. Hence, the provisions of paragraph 3 (xii) of the Order are not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with Section 177 and 188 of the Act where applicable, and details have been disclosed in the Financial Statements as required by the applicable Indian accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or



partly convertible debentures during the year under review and accordingly requirements of section 42 of the Companies Act, 2013 and clause 3 (xiv) of the Order is not applicable.

15. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not entered into non-cash transactions with the directors or persons connected with them. Hence, the provisions of Section 192 of the Companies Act, 2013 and clause 3 (xv) of the Order are not applicable.
16. According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence provisions of paragraph 3(xvi) of the Order is, not applicable.

For and on behalf of  
**Chandabhoy & Jassoobhoy**  
**Chartered Accountants**  
**Firm Registration No. 101647W**

**Ambesh Dave**  
**Partner**  
**(Membership No.: 049289)**  
**UDIN : 21049289AAAACY5327**

**PLACE : Mumbai**  
**Date : August 02, 2021**



## “Annexure II” to Independent Auditor's Report

Referred to in paragraph 8 (f) under 'Report on Other Legal and Regulatory Requirements' of the Independent Auditor's Report of even date to the members of **MUMBAI METRO RAIL CORPORATION LIMITED** on the financial statements for the year ended March 31, 2021.

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

We have audited the Internal Financial Controls with reference to financial statements of **MUMBAI METRO RAIL CORPORATION LIMITED** (“the Company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate



internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

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

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

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

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

Due to the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to



financial statements 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 with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, 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 and on behalf of  
**Chandabhoy & Jassoobhoy**  
**Chartered Accountants**  
**Firm Registration No. 101647W**

**Ambesh Dave**  
**Partner**  
**(Membership No.: 049289)**  
**UDIN : 21049289AAAACY5327**

**PLACE : Mumbai**  
**Date : August 02, 2021**



**BALANCE SHEET AS AT MARCH 31, 2021**

(Rs. In lakhs)

Particulars	Note	As at March 31, 2021	As at March 31, 2020 *(Restated)
<b>A. ASSETS</b>			
<b>Non-current assets</b>			
a) Property, plant and equipment	2(a)	47,440.51	47,903.33
b) Capital work-in-progress	3(a)	1,603,311.56	1,246,213.16
c) Right-of-use assets	4	4,148.33	6,737.35
d) Intangible assets	2(b)	147.83	233.12
e) Intangible assets under development	3(b)	357.23	369.33
f) Financial assets			
(i) Loans	5	323.89	761.95
(ii) Other financial assets	6	807.74	295.99
g) Deferred tax assets (net)	20(a)	279.76	346.78
h) Current tax assets (net)	20(e)	1,553.28	2,285.28
i) Other non-current assets	7	103,518.95	149,371.19
<b>Total non-current assets</b>		<b>1,761,889.08</b>	<b>1,454,517.48</b>
<b>Current assets</b>			
a) Financial assets			
(i) Cash and cash equivalents	8(a)	28,065.50	76,131.82
(ii) Bank balance other than (i) above	8(b)	451.42	34,727.00
(iii) Loans	5	821.89	303.42
(iv) Other financial assets	6	24,694.33	11,431.25
b) Other current assets	7	31,474.29	11,054.51
<b>Total current assets</b>		<b>85,507.43</b>	<b>133,648.00</b>
<b>Total assets</b>		<b>1,847,396.51</b>	<b>1,588,165.48</b>
<b>B. EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
a) Equity share capital	9	381,520.00	321,520.00
b) Other equity	10	(7,382.64)	14,769.49
<b>Total equity</b>		<b>374,137.36</b>	<b>336,289.49</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
a) Financial Liabilities			
(i) Borrowings	11	1,130,984.88	993,311.75
(ii) Lease liabilities	4	1,248.21	2,973.47
(iii) Other financial liabilities	12	35.84	32.75
b) Other non-current liabilities	13	213,439.52	142,000.45
c) Provisions	14	309.51	494.19
<b>Total non-current liabilities</b>		<b>1,346,017.96</b>	<b>1,138,812.61</b>
<b>Current liabilities</b>			
a) Financial liabilities			
(i) Lease liabilities	4	2,549.87	3,424.02
(ii) Other financial liabilities	12	117,670.64	102,778.66
b) Other current liabilities	13	6,688.26	6,685.64
c) Provisions	14	332.42	175.06
<b>Total current liabilities</b>		<b>127,241.19</b>	<b>113,063.38</b>
<b>Total liabilities</b>		<b>1,473,259.15</b>	<b>1,251,875.99</b>
<b>Total equity and liabilities</b>		<b>1,847,396.51</b>	<b>1,588,165.48</b>
<b>Significant Accounting Policies</b>	1		

\*Figures are restated, refer note 29  
The accompanying notes 1-32 form an integral part of the Financial Statements

As per our report of even date  
For **CHANDABHOY & JASSOOBHOY**  
**CHARTERED ACCOUNTANTS**  
Firm Registration Number -101647W

For and on behalf of the Board of Directors of  
**Mumbai Metro Rail Corporation Limited**  
CIN : U60100MH2008SGC181770

**Ambesh A. Dave**  
PARTNER  
Membership Number- 049289  
Place: Mumbai  
Date : August, 02, 2021

**Ranjit Singh Deol**  
Managing Director  
DIN: 06759002

**Abodh Khandelwal**  
Director (Finance)  
DIN:07807394

**Ritu Deb**  
Company Secretary  
Membership No.: F6754



**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2021**

(Rs. In lakhs)

Particulars	Note	For the year ended March 31, 2021	For the year ended March 31, 2020 *(Restated)
<b>Income</b>			
Revenue from operations		-	-
Other income	15	1,087.13	805.45
<b>Total income</b>		<b>1,087.13</b>	<b>805.45</b>
<b>Expenses</b>			
Employee benefits expense	16	1,058.38	1,152.48
Finance costs	17	57.17	17.86
Depreciation and Amortisation expense	2 & 4 (e)	997.34	775.37
Other expenses	18	1,042.26	1,687.88
<b>Total expenses</b>		<b>3,155.15</b>	<b>3,633.59</b>
<b>(Loss) before tax for the year</b>		<b>(2,068.02)</b>	<b>(2,828.14)</b>
<b>Tax expense</b>			
Current tax	20(b)	-	(635.31)
Deferred tax	20(b)	71.46	(174.11)
<b>Total tax expense</b>		<b>71.46</b>	<b>(809.42)</b>
<b>(Loss) for the year</b>		<b>(2,139.48)</b>	<b>(2,018.72)</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to profit and loss			
Remeasurement of defined benefit plans		(17.09)	(9.68)
Income tax related to above	20(c)	4.44	2.82
<b>Other Comprehensive Income/(loss)</b>		<b>(12.65)</b>	<b>(6.86)</b>
<b>Total comprehensive (loss) for the year</b>		<b>(2,152.13)</b>	<b>(2,025.58)</b>
Earnings per share - Face Value Rs. 100 per share	19		
Basic (in Rs.)		(0.60)	(0.76)
Diluted (in Rs.)		(0.60)	(0.76)
<b>Significant Accounting Policies</b>	1		

\*Figures are restated, refer note 29  
The accompanying notes 1-32 form an integral part of the Financial Statements

As per our report of even date  
**For CHANDABHOY & JASSOQBHOY**  
**CHARTERED ACCOUNTANTS**  
Firm Registration Number -101647W

**Ambesh A. Dave**  
PARTNER  
Membership Number- 049289  
Place: Mumbai  
Date : August, 02, 2021

**Ranjit Singh Deol**  
Managing Director  
DIN: 06759002

For and on behalf of the Board of Directors of  
**Mumbai Metro Rail Corporation Limited**  
CIN : U60100MH2008SGC181770

**Abodh Khandelwal**  
Director (Finance)  
DIN:07807394

**Ritu Deb**  
Company Secretary  
Membership No.: F6754





**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2021**

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020 *(Restated)
<b>A. Cash flow from operating activities</b>		
<b>(Loss) before tax</b>	<b>(2,068.02)</b>	(2,828.14)
<b>Adjustments for:</b>		
Depreciation and amortisation expense	997.34	775.37
Finance cost	57.17	17.86
Net loss on fair valuation of Security Deposits	-	16.81
(Profit)/Loss on sale of Property, plant and equipment	(0.56)	(0.03)
Interest income	(999.18)	(768.06)
Re-measurement of defined benefit plan	(17.09)	(9.68)
<b>Operating profit before working capital changes</b>	<b>(2,030.34)</b>	<b>(2,795.87)</b>
<b>Adjustments for:</b>		
Decrease/(Increase) in Loans	(6.44)	(172.99)
Decrease/(Increase) in Other Financial Assets	(3,744.88)	(337.37)
Decrease/(Increase) in Non Financial Assets	(752.37)	(46.42)
Increase /(Decrease) in Other Financial Liabilities	821.45	398.58
Increase /(Decrease) In Non Financial Liabilities	2.61	1,127.09
Increase /(Decrease) in Provisions	3.00	94.13
<b>Cash generated from operations</b>	<b>(5,706.97)</b>	<b>(1,732.85)</b>
<b>Income tax (paid)/refund</b>	<b>732.00</b>	<b>(562.91)</b>
<b>Net cash flow from operating activities (A)</b>	<b>(4,974.97)</b>	<b>(2,295.76)</b>
<b>B. Cash flows from investing activities</b>		
Purchase of Property, plant & equipment and capital work in progress	(328,139.04)	(456,228.60)
Proceeds from sale of Property, plant & equipment	19.19	18.28
Purchase/adjustment/sale of Other intangible assets and Intangible assets under development	16.57	(257.25)
Maturity of/(investment in) fixed deposits	37423.62	(40,960.90)
Interest received on fixed deposits with banks	2932.46	2,939.35
Proceeds from investment in sublease (including interest)	334.00	300.68
<b>Net cash outflow from investing activities (B)</b>	<b>(287,413.20)</b>	<b>(494,188.44)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from borrowings	207,500.00	375,911.00
Payment of Lease Liability (including interest)	(3,178.15)	(1,795.14)
Proceeds from issue of Equity share capital	40,000.00	90,000.00
Proceeds received against share application	-	20,000.00
<b>Net Cash outflow from Financing activities (C)</b>	<b>244,321.85</b>	<b>484,115.86</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(48,066.32)</b>	<b>(12,368.34)</b>
<b>Cash and cash equivalents at the beginning of the financial year</b>	<b>76,131.82</b>	<b>88,500.16</b>
<b>Cash and cash equivalents at the end of the financial year Note-8(a)</b>	<b>28,065.50</b>	<b>76,131.82</b>

Notes:

(a). The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the IndAS - 7 on Statement of Cash flow as notified under Companies (Accounts) Rules, 2015 as amended.



**STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2021**

(b). Cash & cash equivalents comprise of:

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Balance with banks	<b>365.50</b>	40,131.82
Fixed deposits with banks, having original maturity of three months or less	<b>27700.00</b>	36,000.00
<b>Cash and cash equivalents at the end of the year</b>	<b>28,065.50</b>	76,131.82

(c). Movement in borrowings in accordance with Ind AS 7

(Rs.in lakhs)

Particulars	As at March 31, 2020	Cash Flows	Non-cash Changes	As at March 31, 2021
Long term borrowings	993,311.75	207,500.00	(69,826.87)	<b>1,130,984.88</b>
<b>Total borrowings</b>	<b>993,311.75</b>	<b>207,500.00</b>	<b>(69,826.87)</b>	<b>1,130,984.88</b>

Particulars	As at March 31, 2019	Cash Flows	Non-cash Changes	As at March 31, 2020
Long term borrowings	639,328.68	375,911.00	(21,927.93)	<b>993,311.75</b>
<b>Total borrowings</b>	<b>639,328.68</b>	<b>375,911.00</b>	<b>(21,927.93)</b>	<b>993,311.75</b>

(d). Previous year's figures have been regrouped/reclassified wherever applicable

As per our report of even date  
For CHANDABHOY & JASSOQBHOY  
CHARTERED ACCOUNTANTS  
Firm Registration Number -101647W

For and on behalf of the Board of Directors of  
**Mumbai Metro Rail Corporation Limited**  
CIN : U60100MH2008SGC181770

**Ambesh A. Dave**  
PARTNER  
Membership Number- 049289  
**Place: Mumbai**  
**Date : August 02, 2021**

**Ranjit Singh Deol**  
Managing Director  
DIN: 06759002

**Abodh Khandelwal**  
Director (Finance)  
DIN:07807394

**Ritu Deb**  
Company Secretary  
Membership No.: F6754



**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED MARCH 31, 2021**

**A. Equity Share Capital**

(Rs.in lakhs)

Particulars	Amount
Balance as at March 31, 2019	231,520.00
Changes in Equity share capital during the year	90,000.00
Balance as at March 31, 2020	321,520.00
Changes in Equity share capital during the year	60,000.00
Balance as at March 31, 2021	381,520.00

**B. Other Equity**

(Rs.in lakhs)

Particulars	Share application money pending for allotment	Reserves and Surplus - Retained Earnings	Total other Equity
<b>Balance as at March 31, 2019</b>	-	<b>(3,204.93)</b>	<b>(3,204.93)</b>
Profit / (loss) for the year	-	(2,018.72)	(2,018.72)
Other Comprehensive Income (Net of Tax)	-	(6.86)	(6.86)
Total comprehensive income for the year	-	(2,025.58)	(2,025.58)
Share application money received	20,000.00	-	20,000.00
<b>Balance as at March 31, 2020 (Restated)</b>	<b>20,000.00</b>	<b>(5,230.51)</b>	<b>14,769.49</b>
Profit / (loss) for the year	-	<b>(2,139.48)</b>	<b>(2,139.48)</b>
Other Comprehensive Income (Net of Tax)	-	<b>(12.65)</b>	<b>(12.65)</b>
Total comprehensive income for the year	-	<b>(2,152.13)</b>	<b>(2,152.13)</b>
Issue of equity shares	<b>(20,000.00)</b>	-	<b>(20,000.00)</b>
<b>Balance as at March 31, 2021</b>	-	<b>(7,382.64)</b>	<b>(7,382.64)</b>

The accompanying notes 1-32 form an integral part of the Financial Statements

As per our report of even date

**For CHANDABHOY & JASSOOBHOY**

CHARTERED ACCOUNTANTS

Firm Registration Number -101647W

For and on behalf of the Board of Directors of

**Mumbai Metro Rail Corporation Limited**

CIN : U60100MH2008SGC181770

**Ambesh A. Dave**

PARTNER

Membership Number- 049289

**Ranjit Singh Deol**

Managing Director

DIN: 06759002

**Abodh Khandelwal**

Director (Finance)

DIN:07807394

**Ritu Deb**

Company Secretary

Membership No: F6754

**Place: Mumbai**

**Date : August 02, 2021**



## NOTES FORMING PART OF FINANCIAL STATEMENTS

### CORPORATE INFORMATION

Mumbai Metro Rail Corporation Company Limited (the 'Company' or 'MMRCL') having CIN: U60100MH2008SGC181770, was incorporated under the provisions of the Companies Act applicable in India. The Company is a 50:50 Joint Venture between Government of India ('GOI') and Government of Maharashtra ('GOM'). The Company's main object is to provide a "Rail based Mass Rapid Transit Facility" to people residing in areas presently not connected by Mumbai Suburban Rail System and to bring the Metro System within reach of 500 meters to 1 km.

The Company is headquartered in Mumbai, India.

The financial statements for the year ended March 31, 2021 were authorised and approved for issue by the Board of Directors on August 02, 2021.

### 1. SIGNIFICANT ACCOUNTING POLICIES

#### 1.1. BASIS OF PREPARATION OF FINANCIAL STATEMENT

These financial statements of the Company have been prepared in accordance with and comply in all material respect with Indian Accounting Standards ('Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('the Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act and other applicable provisions and other accounting principles generally accepted in India. Further, the Guidance Notes / Announcements issued by The Institute of Chartered Accountant of India (ICAI) are also considered wherever applicable, as adopted consistently by the company. The Company has uniformly applied the accounting policies during the periods presented.

#### 1.2. BASIS OF MEASUREMENT

The Financial Statements have been prepared under historical cost convention on accrual and going concern basis of accounting except for certain financial instruments and assets that are measured at fair value in accordance with Ind AS.

#### 1.3. USE OF ESTIMATES AND MANAGEMENT JUDGMENTS

The preparation of the financial statements, in conformity with Ind AS, requires management to make judgements, estimates and assumptions that affect the



reported amounts of revenue and expenses, assets and liabilities and disclosure of contingent liabilities at the reporting date. Management believes that the estimates made in the preparation of financial statements are prudent and reasonable.

However, uncertainty about these assumptions could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

Estimates and underlying assumptions are reviewed at each reporting date. Any revision to accounting estimates and assumptions are recognised prospectively i.e. recognised in the period in which the estimate is revised and future periods affected.

#### **1.4. CURRENT / NON-CURRENT CLASSIFICATION**

The company as required by Ind AS 1 "Presentation of financial statements" presents assets and liabilities in the Balance Sheet based on current / non-current classification.

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

The Company's normal operating cycle in respect of operations relating to the construction of public infrastructure projects may vary from project to project depending upon size of the project, type of development, project complexities and related approvals. Operating cycle for all completed projects and operating business is based on twelve months period. Assets and liabilities have been classified into current and non-current based on their respective operating cycle

#### **1.5. FUNCTIONAL AND PRESENTATION CURRENCY**

These financial statements are presented in Indian Rupees (₹), which is the company's functional currency and all values are rounded to the nearest ` Lakh, except when otherwise indicated.

#### **1.6. PROPERTY, PLANT AND EQUIPMENT –**

##### **Recognition and initial measurement**

- Property, plant and equipment (PPE) are stated at cost of acquisition / construction less accumulated depreciation / amortization and impairment, if any. Cost comprises the purchase price and any attributable / allocable cost of bringing the asset to their present location and to its working condition for its intended use. The cost also includes direct cost and other related incidental expenses. Revenue earned, if any, during trial run of assets is adjusted against cost of the assets. Cost also includes the cost of replacing part of the plant and equipment. Borrowing costs relating to acquisition /



construction / development of PPE, which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready for intended use.

- Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as 'Capital work-in-progress'.
- Deposit work/Contracts are capitalized on completion on the basis of statement of account received from executing agencies and in its absence on the basis of technical assessment of the work executed. The cost also includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and net of any trade discounts and rebates and other incidental expenses and an initial estimate of the costs of dismantling, removing the item and restoring the site on which it is located, if any.
- In the case of assets ready for the intended use, where final settlement of bills with contractors is yet to be effected, capitalisation is done on provisional basis subject to necessary adjustment in the year of final settlement.

**Subsequent measurement (Depreciation and useful lives)**

- Depreciation is provided on the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013 except following.

<b>Name of the Assets</b>	<b>Life Considered</b>	<b>Nature of Items Considered</b>
Building	5 Years	Transit office Building & Solar Plant
Computer & Peripherals	3 Years	Servers and Network Devices
Furniture & fixtures	5 Years	Work Station, Sofa
Office Equipment	3 Years	UPS, Mobile Camera etc

Based on technical and management assessment.

- The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at the end of each financial year and adjusted prospectively, if appropriate.
- Improvements on leasehold land are amortised on the basis of duration and other terms of use.



- Assets individually costing less than or equal to Rs. 5,000/- are fully depreciated/amortised in the year of purchase.
- Depreciation is calculated on a pro-rata basis.
- Significant components with different useful life are accounted separately and depreciated accordingly.

**De-recognition**

- Gains or losses arising on retirement or disposal of property, plant and equipment are recognised in the Statement of Profit and Loss.

**Land: -**

The land parcels handed over by the landowners including various government bodies and departments and taken possession by the company have been recognized at the time of taking the possession of the land by the company or on making payment whichever is earlier.

Enhanced compensation, if any, shall be booked as and when the payment is due.

Cost of rehabilitation and resettlement is added to the cost of land

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 leasehold land.

Payment made provisionally / corresponding effect of obligation provided towards land acquired on temporary basis is amortised over the possession period of the land

**Government Lands: -**

Land parcels received/acquired from various State Government bodies/ departments at free of cost, control/ownership of which vests with the company is recognized at nominal value.

**Other Lands including from private parties: -**

Land parcels identified in the alignment necessary for execution of project and acquired from other agencies/private parties are accounted at acquisition cost.



## 1.7. INTANGIBLE ASSETS

### Recognition and initial measurement

- Separately acquired intangible assets are initially measured at cost. Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.
- Cost comprises the acquisition price, development cost and any attributable / allocable incidental cost of bringing the asset to its working condition for its intended use.
- Permission for temporary use of land received free of cost from Government / other agencies are accounted for as Intangible asset - Permissions. These rights are calculated at Nominal value.
- Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.
- Cost incurred on assets under development are disclosed under Intangible assets under development and not depreciated till asset is ready to use.

### Amortisation

All intangible assets with definite useful life are amortised on a straight line basis over the estimated useful lives. Intangible assets including software which is not an integral part of related hardware are amortised on Straight Line Method over a period of legal right to use or five years whichever is lesser.

The residual values, useful lives and method of amortization of intangible assets is reviewed at the end of each financial year and adjusted prospectively, if appropriate.

## 1.8 CAPITAL WORK IN PROGRESS

Capital work in progress is stated at cost less impairment losses, if any. Cost comprises of all direct and attributable indirect expenditure (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE) related to construction, incurred during the period of implementation of the Projects of the Company. Such expenditure is treated as Capital Work-in-Progress (CWIP) till the defined project phase is completed after which the same will be transferred / allocated to the identifiable PPE. Revenues earned, if any, from such capital project before capitalisation are adjusted against the value of capital work in progress.





Liquidated Damages are accounted for on settlement of final bill. Claims including Price Variations are accounted for on acceptance. Administrative and general overheads directly attributed to technical part of project are capitalised as part of the total CWIP.

Interest earned on Pass Through Assistance (PTA) against interest bearing loan from JICA and interest bearing advance provided to contractors, etc. related to project are adjusted as Interest During Construction (IDC) under CWIP.

### **Allocation of Interest During Construction**

Interest During Construction Period (IDC) in respect of qualifying assets commissioned during the year, is allocated in the ratio in which the value of commissioned assets bears to the qualifying Capital Work In Progress at the end of the month of commissioning.

### **1.9 Inventories and Spares**

Spares having useful life of more than one year and having value of Rs 10 lakhs or more in each case are capitalized separately under the respective heads.

Inventories including loose tools are valued at the lower of cost, determined on weighted average basis, and net realisable value.

### **1.10 IMPAIRMENT OF NON - FINANCIAL ASSETS**

The carrying amounts of non financial assets are reviewed at each Balance Sheet date to assess if there are any indications of impairment based on internal / external factors. An impairment loss on such assessment will be recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount of the assets is net selling price or value in use, whichever is higher. While assessing value in use, the estimated future cash flows are discounted to the present value by using Weighted Average Cost of Capital.

A previously recognised impairment loss is further provided or reversed depending on changes in the circumstances and to the extent that it does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised. Reversal of impairment of goodwill is not recognized.

### **1.11 FOREIGN CURRENCY**

#### **Initial recognition**

Foreign currency transactions are recorded in the functional currency (Indian Rupee)



by applying to the foreign currency amount, the exchange rate between the functional currency and the foreign currency on the date of the transaction.

## **Conversion**

All monetary items outstanding at year end denominated in foreign currency are converted into Indian Rupees at the reporting date's exchange rate. Non-monetary items, which are measured in items of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

## **Exchange differences**

Exchange difference arising on such conversion and on settlement of the transaction are capitalised till the assets are ready for intended use and there after recognised in the Statement of Profit and Loss

## **1.12 REVENUE RECOGNITION**

### **Revenue**

In view of the fact that the Company is still in construction-stage/ development-stage, its operations have not yet commenced and are not likely to commence for at least two coming financial year years, the accounting policies concerning operations of the Company are to be formalised\are not yet formed\are in process of formation.

Revenue from contracts with customers is recognized pursuant to Ind AS 115 (Revenue from contract with customers) on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.



Under Fixed Price Contract Revenue is recognized by adding the aggregate cost and proportionate margin using the percentage completion method. Percentage of completion is determined as a proportion of cost incurred to date to the total estimated contract cost. Revenue is recognized upon transfer of control of services to customers in an amount that reflects the consideration we expect to receive in exchange for those services.

#### **Other Non-operating Income**

Income from rentals, receivable from the contractors in connection with the construction works are recognised on accrual basis and adjusted against the Capital Work In Progress.

Other non-operating incomes are recognised on accrual basis even if they are accrued but not due.

#### **Interest Income**

The interest income on fixed deposits made out of the funds available from Equity contribution of the company is recognized in the Income statement.

Interest receivable from contractors is recognised on accrual basis and is recognised in Income Statement., provided there is no uncertainty towards its realisation.

### **1.13. BORROWING COSTS**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

### **1.14 POST - RETIREMENT BENEFITS TO EMPLOYEES**

#### **Defined contribution plans**

Retirement benefits in the form of contribution to employee provident fund and pension fund are charged to the Profit and Loss account.



## **Defined benefit plans**

Gratuity is in the nature of a defined benefit plan.

Provision for gratuity is calculated on the basis of actuarial valuations carried out at reporting date and is charged to the Statement of profit and loss. The actuarial valuation is computed using the projected unit credit method. During the year, the Company has set up a Gratuity Trust Fund with LIC of India.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

## **Other benefits – Earned leave**

Leave encashment is recognized as an expense in the Statement of profit and loss account as and when it accrues. The Company determines the liability using the projected unit credit method, with actuarial valuation carried out as at Balance Sheet date. Re-measurement gains and losses are recognized in the statement of other comprehensive income.

## **Post-Employment Benefits to Employees on deputation.**

In respect of Staff on deputation from GoI/GoM/other government departments/PSUs, the employer's contribution of PF, foreign service contribution and other statutory dues have been paid to parent organizations as per terms of deputation. Necessary provision for such benefits payable at the close of the Financial Year are estimated and provided for.

## **1.15 INCOME TAXES**

### **Current income tax**

Current income tax are measured at the amount expected to be paid to the taxation authorities using tax rates and tax laws that are in force at the reporting date.

Current income tax relating to items recognised outside the Statement of profit and loss are recognised either in Other Comprehensive Income (OCI) or in equity. Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.



The Company offsets current tax assets and current tax liabilities where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the assets and settle the liability simultaneously.

**Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised 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 utilised.

The carrying amount of deferred 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 tax asset to be utilised.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

Deferred tax relating to items recognised outside the Statement of Profit and Loss is recognised outside the Statement of Profit and Loss. Such deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

**1.16 LEASES****Company as a Lessee:**

The Company has adopted Ind AS 116 Leases effective 1st April, 2019, using the prospective method, accordingly, previous period information has not been restated. Cumulative effect on application of this standard on the date of initial application is recognised in CWIP. The company's lease asset classes primarily consist of leases for Land and Buildings. Under combined lease agreements, land and building are assessed individually. The company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys



the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified underlined asset, the company assesses whether:

- i) The contract involves the use of an identified underlying asset,
- ii) The company has substantially all of the economic benefits from use of the underlying asset through the period of the lease, and
- iii) The company has the right to direct the use of the underlying asset.

At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short term leases) and leases of low value assets.

The ROU assets are initially recognized at cost, which consists of initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives.

The ROU assets are subsequently measured at cost less accumulated depreciation and impairment losses, if any.

The ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The right-of-use asset and lease liability are also adjusted to reflect any lease modifications or revised in-substance fixed lease payments.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the Effective Interest Rate (EIR). The lease liability is subsequently re-measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is re-measured upon the occurrence of certain events such as a change in the lease term or a change in tax index or rate used to determine lease payments. The re-measurement normally also adjusts the leased assets.

In respect of assets acquired on lease by paying full consideration, being the transaction price, such assets have been recognized under the head ROU assets at transaction price with corresponding liability at nil. In other cases, ROU asset is equal to lease liability.



**Company as a Lessor:**

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Rental income (other than for construction purpose), if any, from operating lease is recognized on a straight-line basis over the term of the relevant lease except the case where incremental lease reflects inflationary effect and lease expense is accounted in such case by actual rent for the period.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership are transferred from the company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

**1.17 EARNINGS PER SHARE (EPS)**

Basic earnings per share is calculated by dividing the net profit / (loss) for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit / (loss) for the year attributable to equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**1.18 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents in the Balance Sheet comprise cash at banks and on hand, demand deposit and short term deposits, which are subject to an insignificant risk of changes in value.

The amendments to Ind AS 7 requires entities to provide disclosure of changes in their liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes (such as foreign exchange gains or losses). The Company has provided the information for both the current and the comparative period in Cash Flow Statement.

**1.19 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

A provision is recognised when:



- The Company has a present obligation (legal or constructive) as a result of a past event;
- It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- A reliable estimate can be made of the amount of the obligation.
- If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.
- Provisions for doubtful debts / advances is made when there is uncertainty of realization irrespective of the period of its dues and written off when unrealisability is established.
- A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably may not, require an outflow of resources. A contingent liability also arises in extreme cases where there is a probable liability that cannot be recognised because it cannot be measured reliably.
- Where there is a possible obligation or a present obligation such that the likelihood of outflow of resources is remote, no provision or disclosure is made.
- Contingent liabilities are disclosed on the basis of judgment of the management / independent experts. Contingent assets are not recognized but disclosed in the financial statements.
- Provisions and contingent liabilities are reviewed at each Balance Sheet date and are adjusted to reflect the current estimate / judgment.

### 1.20 GRANTS IN AID

Grants from the government authorities towards capital expenditure for creation of assets are initially shown as “Deferred Income”. These are subsequently recognised as income each year over the life of the relevant assets in proportion to depreciation on those assets.

Where the Company receives non-monetary grants from government authorities the asset and the grant are recorded at nominal values and released to the income statement over the expected useful life and pattern of consumption of the benefit of the underlying asset.





Interest free loan below the market interest rate received from government authorities (Sub Debt) are treated as government grant measured as the difference between proceeds and fair value of loan based on prevailing market interest rates.

### **1.21 SEGMENT REPORTING**

The Company has only one reportable operating segment, which is developing Metro Rail Systems in Mumbai. Accordingly, the amounts appearing in the financial statements are related to the Company's single business segment

### **1.22 FINANCIAL INSTRUMENTS**

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

Effective Interest Rate (EIR) is the rate that exactly discounts the estimated future cash receipts or payments over the expected life of the financial instruments or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability.

### **1.23 FINANCIAL ASSETS**

#### **Initial measurement**

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset.

#### **Subsequent measurement**

Financial assets are subsequently classified and measured at

- amortised cost using Effective Interest Rate (EIR) method
- fair value through other comprehensive income (FVOCI)
- fair value through profit and loss (FVTPL)

#### **(i) Financial assets at amortised cost**

After initial measurement, such financial assets are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. The EIR



amortisation is included in other income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss.

### **(ii) Financial assets at fair value through other comprehensive income (FVOCI)**

Fair value movements are recognised in the Other Comprehensive Income (OCI). On de-recognition of the debt instrument, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the Statement of Profit and Loss.

### **(iii) Financial assets at fair value through profit or loss (FVTPL)**

Any financial assets, which does not meet the criteria for categorisation as at amortised cost or as FVOCI, are classified as at FVTPL. Gain or losses are recognised in the Statement of Profit and Loss.

### **De-recognition**

The financial assets are de-recognised when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for de-recognition.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognized when it is extinguished, discharged, cancelled or expires.

## **1.24 FINANCIAL LIABILITIES**

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

### **Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.



**Subsequent Measurement**

Financial liabilities are measured subsequently at amortized cost using the effective interest method, except for financial liabilities held for trading or designated at FVTPL, that are carried subsequently at fair value with gains or losses recognized in profit or loss. All derivative financial instruments are accounted for at FVTPL.

**De-recognition**

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

**Offsetting of financial instruments**

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

**1.25 FAIR VALUE MEASUREMENT**

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 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.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.



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

- Level 1 – Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs are 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 are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instruments nor are they based on available market data.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

### **1.26 Estimation of uncertainties relating to the global health pandemic from COVID 19**

The company has implemented all the guidelines and protocols issued by various government authorities with regard to Covid-19 from time to time. Nationwide lockdown was implemented from 25.03.2020 and as such, its impact in the fourth quarter of FY 2019-2020 on the company was not significant. As temporary lockdown continued beyond 31.3.2020, the company has to further evaluate the impact of Covid-19 on the project. This may result in revision of estimations of costs to complete the contract as well as additional efforts and claims arising on account of invocation of force majeure clause by the contractors in accordance with the stipulated contract conditions. As of now, the company is of the opinion that impact of Covid-19 may not be substantial. The company decided to draft a strategy to monitor the developments to identify resultant uncertainties relating to cost of completion in future periods.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2021**

Note 2 : Property plant & equipment and Intangible assets

Sr No.	Particulars	Gross Block			Accumulated Depreciation/Amortification				Net Block Balance as at March 31, 2021			
		Balance as at April 1, 2020 *(Restated)	Additions	Adjustment	Deletions/ Disposal	Balance as at March 31, 2021	Upto April 1, 2020	For the year		Adjustment	Deletions/ Disposal	Upto March 31, 2021
(a)	<b>Property, Plant &amp; Equipment</b>											
1	<b>Land</b>											
	Freehold land	45,898.31	87.68	(29.65)		45,956.34						45,956.34
	Leasehold Land	-	-	-		-						-
2	Building	2,303.24	-	-		2,303.24	437.62			1,130.61		1,172.63
3	Computer & Peripherals	295.51	24.06	-	6.68	312.89	23.06	5.66		267.03		45.86
4	Furniture & Fixtures	234.53	0.60	-	28.17	206.96	23.58	10.93		63.88		143.08
5	Vehicles	60.25	-	-	-	60.25	5.24	-		44.24		16.01
6	Office Equipment	254.63	8.99	-	7.69	255.93	46.35	7.30		149.34		106.59
	<b>Total of Property, plant &amp; equipment</b>	<b>49,046.47</b>	<b>121.33</b>	<b>(29.65)</b>	<b>42.54</b>	<b>49,095.61</b>	<b>535.85</b>	<b>23.89</b>		<b>1,655.10</b>		<b>47,440.51</b>
(b)	<b>Intangible Assets</b>											
1	Software / License Fees & Other Cost	328.62	-	-	4.46	324.16	81.25	(0.43)		181.77		142.39
2	Permissions	(0.00)	-	-	-	(0.00)	-	-		-		(0.00)
	At Nominal Amount	5.45	-	-	0.01	5.44	-	-		-		5.44
	<b>Total of intangible assets</b>	<b>334.07</b>	<b>-</b>	<b>-</b>	<b>4.47</b>	<b>329.60</b>	<b>81.25</b>	<b>(0.43)</b>		<b>181.77</b>		<b>147.83</b>

Sr No.	Particulars	Gross Block			Accumulated Depreciation/Amortification				Net Block Balance as at March 31, 2020 *(Restated)			
		Balance as at April 1, 2019	Additions *(Restated)	Adjustment	Deletions/ Disposal *(Restated)	Balance as at March 31, 2020 *(Restated)	Upto April 1, 2019	For the year		Adjustment	Deletions/ Disposal	Upto March 31, 2020
(a)	<b>Property, Plant &amp; Equipment</b>											
1	<b>Land</b>											
	Freehold land	42,325.89	3,572.42	-	-	45,898.31	-	-		-		45,898.31
	Leasehold Land	1,108.27	-	(1,108.27)	-	-	-	-		-		-
2	Building	2,234.60	14.15	65.13	10.64	2,303.24	440.88	6.89		692.99		1,610.25
3	Computer & Peripherals	272.70	31.34	(8.13)	0.40	295.51	57.01	(6.16)		249.63		45.88
4	Furniture & Fixtures	193.91	0.23	42.14	1.75	234.53	27.05	4.65		51.23		183.30
5	Vehicles	60.25	-	-	-	60.25	8.45	-		39.00		21.25
6	Office Equipment	356.98	12.77	(99.14)	15.98	254.63	54.60	(5.38)		110.29		144.34
	<b>Total of Property, plant &amp; equipment</b>	<b>46,552.60</b>	<b>3,630.91</b>	<b>(1,108.27)</b>	<b>28.77</b>	<b>49,046.47</b>	<b>587.99</b>	<b>10.52</b>		<b>1,143.14</b>		<b>47,903.33</b>
(b)	<b>Intangible Assets</b>											
1	Software / License Fees & Other Cost	158.80	169.82	-	-	328.62	43.04	-		100.95		227.67
2	Permissions	1,007.87	-	(1,007.87)	-	(0.00)	-	-		-		(0.00)
	At Nominal Amount (Refer note 2.1)	6.36	0.18	(0.04)	1.05	5.45	-	-		-		5.45
	<b>Total of intangible assets</b>	<b>1,173.03</b>	<b>170.00</b>	<b>(1,007.91)</b>	<b>1.05</b>	<b>334.07</b>	<b>43.04</b>	<b>-</b>		<b>100.95</b>		<b>233.12</b>

\*Figures are restated, refer note 29

2.1 Adjustment to Leasehold Land and Permissions is on account of transition impact of Ind AS 116 (Refer Note 4)



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 3 (a) : Capital Work in Progress**

(Rs.in lakhs)

Particulars	Project - Metro 3		Total
	Metro construction expense	Other incidental expenses pending for allocation	
<b>As at April 01, 2019</b>	631,782.67	88,770.63	720,553.30
Additions	498,950.75	38,919.37	537,870.12
Disposals, transfers and adjustments	-	(60.26)	(60.26)
Contribution#	(12,150.00)	-	(12,150.00)
<b>Balance as at March 31, 2020 (Restated)</b>	<b>1,118,583.42</b>	<b>127,629.74</b>	<b>1,246,213.16</b>
<b>As at April 01, 2020</b>	1,118,583.42	127,629.74	1,246,213.16
Additions	322,633.30	47,205.96	369,839.26
Disposals, transfers and adjustments	-	(40.86)	(40.86)
Contribution#	(12,700.00)	-	(12,700.00)
<b>Balance as at March 31, 2021</b>	<b>1,428,516.72</b>	<b>174,794.84</b>	<b>1,603,311.56</b>

Capital Work-in-Progress includes INR 14,451.29 lakhs towards borrowing costs capitalised during the year [net of interest income on temporary investments and deferment of advances amounting to INR 1,717.27 lakhs and INR 135.07 lakhs respectively]. During the year 2019-20 Capital Work-in-Progress includes INR 8,685.64 lakhs towards borrowing costs capitalised [net of interest income on temporary investments and deferment of advances amounting to INR 2,244.87 lakhs and INR. 41.74 lakhs respectively]. The interest rate on specific borrowing ranges between 0.01% to 1.5% P.a.

# Contribution is towards recoveries against cost of construction / realignment from third parties.

**Note 3 (b) : Intangible assets under development**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Balance at the beginning of the year	369.33	281.90
Additions/(Deletion)	(12.10)	87.43
<b>Balance as at the end of the year</b>	<b>357.23</b>	<b>369.33</b>



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 4 : Right-of-use assets**
**(a) Changes in the carrying value of right of use assets for the year ended March 31, 2021**

(Rs.in lakhs)

Particulars	Category of Asset		
	Land	Buildings	Total
<b>Balance as at April 1, 2019</b>			
Additions, pursuant to initial application of Standard	3,713.55	4,868.39	8,581.94
Additions during the year	485.34	1,173.74	1,659.08
Deletions	-	-	-
Less: Net investment in lease	(813.19)	-	(813.19)
Less: Depreciation/ Amortisation expenses	(952.39)	(1,738.09)	(2,690.48)
<b>Balance as at March 31, 2020 (Restated)</b>	<b>2,433.31</b>	<b>4,304.04</b>	<b>6,737.35</b>
<b>Balance as at April 1, 2020</b>	2,433.31	4,304.04	6,737.35
Additions during the year	-	265.74	265.74
Deletions	-	(39.95)	(39.95)
Less: Net investment in lease	-	-	-
Less: Depreciation/ Amortisation expenses	(836.36)	(1,978.45)	(2,814.81)
<b>Balance as at March 31, 2021</b>	<b>1,596.95</b>	<b>2,551.38</b>	<b>4,148.33</b>

**(b) Movement in lease liabilities**

(Rs.in lakhs)

Particulars	Category of Asset		
	Land	Buildings	Total
<b>Balance as at April 1, 2019</b>			
Additions, pursuant to initial application of Standard	1,505.54	4,682.73	6,188.27
Additions during the year	485.34	1,109.25	1,594.59
Deletions	-	-	-
Finance cost incurred during the period	120.72	289.05	409.77
Payment of lease liabilities	(277.25)	(1,517.89)	(1,795.14)
<b>Balance as at March 31, 2020 (Restated)</b>	<b>1,834.35</b>	<b>4,563.14</b>	<b>6,397.49</b>
<b>Balance as at April 1, 2020</b>	1,834.35	4,563.14	6,397.49
Additions during the year	-	264.01	264.01
Deletions	-	(39.95)	(39.95)
Add: Finance cost incurred during the period	100.27	254.41	354.68
Less: Payment of lease liabilities	(964.37)	(2,213.78)	(3,178.15)
<b>Balance as at March 31, 2021</b>	<b>970.25</b>	<b>2,827.83</b>	<b>3,798.08</b>

**(c) Break-up of current and non-current lease liabilities as at March 31, 2021**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Non-current lease liabilities	1,248.21	2,973.47
Current lease liabilities	2,549.87	3,424.02
<b>Total</b>	<b>3,798.08</b>	<b>6,397.49</b>



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

## (d) Details regarding the contractual maturities of lease liabilities

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Less than one year	2,549.87	3,424.02
One to five years	1,187.97	2,912.17
More than five years	60.24	61.30
<b>Total</b>	<b>3,798.08</b>	<b>6,397.49</b>

## (e) Amounts recognised in Statement of Profit and Loss

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Depreciation on right of use assets	380.67	144.34
Interest on lease liabilities	57.17	17.86
Expenses relating to low/short term leases( bifurcated in employees benefit expenses and other expenses	79.35	212.48

## (f) Amounts recognised in Capital work-in-progress

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Depreciation on right of use assets	2,434.14	2,546.14
Interest on lease liabilities	297.51	391.91
Interest income on the net investment in the lease	31.62	51.91
Expenses relating to low value/short term leases	1,563.31	2,151.97

## (g) Net Investment in lease

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Balance as at April 1, 2020</b>	<b>564.42</b>	-
Additions, pursuant to initial application of Standard	-	813.19
Add: Finance income on the net investment in the lease	31.61	51.91
Less: Receipt of lease income	(334.00)	(300.68)
<b>Balance as at March 31, 2021</b>	<b>262.03</b>	564.42

## (h) Maturity Analysis of Undiscounted lease receipts

(Rs.in lakhs)

Particulars	As at March 31, 2021	Unearned finance income	Total
In next year (FY 2021-22)	262.03	8.12	270.15
<b>Total</b>	<b>262.03</b>	<b>8.12</b>	270.15





**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2021**

**Note 5 : Loans**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non-current	Current	Non-current
<b>Unsecured, considered good</b>				
Security deposits	821.89	323.89	303.42	761.95
<b>Total</b>	<b>821.89</b>	<b>323.89</b>	<b>303.42</b>	<b>761.95</b>

**Note 6 : Other financial assets**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
<b>Unsecured, considered good</b>				
Deposits with bank*	2,680.58	807.74	6,602.39	33.96
Interest accrued on fixed deposits	26.10	-	228.36	-
Receivable from vendors	328.53	-	337.37	-
Receivable from others**	21,397.09	-	3,960.74	-
Lease Receivable	262.03	-	302.39	262.03
<b>Total</b>	<b>24,694.33</b>	<b>807.74</b>	<b>11,431.25</b>	<b>295.99</b>

\*Deposits with bank includes:-

- Amount received from Slum Rehabilitation Authority (SRA) towards maintenance etc. of tenements allocated to for Project affected people(PAP's) amounting Rs.2.54 lakhs (previous year Rs.2.41 lakhs)
- FD lien against Bank Guarantee (BG) and Letter of Credit (LC) amounting Rs.819.20 lakhs (previous year Rs.6,633.94 lakhs)

\*\* A MOU is signed by MIAL to contribute Rs. 77,700 Lakhs towards share cost of 3 underground stations of Metro Line 3 i.e. T1, T2 and Sahar Station. Out of that Rs. 55,000 Lakhs has been accounted till March 31, 2021 and Rs. 22,700 Lakhs will be recorded in phased manner based on the progress of work.

The Company is recognising contribution of project funds being received from MIAL. However, MIAL has requested for deferment on account of cash crunch being faced by them due to Covid 19 and other reasons. There is uncertainty of obtaining the funds from MIAL in 2020-21

A MOU is signed by Saifee foundation to contribute Rs. 900 Lakhs towards their share of alignment change of Mumbai Metro line 3. Out of this Rs. 800 Lakhs is accounted till March 31, 2021 and Rs. 100 Lakhs will be recorded as per commitment given by Saifee Foundation.

MMRCL on request of Govt of Maharashtra, has established covid dedicated temporary hospital in Dahisar & Kandarpada which is being used for the treatment of covid patient & for quarantine facility on which Company has incurred Rs.3776.52 lakhs (including GST) against which tax invoice has been raised in favour of MCGM Rs.3744.14 (lakhs) (including GST) and for remaining amount, bill will be raised in due course.



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Note 7 : Other non current/current assets**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
<b>Capital advance</b>				
<b>Secured by bank guarantee, considered good</b>				
Mobilisation advances to civil contractors		13,464.60	-	35,489.36
Advances for Plant & Equipment		12,668.33	-	35,147.05
Advances to System Contractors		68,702.94	-	69,890.19
Advances to Track (civil contractor)		5,406.33	-	6,093.74
Advances to Resttlement & Rehabilitation contractors		657.66	-	-
<b>Unsecured, considered good</b>		-		
Advances for material to civil contractors		1,493.57	-	1,103.58
<b>Other advance</b>	-			
<b>Unsecured, considered good</b>				
Payment under protest	30,449.90	-	10,799.94	-
Balance with government authorities*	617.25	-	199.31	-
Prepaid expenses	63.20	1,125.52	29.28	1,647.27
Contract Assets#	327.53	-	-	-
Advances to employees	16.41	-	25.98	-
<b>Total</b>	<b>31,474.29</b>	<b>103,518.95</b>	<b>11,054.51</b>	<b>149,371.19</b>

\*During the year, the Company started availing, Input Tax Credit on tax invoices of those vendors to whom, the company has raised some tax invoices on account of Penalty / LD etc and output tax liability had arises on company. The company has availed ITC up to the extent of output tax liability only whenever there is nexus on Output tax liability with the matching ITC.

#The Company has entered into contract with PWD(GOM) for Construction of Sub Way at Vidhan Bhavan. The Contract cost is Rs. 9,980 lakhs excluding taxes including contingency. Further, Company has not reached to the significant milestone under the contract to book the revenue.

**8. Cash and bank balances**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
<b>(a). Cash &amp; cash equivalent</b>		
<b>Balance with bank</b>		
In current accounts (Refer note 8.1)	365.50	40,131.82
In deposit accounts with original maturity of less than 3 months	27,700.00	36,000.00
	<b>28,065.50</b>	76,131.82
<b>(b). Bank balances other than above</b>		
Deposits with original maturity of more than 3 months but less than 12 months (Refer note 8.2)	451.42	34,727.00
<b>Total</b>	<b>28,516.92</b>	<b>110,858.82</b>

8.1 : Balance in current accounts includes balance in escrow with ICICI Bank amounting to Rs.187.60 lakhs (Rs.284.59 lakhs in previous year)

8.2 : Deposits with original maturity of more than 3 months but less than 12 months includes earmarked amount received from Slum Rehabilitation Authority (SRA) towards maintenance etc. of tenements allocated to for Project affected people (PAP's) Rs 451.42 lakhs (Rs.429.68 lakhs in previous year)

8.3 : MMRC has made arrangement with ICICI Bank for clean/ unsecured borrowing facility of Rs. 25,000 lakhs through credit arrangement letter for Company's future requirement. The corporation will execute the necessary documentations when borrowing facility is required to be availed. Till date, the facility has not been utilized.



**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2021**

**Note 9 : Equity share capital**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Authorised</b>		
50,00,00,000 Equity shares of Rs. 100 each	500,000.00	500,000.00
	500,000.00	500,000.00
<b>Issued, Subscribed and Fully Paid-up</b>		
38,15,20,000 Equity shares of Rs. 100 each (March 31, 2020: 32,15,20,000 Equity shares of Rs. 100 each)	381,520.00	321,520.00
<b>Total</b>	<b>381,520.00</b>	<b>321,520.00</b>

**(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:**

Particulars	As at March 31, 2021		As at March 31, 2020	
	No.	Rs. in Lakhs	No.	Rs. in Lakhs
<b>At the beginning of the year</b>	321,520,000	321,520.00	231,520,000	231,520.00
Add : Issued during the year	60,000,000	60,000.00	90,000,000	90,000.00
<b>Outstanding at the end of the year</b>	<b>381,520,000</b>	<b>381,520.00</b>	<b>321,520,000</b>	<b>321,520.00</b>

**(b) Terms/Rights attached to equity shares**

The Company has only one class of equity shares having a par value of Rs. 100 per Share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive, remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**c) Details of Shareholders holding more than 5% of Equity shares:**

Name of Shareholder	As at March 31, 2021		As at March 31, 2020	
	% of Share Holding	No. of shares	% of Share Holding	No. of shares
The President of India	50.00%	190,760,000	50.00%	160,760,000
The Governor of Maharashtra	50.00%	190,760,000	50.00%	160,760,000
<b>Total</b>	<b>100.00%</b>	<b>381,520,000</b>	<b>100.00%</b>	<b>321,520,000</b>

**Note 10 : Other equity**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020 (Restated)
<b>a) Share application money pending for allotment</b>		
Balance at the beginning of the year	20,000.00	-
Addition/Adjustment during the year	(20,000.00)	20,000.00
<b>Balance as at the end of the year</b>	<b>-</b>	<b>20,000.00</b>
<b>b) Retained Earnings</b>		
Balance at the beginning of the year	(5,230.51)	(3,204.93)
Add:(Loss) for the year	(2,152.13)	(2,025.58)
<b>Balance as at the end of the year</b>	<b>(7,382.64)</b>	<b>(5,230.51)</b>
<b>Total</b>	<b>(7,382.64)</b>	<b>14,769.49</b>



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Note 11 : Borrowings**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non-current	Current	Non-current
<b>Unsecured</b>				
Loan from Government of India (Subordinate-debt) (Refer note 11.1)	-	9,728.52	-	8,309.72
Loan from Government of Maharashtra (Subordinate -debt) (Refer note 11.1)	-	21,651.36	-	7,897.03
JICA loan through PTA (Refer note 11.2)	-	1,099,605.00	-	977,105.00
<b>Total</b>	-	1,130,984.88	-	993,311.75

**11.1 :** Both the Central and State Government have given Interest Free Subordinate Debt to the Company which is repayable after the repayment of the Primary Debt from JICA (through PTA). Since the loan (subordinate debt) from Government is interest free, the same is required to be reported at Fair Value as required by Ind AS 109, whereby financial assets or financial liabilities are required to be measured at fair value. Accordingly, the interest free borrowing is measured at fair value and the difference arising on the loan amount and its fair value amount is treated and recorded as "Deferred Government Grant/Deferred Income". These loans are considered as Grant as per Ind AS 20.

**11.2 :** The Japan International Cooperation Agency (JICA) has committed to provide total loan of Japanese Yen 210.93 Billion in three tranches in the form of Pass Through Assistance(PTA) through Government of India to the Company.The JICA Loan is repayable over a period 20 years after the grace period of 10 years.The Loan amount is disbursed to GOI as per Reimbursement Procedure in equivalent INR as per the governing terms.

The details of JICA loan are as follows:

Particulars	Sanctioned Amount (Rs.in lakhs)
1st Tranche(ID-P233)	500,000
2nd Tranche(ID-P268)	581,300
3rd Tranche(ID-P281)	277,200

The applicable rate of interest is 1.15% (For Tranche 3), 1.5% (For Tranche 2) and 1.4% (For Tranche 1) on principle amount of loan disbursed for construction works and procurement of goods and services and 0.01% on principle amount of loan disbursed for general consultant services.Further, total loan amount from Govt of India through PTA Rs. 10,99,605 (lakhs) till 31st March 2021.

The Company has made adequate provision in respect of interest to adhere with an agreement to the extent of the loan disbursed to the Company. Interest accrued & service charges payable thereon to Controller of Aid, Accounts & Audit (CAAA), Ministry of Finance is in progress and adjustment, if any, shall be made on reconciliation. As per the MOU GOI/GOM and MMRC, the foreign exchange rate variation shall be shared equally between GOI and GOM. The repayment of the 1st tranche of JICA Loan falls due on 20th September 2023 onwards semi-annually.



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 12 : Other financial liabilities**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
<b>a) Capital Creditors</b>				
Payable to Civil Contractors	49,384.69		45,189.18	-
Payable to System Contractors	5,594.26		5,910.95	-
Payable to General Consultants	7,834.36		3,633.52	-
Payable to Track (Civil Contractors)	984.35		218.21	-
Payable to Consultants, Contractors/Vendors & Others	2,878.88		2,042.90	-
<b>Retention money</b>	-			
- On Civil Contracts	7,695.27		18,005.73	-
- On System Contracts	1,436.19		1,108.53	-
- On Other Contracts	2,350.70		2,653.39	-
Payable for land	-		-	-
Payable to related party	1,884.52		1,694.41	-
<b>b) EMD refundable</b>	1,316.62		309.11	-
<b>c) Security deposits (Refer Note 12.1)</b>	477.31	35.84	495.74	32.75
<b>d) Interest accrued but not due on JICA PTA</b>	447.51		405.86	-
<b>e) Interest and front end fee due on borrowing for GOI-JICA</b>	35,288.83		20,846.35	-
<b>f) Expenses and other payable (Refer Note 25)</b>	70.53		189.12	-
<b>g) Payable to Auditors</b>	7.77		6.39	-
<b>h) Employee related payable</b>	18.85		69.27	-
<b>Total</b>	<b>117,670.64</b>	<b>35.84</b>	<b>102,778.66</b>	<b>32.75</b>

12.1 : Includes security deposit of Rs.375.57 lakhs (last year Rs.400.88 lakhs) received from Slum Rehabilitation Authority.

12.2 : During the year the Company has formed Labour Welfare Trust as a welfare measure for the workers deployed on Line3 Metro project. An amount of Rs. 86.19 lakhs has been transferred to the Trust.

**Note 13 : Other liabilities**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non-current	Current	Non-current
Statutory & other deduction	4,452.44	-	4,449.82	-
Deferred Government grant (Refer note 11.1)		213,425.41	-	141,982.66
Contract liability (Refer note 13.1)	2,232.14	-	2,232.14	-
Deferred Security Deposit	3.68	14.11	3.68	17.79
<b>Total</b>	<b>6,688.26</b>	<b>213,439.52</b>	<b>6,685.64</b>	<b>142,000.45</b>

13.1 : The Company has entered into contract with PWD (GOM) for Construction of Sub Way at Vidhan Bhavan . The Contract cost is Rs. 9980 lakhs excluding taxes including contingency. During the year no amounts (last financial year Rs. 2500 lakhs) have been received on this account.

**Note 14 : Provision**

(Rs.in lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Current	Non current	Current	Non current
<b>Provision for employee benefits</b>				
Gratuity	97.52	-	10.87	219.30
Compensated absences	120.32	309.51	87.53	274.89
Pension	114.58	-	76.66	-
<b>Total</b>	<b>332.42</b>	<b>309.51</b>	<b>175.06</b>	<b>494.19</b>



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Note 15 : Other income**

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Interest income</b>	-	
- on fixed deposit	990.58	747.17
- on income tax refund	87.39	35.80
- on instruments measured at amortised cost	8.60	20.89
Profit on sale of assets	0.56	0.03
Miscellaneous income	0.00	1.56
<b>Total</b>	<b>1,087.13</b>	<b>805.45</b>

**Note 16 : Employee benefits expense**

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Salaries and wages	3,480.74	3,562.56
Contribution to provident & other funds	208.88	202.03
Staff welfare expenses	39.15	84.04
Total employee benefit expense	3,728.77	3,848.63
Less: Capitalised to capital work in progress	(2,670.39)	(2,696.15)
<b>Total</b>	<b>1,058.38</b>	<b>1,152.48</b>

**Note 17 : Finance cost**

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020 (Restated)
Interest expense	15,793.82	11,410.98
Other borrowing cost/(rebate)	566.98	(420.87)
<b>Total finance cost</b>	<b>16,360.80</b>	<b>10,990.11</b>
Less: Interest income from temporary investments	(1,717.27)	(2,244.87)
Less: Interest on deferment of advance	(135.07)	(41.74)
Less: Capitalised to capital work in progress [refer note-3(a)]	(14,451.29)	(8,685.64)
<b>Total</b>	<b>57.17</b>	<b>17.86</b>

**Note 18 : Other expenses**

(Rs.in lakhs)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Advertisement expenses	3.94	28.39
Bank Charges	11.07	12.91
Fee & subscription	11.95	31.80
Insurance Expenses	1.16	1.10
Auditor's remuneration	7.05	4.72
Legal & professional fees	92.14	36.27
Office & Administrative Expenses	129.49	172.13
Repair & maintenance - Building	30.86	27.80
Repair & maintenance - Others	191.84	157.27
Subcontracting charges	236.18	249.34
Printing & Stationery	64.22	77.33
Rates & taxes	61.66	233.49
Lease Expense	1.79	153.85
Telecommunication expenses	12.04	10.91
Travelling and conveyance expenses	98.75	111.70
Electricity & water charges	40.32	63.02
Miscellaneous Expenses	47.80	315.85
<b>Total</b>	<b>1,042.26</b>	<b>1,687.88</b>



**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED MARCH 31, 2021**

**Note 19 : Earning per share**

(Rs.in lakhs)

Particulars	Units	For the year ended March 31, 2021	For the year ended March 31, 2020
Profit after tax for the year attributable to the Equity	Rs.Lakhs	<b>(2,139.48)</b>	(2,018.72)
Weighted average number of Equity shares outstanding	Number	<b>3,542.87</b>	2,672.30
Nominal value of Equity share	Rs.	<b>100.00</b>	100.00
Basic and diluted Earning per Equity share	Rs.	<b>(0.60)</b>	(0.76)

**Note 20 : Current and deferred tax**

**a) Movement in Deferred Tax Balances**

(Rs.in lakhs)

Particulars	As at March 31, 2020	Movement during the year		As at March 31, 2021
		Recognised in the Statement of Profit and Loss	Recognised in Other Comprehensive Income	
<b>Deferred tax assets</b>				
Property, plant and equipment & intangible assets	80.06	67.40	-	<b>147.46</b>
Employee Benefits	194.88	(32.42)	4.44	<b>166.90</b>
Lease Liability	15.38	(106.44)	-	<b>(91.06)</b>
Unused Tax credit	56.46	-	-	<b>56.46</b>
<b>Deferred tax assets</b>	<b>346.78</b>	<b>(71.46)</b>	<b>4.44</b>	<b>279.76</b>

**Deferred tax has not been calculated on followings:-**

(Rs.in lakhs)

Financial Years	Amount	Expired on
2012-13-Business loss	10.74	31-Mar-21
2013-14-Business loss	42.15	31-Mar-22
2014-15-Business loss	414.78	31-Mar-23
2017-18- Business loss	16.42	31-Mar-26
2018-19-Business loss	579.23	31-Mar-27
2019-20-Business loss	1,821.52	31-Mar-28
2018-19 MAT Credit	56.46	31-Mar-34
Unabsorbed Depreciation	883.14	-

(Rs.in lakhs)

Particulars	As at March 31, 2019	Recognised in the Statement of Profit and Loss	Recognised in Other Comprehensive Income	As at March 31, 2020
<b>Deferred tax assets</b>				
Property, plant and equipment & intangible assets	1.31	78.75	-	80.06
Employee Benefits	112.08	79.98	2.82	194.88
Lease Liability	-	15.38	-	15.38
Unused Tax credit	56.46	-	-	56.46
<b>Deferred tax assets</b>	<b>169.85</b>	<b>174.11</b>	<b>2.82</b>	<b>346.78</b>

**Deferred tax has not been calculated on followings:-**

(Rs.in lakhs)

Financial Years	Amount	Expired on
2011-12- Business loss	18.02	31-Mar-20
2012-13-Business loss	10.74	31-Mar-21
2013-14-Business loss	42.15	31-Mar-22
2014-15-Business loss	414.78	31-Mar-23
2017-18- Business loss	16.42	31-Mar-26
2018-19-Business loss	579.23	31-Mar-27
2018-19 MAT Credit	56.46	31-Mar-34
Unabsorbed Depreciation	522.25	



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**b) Income tax expense**

(Rs.in lakhs)

Particulars	For year the ended March 31, 2021	For year the ended March 31, 2020
<b>Current tax</b>		
In respect of current year	-	-
In respect of prior year	-	(635.31)
	-	(635.31)
<b>Deferred tax</b>		
Origination and reversal of Tax on Temporary Differences	71.46	(174.11)
Unused MAT Credit	-	-
	71.46	(174.11)
<b>Tax expense for the year</b>	<b>71.46</b>	<b>(809.42)</b>

**c) Tax expense recognised in Consolidated Statement of Profit and Loss**

(Rs.in lakhs)

Particulars	For year the ended March 31, 2021	For year the ended March 31, 2020
Items that will not be reclassified to profit and loss		
Remeasurement of defined benefit plans	4.44	2.82
<b>Tax expense for the year</b>	<b>4.44</b>	<b>2.82</b>

**d) Reconciliation of Effective Tax Rate**

(Rs.in lakhs)

Particulars	For year the ended March 31, 2021	For year the ended March 31, 2020
<b>Profit Before Tax</b>	<b>(2,068.02)</b>	(2,828.14)
Income tax base rate	25%	25%
Surcharge	-	3%
Cess	1%	1.12%
Statutory income tax rate	26.00%	29.12%
Expected Income Tax Expense	-	-
<b>Tax effect of:</b>		
Tax Provision made as per return	-	-
Property, Plant & Equipment & Intangible Assets	3.26%	2.79%
Employee Benefits	-1.57%	2.83%
Lease Liability	-5.15%	0.54%
Unused Tax credit	-	-
Prior period tax adjustments	-	22.46%
<b>Total Income Tax Expense</b>	<b>-3.46%</b>	<b>28.62%</b>

**e) Current tax assets (net)**

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Opening balance	2,285.28	1,087.05
Add: Tax paid in advance, net of provisions during the year	(732.00)	1,198.23
<b>Closing balance</b>	<b>1,553.28</b>	<b>2,285.28</b>





## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 21 : Related party disclosure**
**a) Name of the Related Party and nature of relationship**

Name of the Related Party	Description of relationship
<b>Key Management Personnel</b>	
Mr. Durga Shanker Mishra	Chairman / Nominee Director
Mr. S.S.Dubey	Nominee Director
Mr. Jaideep	Nominee Director
Mr. S.S.Joshi	Nominee Director
Mr. Manoj Saunik (w.e.f. May 08, 2020)	Nominee Director
Mr. I.S. Chahal (w.e.f. May 08, 2020)	Nominee Director
Mr. Pravin Pardeshi (upto May 20, 2020)	Nominee Director
Mr. Bhushan Gagrani (w.e.f. August 10, 2020)	Nominee Director
Mr. R.A. Rajeev	Nominee Director
Mr. Ranjitsingh Deol	Managing Director / Nominee Director
Mr. Subodh Kumar Gupta	Director (Project)
Mr. Ajaykumar Bhatt	Director (Systems)
Mr. Abodh Khandelwal	Director (Finance)
Ms. Ritu Deb	Company Secretary
<b>Entities where Key Management Personnel or their close family members have significant influence</b>	
Mumbai Metropolitan Region Development Authority (MMRDA)	Metropolitan Commissioner MMRDA
MMRCL Staff Welfare Fund Committee	Director Finance, MMRCL

**b) Key management personnel compensation**
**(Rs.in lakhs)**

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Remuneration	221.65	202.94
Sitting Fees paid to Independent Directors	-	-

**c) Transactions with entities over which KMP or their close family members have significant influence**
**(Rs.in lakhs)**

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Purchases and expenses</b>		
Reimbursement (MMRDA)	298.75	528.62
Contribution to Staff Welfare Fund (MMRCL)	-	10.00

**d) Outstanding balances as at the year end**
**(Rs.in lakhs)**

Particulars	As at March 31, 2021	As at March 31, 2020
<b>With Key Management Personnel</b>		
Receivables	-	6.00
Payables		-
<b>Post employment benefits of Key management personnel</b>		
Post employment benefits	75.65	90.49
<b>With entities over which KMP or their close family members have significant influence</b>		
Payables (MMRDA)	1,884.52	1,694.41



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Note 22 : Contingent Liabilities and Commitments**

**Note 22.1 : Contingent Liabilities**

<b>Nature of Liability/ Litigation-explanations including amount (to the extent available)</b>
The contract price quoted by the contractors was inclusive of all taxes. Later by introduction of GST all other Indirect Taxes like service tax, vat. etc. were subsumed. Therefore to assess the impact on contract price due to changes in tax laws the Company has requested the contractors to provide the break-up of pre-and post GST impact on the contract price to ascertain the tax amount payable or recoverable by the Company which is still in process. Till 31st March 2021, Company has paid sum of Rs. 26,700.11 lakh under dispute on ad hoc basis which will be recovered with interest in case the same is in the favour of the Company.
The contract price quoted by the contractors was inclusive of all taxes (including royalty). Later the royalty amount payable was revised and hence some of the contractors have claimed reimbursement of increased amount paid by them on account of change in law. However, one of the contractors filed a writ petition challenging the levy of royalty by Municipal authority which is still under judicial consideration. Till 31st March 2021, Royalty amounting Rs. 4617.87 lakh under dispute, out of which Rs.3749.79 is paid to vendor on ad hoc basis.
Metro construction work at Aarey i.e., construction of Depot was disrupted due to legal & environmental cases due to which the contractor has submitted claims amounting to Rs.785 lakhs as idling cost relating to Feb 2018 to Oct 2019, which is subject to evaluation by the Company. Vide letter dtd. November 29, 2019 all the activities at the Depot has been stopped, accordingly, no claim has been submitted by the Contractor for period from November 1, 2019 to March 31, 2021.
The Municipal Authority has issued Property Tax demand notice of Rs. 1855.60 lakhs in respect of land parcels allotted by Mumbai Metropolitan Region Development Authority (MMRDA) at Dnyaneshwar nagar, BKC. The Company has not received any demand from Municipal Authority (except the above case) in respect of property Tax for Government Land and Private Land hence no provision has been made. The Company has written a letter to the Assistant Assessor & Collector (HE ward) for cancellation/waiver of such demand on account that the land is and used solely for public benefit project and the response is still awaited.
SRA & MHADA has allotted 1937 tenements to the Project affected people (PAP) for rehabilitation, the amount payable by the company is not ascertainable regarding the same as well as no demand has been received. Hence the same has not been provided in the financial statements.
The Company has entered into MOU's and has done provisional agreement with certain PAP's for rehabilitation & re-settlement. However, the cost to rehabilitate & re-settle cannot be ascertained.
There are 29 legal cases against the company (16 cases in respect of Land and Rehabilitation & Resettlement, 7 cases in respect of various civil matters, 5 cases in respect of environmental issues and one case in respect of loss of articles), where liability can not be quantified.

**Note 22.2 : Capital commitments**

Capital expenditure contracted for the end of the reporting period but not recognised as liability is as follows :  
(Rs. in Lakhs)

<b>Particulars</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Estimated amount of contracts remaining to be executed and not provided for:	<b>1,148,673.99</b>	1,320,969.74



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 23 : Employee Benefit Obligations**
**Gratuity :**

Every Employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972 or Company scheme whichever is beneficial. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.

(Rs. in Lakhs)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>As at March 31, 2019</b>	<b>137.18</b>	-	<b>137.18</b>
Current service cost	72.82	-	72.82
Interest expense   (income)	10.49	-	10.49
<b>Total amount recognised in profit and loss</b>	<b>83.31</b>	-	<b>83.31</b>
<b>Remeasurements</b>			
(Gain )   Loss from change in financial assumptions	18.79	-	18.79
Experience (gains)   losses	(9.11)	-	(9.11)
<b>Total amount recognised in other comprehensive income</b>	<b>9.68</b>	-	<b>9.68</b>
Employer contributions	-	-	-
Benefit payments	-	-	-
<b>As at March 31, 2020</b>	<b>230.17</b>	-	<b>230.17</b>
Current service cost	<b>72.82</b>	-	<b>72.82</b>
Interest expense   (income)	<b>15.34</b>	<b>7.63</b>	<b>7.71</b>
<b>Total amount recognised in profit and loss</b>	<b>88.16</b>	<b>7.63</b>	<b>80.53</b>
<b>Remeasurements</b>			
(Gain )   Loss from change in financial assumptions	<b>14.66</b>	-	<b>14.66</b>
Experience (gains)   losses	<b>(3.20)</b>	-	<b>(3.20)</b>
Return on planned asset excluding interest	-	<b>(5.63)</b>	<b>5.63</b>
<b>Total amount recognised in other comprehensive income</b>	<b>11.46</b>	<b>(5.63)</b>	<b>17.09</b>
Employer contributions (including LIC premium for MMRC group gratuity scheme Rs.5.84 lakhs)	-	<b>230.27</b>	<b>(230.27)</b>
Benefit payments	-	-	-
<b>As at March 31, 2021</b>	<b>329.79</b>	<b>232.27</b>	<b>97.52</b>



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

The net liability disclosed above relates to funded and unfunded plans are as follows:

(Rs. in Lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Present value of obligations	329.79	230.17
Fair value of plan assets	232.27	-
Deficit of Gratuity plan	97.52	230.17

Actuarial (Gain)/Loss on Obligation

(Rs. in Lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
Due to Demographic Assumption	-	-
Due to Financial Assumption	14.66	18.79
Due to Experience	(3.20)	(9.11)
<b>Total Actuarial Gain/(Loss)</b>	<b>11.46</b>	<b>9.68</b>

Significant estimates: Actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Discount rate	6.32%	6.80%
<b>Attrition rate</b>		
Up to 30 Years	6.00%	6.00%
From 31 to 44 Years	5.00%	5.00%
Above 44 Years	8.00%	8.00%
Rate of return on plan assets	6.50%	NA
Salary escalation rate	7.00%	7.00%
Mortality	IALM (2012-14) Utt.	IALM (2006-08) Utt.

Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is: (Rs. in Lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Present Value of Obligation at the end of the period</b>	<b>320.57</b>	<b>230.17</b>
Impact due to increase of 0.50 % on change in Discount Rate	(15.25)	(11.38)
Impact due to decrease of 0.50 % on change in Discount Rate	16.62	12.41
Impact due to increase of 0.50 % on impact of the change in salary increase	15.87	11.93
Impact due to decrease of 0.50 % on impact of the change in salary increase	(14.74)	(11.06)

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognized in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change as compared to the prior year.



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

#### Maturity profile of defined benefit obligation

The weighted average duration of the defined benefit obligation is 10 years. The expected maturity analysis of gratuity is as follows:

	(Rs. in Lakhs)
Projected benefits payable in future years from the date of reporting	For the year ended March 31, 2021
1st Following year	28.95
2nd Following year	24.29
3rd Following year	24.36
4th Following Year	16.22
5th Following year	23.54
Sum of years 6 to 10 years	103.52

During the year the company has formed MMRC Group Gratuity Trust and has tied up with Life insurance Corporation of India for managing the Gratuity Fund. The gratuity provision amounting to Rs. 230.17 lakhs standing in books of accounts on 31.03.2020 stands transferred to LIC through Gratuity Trust.

#### Note 24 : Segment Reporting

The Company has only one reportable operating segment, which is developing, running and maintaining Metro Rail Systems in Mumbai (India). Accordingly, the amounts appearing in the financial statements are related to the company's single business segment.

#### Note 25 : Dues to Micro and Small Enterprises Disclosure:

The disclosures pursuant to MSMED Act based on the books of account are as under:-

	(Rs.in lakhs)	
Particulars	As at March 31, 2021	As at March 31, 2020
(a) Principal amount remain unpaid	93.57	297.17
(b) Interest due thereon remain unpaid	Nil	Nil
(c) Interest paid in terms of Section 16 of MSMED Act along with the amount of the payment made to the supplier beyond the appointed date.	Nil	Nil
(d) Interest due and payable for the period of delay on making payments made beyond the appointed day during the year but without adding the interest specified under the MSMED Act.	Nil	Nil
(e) Interest accrued and remaining unpaid	Nil	Nil
(f) Further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise	Nil	Nil
<b>Total</b>	<b>93.57</b>	<b>297.17</b>



## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

**Note 26 : Fair value measurement**

(Rs.in lakhs)

Particulars	As at March 31, 2021			As at March 31, 2020		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
<b>Financial assets</b>						
<b>Non-current</b>						
Loans	-	-	323.89	-	-	761.95
Others financial assets	-	-	807.74	-	-	295.99
<b>Current</b>						
Cash and cash equivalents	-	-	28,065.50	-	-	76,131.82
Bank Balance other than covered under in cash & cash equivalent	-	-	451.42	-	-	34,727.00
Loans	-	-	821.89	-	-	303.42
Others financial assets	-	-	24,694.33	-	-	11,431.25
<b>Total Financial assets</b>	-	-	55,164.77	-	-	123,651.43
<b>Financial liabilities</b>						
<b>Non-current</b>						
Borrowings	-	-	1,130,984.88	-	-	993,311.75
Lease liability	-	-	1,248.21	-	-	2,973.47
Other financial liabilities	-	-	35.84	-	-	32.75
<b>Current</b>						
Lease liability	-	-	2,549.87	-	-	3,424.02
Other financial liabilities	-	-	117,670.64	-	-	102,778.66
<b>Total financial liabilities</b>	-	-	1,252,489.44	-	-	1,102,520.65

**a) Fair value hierarchy**

This section explains the judgement and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the Financial Statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard.

**b) There are no financial assets & financial liabilities which are measured at fair value for which disclosure as per fair value hierarchy is required**

**There were no transfers between any levels during the year.**

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have a quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2021**

entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

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

**c) Valuation technique used to determine fair value**

**Specific valuation techniques used to value financial instruments include:**

- i) the use of quoted market prices or dealer quotes for similar instruments
- ii) the fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
- iii) the fair value of forward foreign exchange contracts are determined using forward exchange rates at the Balance Sheet date
- iv) the fair value of foreign currency option contracts is determined using the Black Scholes valuation model.
- v) the fair value of the remaining financial instruments is determined using discounted cash flow analysis. All of the resulting fair value estimates are included in level 1 and 2.

**d) Valuation processes**

The finance department of the Company includes a team that performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. This team reports directly to the Director- Finance.

**Note 27 : Capital Management**

**Risk management**

The primary objective of the Company's Capital Management is to maximise shareholder value. The Company monitors capital structure using Net Debt-Equity ratio.

Total equity as shown in the Balance Sheet includes General reserve, Retained earnings, Share capital, Security premium. Total debt includes current debt plus non-current debt.

(Rs.in lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Total Debt</b>	<b>1,130,984.88</b>	993,311.75
Less : Cash and cash equivalents	28,065.50	76,131.82
Less : Bank Balance other than Cash and cash equivalents	451.42	34,727.00
Less : Others Deposits	3,488.32	6,636.35
<b>Net Debt</b>	<b>1,098,979.64</b>	<b>875,816.58</b>
<b>Total Equity</b>	<b>374,137.36</b>	<b>336,289.49</b>
<b>Net Debt to Equity ratio</b>	<b>2.94</b>	<b>2.60</b>



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Note 28 : Financial Risk Management**

**Financial Risk Factors**

The Company is exposed to various risk in relation to financial instruments. The company's financial asset and liabilities by category are summarized below. The main types of risks are market risk, credit risk and liquidity risk. The company's risk management focus on actively securing the Company's short to medium term cash flows by minimizing the exposure to volatile financial markets. The most significant financial risks to which the company is exposed are described below.

**(a) Market Risk**

The Company has foreign exchange risk as the Market risk. The company does not have any interest rate risk since all the loans of the company bears fixed rate of the interest. Also company does not have price risk since company is not having any derivative financial asset.

The exchange fluctuation risk is due to foreign currency payments to General Consultants and contractors. The company does not have any hedging instrument to cover the foreign exchange risk.

The following tables analyzes foreign currency risk from financial instruments :

Particulars	USD	Euro
<b>As at March 31, 2021</b>		
<b>Financial Assets</b>		
Other financial assets	-	-
<b>Total</b>	-	-
<b>Financial Liabilities</b>		
Other financial liabilities	12,229,831.92	1,676,351.00
<b>Total</b>	12,229,831.92	1,676,351.00
<b>Net exposure to foreign currency risk</b>	<b>(12,229,831.92)</b>	<b>(1,676,351.00)</b>
<b>As at March 31, 2020</b>		
<b>Financial Assets</b>		
Other financial assets	-	-
<b>Total</b>	-	-
<b>Financial Liabilities</b>		
Other financial liabilities	23,283,994.00	6,043,628.00
<b>Total</b>	23,283,994.00	6,043,628.00
<b>Net exposure to foreign currency risk</b>	<b>(23,283,994.00)</b>	<b>(6,043,628.00)</b>

The following significant exchange rates have been applied

Currency	As at March 31, 2021	As at March 31, 2020
USD 1	73.50	75.39
EUR 1	86.10	83.05





## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MARCH 31, 2021

#### Sensitivity Analysis

A reasonably possible strengthening (weakening) of the INR against all currencies at 31 March 2021 would have affected the measurement of financial instruments denominated in a foreign currency and affected profit or loss by the amounts shown below. This analysis assume that all other variables, in particular interest rates, remain constant.

(Rs.in lakhs)

Particulars	Profit or loss before tax	
	Strengthening of INR	Weakening of INR
<b>March 31, 2021</b>		
USD (10% movement)	898.95	(898.95)
EUR (10% movement)	144.33	(144.33)
<b>March 31, 2020</b>		
USD (10% movement)	1,755.28	(1,755.28)
EUR (10% movement)	501.92	(501.92)

#### (b) Credit Risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The company is exposed to this risk for various financial instruments, for example by granting advances to employees, receivable from banks, security deposits etc. The maximum exposure to the credit risk at the reporting date is primarily from carrying amount of following types of financial assets.

- Cash and cash equivalents
- Other financial assets measured at amortized cost

The company continuously monitors defaults of customers and other counter parties, identified either individually or by the company, and incorporate this information into its credit risk controls. Where available at reasonable cost, external credit ratings and/or reports on customers and other counter parties are obtained and used.

#### (i) Credit Risk Management

##### Cash and cash equivalent

Credit risk related to cash and cash equivalents is managed by placing funds in schedule commercial banks which are subject to the regulatory oversight of the Reserve Bank of India, and these banking relationships are reviewed on an ongoing basis.

**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

**Other financial assets**

Other financial asset which includes loans and advances to employees and others measured at amortized cost.

**(C) Liquidity Risk**

Our liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents, non operating revenue, Long term loan from JICA, Interest free subordinate debt, share capital and grant. Liquidity needs are managed by continuously monitoring cash inflows and by maintaining adequate cash and cash equivalents. Net cash requirements are compared to available cash in order to determine any shortfalls.

Short term liquidity requirements consists mainly of sundry creditors, expense payable, employee dues, current maturities of borrowings and retention & deposits arising during the normal course of business as of each reporting date. Sufficient balance in cash and cash equivalents is maintained to meet short term liquidity requirements.

Long term liquidity requirements are assessed on a periodical basis and manage them through internal accruals and assistance from Gol and GoM. Our non-current liabilities include JICA Loan, Interest free subordinate debt, Retentions & deposits and liabilities for Employee benefit.

The table below provides details regarding the contractual maturities of non-derivative financial liabilities. The table have been drawn up based on the cash flows of financial liabilities based on the earliest date on which the company may be required to pay. The table include both principal & interest cash flows. nclude both principal & interest cash flows.

(Rs. in Lakhs)

Particulars	Less than 1 year	1 to 3 years	4 to 5 years	More than 5 year\$	Total
<b>As at March 31, 2021</b>					
Borrowings (Refer note 11)	-	-	-	1,130,984.88	1,130,984.88
Lease Liabilities	2,549.87	1,056.31	131.66	60.24	3,798.08
Other Financials Liabilities (Refer note 12)	117,670.64	-	35.84	-	117,706.48
<b>Total</b>	<b>120,220.51</b>	<b>1,056.31</b>	<b>167.50</b>	<b>1,131,045.12</b>	<b>1,252,489.44</b>
<b>As at March 31, 2020</b>					
Borrowings (Refer note 11)	-	-	-	993,311.75	993,311.75
Lease Liabilities	3,424.02	2,631.47	280.70	61.30	6,397.49
Other Financials Liabilities (Refer note 12)	102,778.66	-	-	32.75	102,811.41
<b>Total</b>	<b>106,202.68</b>	<b>2,631.47</b>	<b>280.70</b>	<b>993,405.80</b>	<b>1,102,520.65</b>



## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

**Note 29 : Rectification of errors:**

MMRCL located immaterial errors on account of lease assets corresponding to the financial statements of FY 2019-20. Though as per the requirements of Ind AS 8 (Accounting Policies, Changes in Accounting Estimates and Errors) only material prior period errors require retrospective correction of financial statement, yet MMRCL has restated the comparative amounts relating to [lease assets] in the relevant financial years in which error occurred i.e. FY 2019-20. These errors are in nature of immaterial and purely unintentional and they have been corrected in the financial statements of FY 2020-21, FY 2019-20.

Particulars	As at March 31, 2020 (Restated)	As at March 31, 2020 (Reported)	Remarks
<b>Non current assets</b>			
<b>Property, plant and equipment</b>			
Additions to Freehold land	3,572.42	3,572.40	Permanent land received from govt treated as govt grant
<b>Intangible Assets</b>			
Deletion/disposal	1.05	-	Temporary land returned to govt
Addition of Permission at nominal amount	0.18	0.13	Temporary land received from govt treated as govt grant
<b>Capital work-in-progress</b>	1,246,213.16	1,245,751.33	Lease modification considered retrospectively
<b>Right-of-use assets</b>	6,737.35	5,950.93	Lease modification considered retrospectively
<b>Other non current assets</b>			
Prepaid expenses	1,647.27	1,640.5	Lease modification considered retrospectively
<b>Equity and liabilities</b>			
<b>Non-Current Liabilities</b>			
Deferred Government Grants - Land at nominal value	9.03	10.01	Net impact of Temporary & Permanent land
<b>Other Financial Liabilities</b>			
Payable to Consultants, Contractors/Vendors & Others	2,042.90	990.93	Effect related to lease modification considered retrospectively
<b>Lease liabilities (current &amp; non current)</b>	6,397.49	5,519.71	Lease modification considered retrospectively



**NOTES TO THE FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED MARCH 31, 2021

(Rs.in lakhs)

Particulars	For the year ended March 31, 2020 (Restated)	For the year ended March 31, 2020 (Reported)	Difference	Remarks
<b>A. Finance Cost</b>	17.86	19.48	(1.62)	Reversal of Deferred Grant Income
<b>B. Amortisation</b>	144.34	143.02	1.32	Capitalisation of borrowing cost
Net reversal of income due to rectification (A-B)	<b>162.20</b>	<b>162.50</b>	<b>(0.30)</b>	
(Loss) before tax	(2,828.14)	(2,828.44)	0.30	
(Loss) after tax	(2,018.72)	(2,019.02)	0.30	
Earnings per share (INR)				
Basic	(0.76)	(0.76)		
Diluted	(0.76)	(0.76)		

**Note 30 : Estimation of uncertainties relating to the global health pandemic from COVID-19**

The company has implemented all the guidelines and protocols issued by various government authorities with regard to Covid-19 from time to time. Nationwide lockdown was implemented from 25.03.2020 and as temporary lockdowns continued beyond 31.3.2021, the company has to further evaluate the impact of Covid-19 on the project. This may result in revision of estimations of costs to complete the contract as well as additional efforts and claims arising on account of invocation of force majeure clause by the contractors in accordance with the stipulated contract conditions. The company decided to draft a strategy to monitor the developments to identify resultant uncertainties relating to cost of completion in future periods.

**Note 31 : Some of the balances of other non current assets, loans, other financials assets, other financials liabilities etc. are subject to confirmation, reconciliation and adjustment, if any.**

**Note 32 : Previous year's figures have been regrouped/restated wherever necessary to conform to the current year's classification.**

For and on behalf of the Board of Directors of  
Mumbai Metro Rail Corporation Limited  
CIN : U60100MH2008SGC181770

Place: Mumbai  
Date : August 02, 2021

**Ranjit Singh Deol**  
Managing Director  
DIN: 06759002

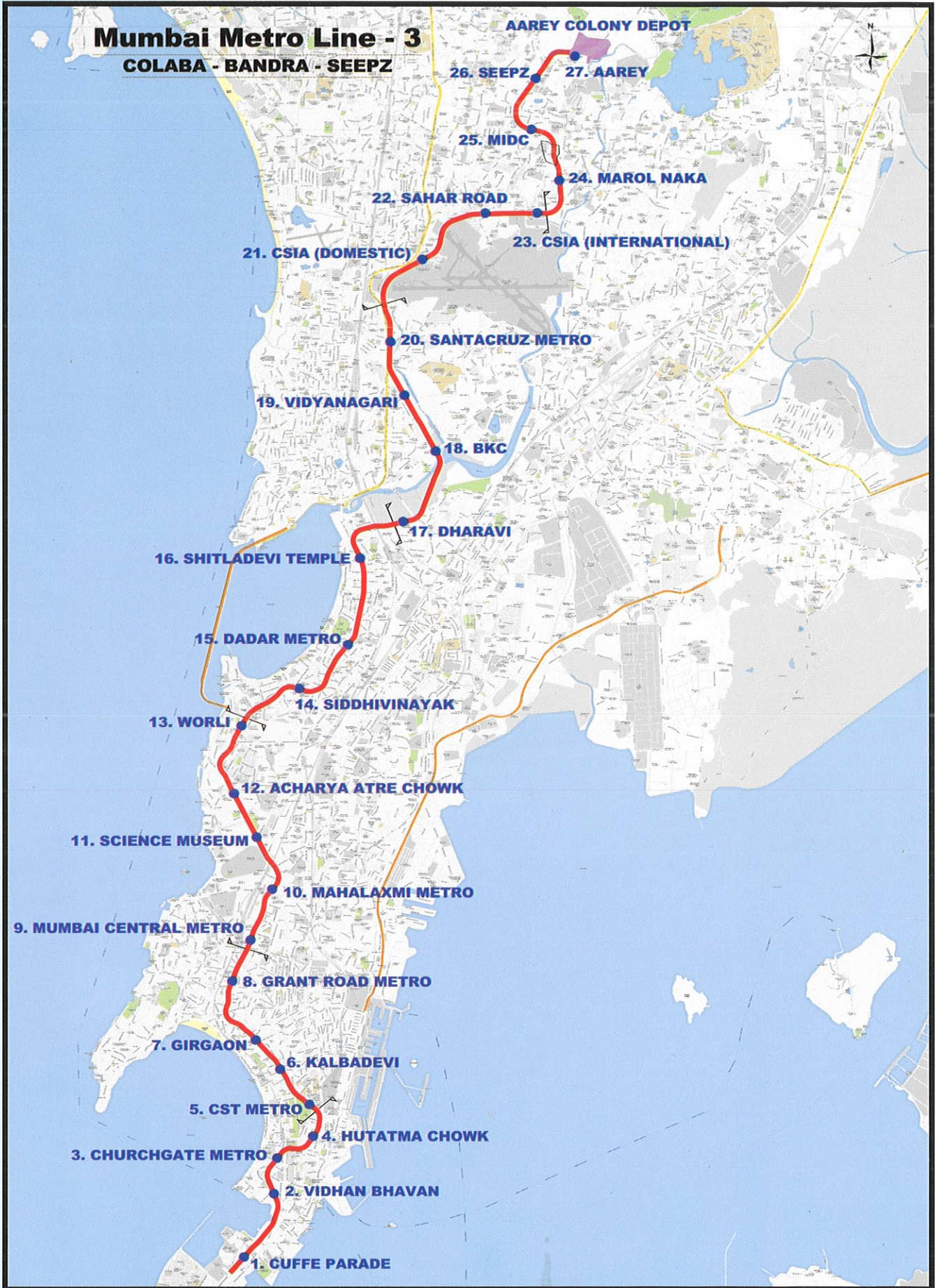
**Abodh Khandelwal**  
Director (Finance)  
DIN:07807394

**Ritu Deb**  
Company Secretary  
Membership No.: F6754





**Completed Tunnel along with tracks of Metro-3**



**MUMBAI METRO RAIL CORPORATION LIMITED**

(JV of Govt. of India and Govt. of Maharashtra)  
 "TRANSIT OFFICE", E-Block, North Side of City Park,  
 Behind Income Tax Office, "A"-wing, Bandra E, Bandra Kurla Complex,