



# **25<sup>TH</sup> ANNUAL REPORT, ACCOUNTS & AUDITOR'S REPORTS**

**2023-2024**



**Roads and Bridges Development Corporation of Kerala Ltd.**

**(A Government of Kerala undertaking)**







# **ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED**

## **BOARD OF DIRECTORS**

Shri. P.A. Mohamed Riyas

Chairman, (Hon'ble Minister for  
Public Works, Govt. of Kerala)

Shri. K. Biju IAS

Independent Director

Shri. Suhas S. IAS

Managing Director

Shri. Ajith Ramachandran

Independent Director

Shri. Sivaprasad V

Director

## **CHIEF FINANCIAL OFFICER**

Shri. Sibi J. Pulloppillil

## **AUDITORS**

Korah & Korah (Chartered Accountants)  
1st Floor, Lucky Star Building,  
Market Road, Cochin

## **CORPORATE OFFICE**

2nd Floor, Preethi Building, M.V. Road,  
Palarivattom, Kochi, Kerala- 682 025.





## NOTICE

Notice is hereby given that the 25th Adjourned Annual General Meeting of Roads and Bridges Development Corporation of Kerala Limited (CIN: U45203KL1999SGC013314) will be held on Thursday, the 10th day of April 2025 at 11.00 A.M. IST through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following businesses:

### AGENDA

#### ORDINARY BUSINESS

##### **Item No. 1 – Adoption of Financial Statements**

To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors ('the Board') and auditors thereon.

Place: Ernakulam  
Date: 28/03/25

By order of the Board  
For Roads and Bridges Development Corporation of Kerala Limited

Sd/-

**Managing Director/ Company Secretary**

#### **NOTES:**

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular dated May 5, 2020 read with circulars dated 8/04/2020, 13/04/2020, 13/01/2021, 08/12/2021, 14/12/2021 and 05/05/2022 (collectively referred to as "MCA Circulars") permitted the holding of the General Meeting 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.
2. 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.
3. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
4. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
5. Members will be able to attend the AGM through VC / OAVM and further details and link to attend the meeting will be sent to the registered email id of the members shortly.
6. The Poll will take place during the meeting, if required, and the members may convey their assent or dissent only at stage on item considered in the meeting by sending e-mails to the designated e-mail address of the Company i.e. [csrbdck@gmail.com](mailto:csrbdck@gmail.com) . E-mail content can be like "I assent /dissent to the Item No. ....".



# DIRECTORS REPORT

*The Members of Roads and Bridges Development Corporation of Kerala Limited.*

*Your Directors have pleasure in presenting the Twenty Fifth Annual Report together with the Audited Statement of Accounts of your Company for the Year ended 31st March 2024. The Twenty Fifth Annual General meeting was adjourned for adoption of audited annual accounts. Statutory Audit and Supplementary Audit for the FY 2023-2024 is completed now. Audited annual accounts for the year ended 31.03.2024 along with Statutory Audit Report and Supplementary Audit report are presented before our shareholders for approval.*

## FINANCIAL RESULTS

The Company's financial performance for the year ended 31<sup>st</sup> March, 2024 is as follows:

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
	(₹. in lakhs)	(₹. in lakhs)
Total Income	1209.57	1353.50
Administrative & Other expenses	606.14	573.01
Operating Profit (PBDIT)	603.43	780.49
Depreciation/Amortisation	820.36	837.80
Profit before exceptional and extra ordinary items and tax	(216.93)	(57.31)
Exceptional Items	(360.51)	(35.42)
Profit/(Loss) before Tax	(577.44)	(92.74)
Provision for Income Tax	-	-
Profit/(Loss) After Tax	(577.44)	(92.74)
Profit/(Loss) after transfer to reserves	(577.44)	(92.74)
Brought forward profit/(Loss)	(8752.45)	(8659.71)
Surplus/(deficit) carried forward to Balance Sheet	(9329.89)	(8752.45)



## STATE OF AFFAIRS & CHANGE IN NATURE OF BUSINESS

The Company is engaged in the business of construction of Highways, Bridges, Roads, Bypasses, Over-bridges, Culverts, Expressways on the property entrusted to and vested with the Company by the Government of Kerala or any other Government and various Governmental or other agencies and organizations and bodies and body corporates and to maintain operate, manage such facilities including improvement, strengthening and rehabilitation of road network identified as core network and to regulate and control the use of the roads vested in, or entrusted to it. There has been no change in the business of the Company during the financial year ended 31st March, 2024.

During the Financial Year 2023-24, the Company has reported a net loss of Rs.577.44 Lakhs

## PERFORMANCE HIGHLIGHTS

- The company was appointed as a Special Purpose Vehicle (SPV) for implementation of 107 infrastructural projects funded by KIIFB and Government.
- Construction of 14 projects under KIIFB and Government are in progress and the rest are in different stages of pre-construction and land acquisition activities.

## DIRECTORS & KEY MANAGERIAL PERSONNEL

Following are the Directors of the company as on the date of this report:

Sl. No.	Name of Director	Designation
1	Shri. P. A. Mohamed Riyas	Chairman (Hon'ble Minister for Public Works, Govt. of Kerala)
2	Shri. K. Biju IAS	Independent Director
3	Shri. Suhas S. IAS	Managing Director
4	Shri. Ajith Ramachandran	Independent Director
5	Sri.Sivaprasad V.	Director



Shri. Sibi J Pulloppillil (Chief Financial Officer) is the other Key Managerial Personnel of the Company.

## **MEETINGS OF BOARD OF DIRECTORS**

Three Board Meetings were held during the Financial Year ended March 31, 2024 (i.e. on 2/06/2023, 18/10/2023 & 28/02/2024).

## **COMMITTEE MEETINGS**

Audit Committee meeting of the Company held on 18/10/2023 during the financial year 2023-2024. As the company is wholly owned by Government of Kerala and decision regarding nomination and remuneration of Board of Directors of company is taken by Government of Kerala (shareholder) itself, no separate meeting of Nomination and Remuneration committee was required to be held by the company during the FY 2023-2024.

## **CHANGES IN SHARE CAPITAL**

During the financial year 2023-2024, the Company has not allotted any further shares and hence, the issued, subscribed and paid-up capital of the Company as on date of this report remained unchanged at Rs. 1,16,11,94,070/-

## **ANNUAL RETURN AND OTHER PARTICULARS**

Pursuant to the amendments to Section 134(3)(a) and Section 92(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return (Form MGT-7) for the financial year ended March 31, 2024, is available on the Company's website and can be accessed at [www.rbdck.com](http://www.rbdck.com) (web link).



## **AUDITORS**

M/s. KORAH & KORAH, Chartered Accountants are the Statutory Auditors of the company for the FY 2023-2024. M/s. N. Rajan & Associates, Company Secretaries, conducted Secretarial Audit for the FY 2023-2024. Report of Secretarial Auditor for FY 2023-2024 is attached along with this report as "Annexure-A".

## **AUDITORS QUALIFICATION ON ANNUAL ACCOUNTS OF THE COMPANY**

Qualification by Statutory Auditor:- Nil

Qualification by Secretarial Auditor:- Nil

Comments of C&AG:-Reply to the comments of C&AG is attached as Annexure

## **REMARKS BY AUDITORS U/S 143(12)**

No fraud u/s 143(12) was reported during the FY 2023-2024 by Statutory Auditor and Secretarial Auditor in their report.

## **PARTICULARS OF LOANS AND INVESTMENT**

The Company has not made any Investment, given guarantee and securities during the year under review. Therefore no need to comply provisions of section 186 of Companies Act, 2013.

## **CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES**

Since the Company is a Government Company, the provisions of Section 188 of the Companies Act, 2013, is not applicable. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.



## **TRANSFER TO RESERVE**

No amount was required to be transferred to the reserves during the financial year ended 31st March, 2024.

## **DIVIDEND**

Since the Company reported net loss during the FY 2023-2024, your Directors express their inability to declare any dividend during the year under report.

## **MATERIAL CHANGES AND COMMITMENTS**

There are no material changes and commitments other than those incorporated in the accounts affecting the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the provisions of relevant accounting standards have been duly complied with.

## **DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE**

Not Applicable.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO**

The company has no activity relating to conservation of energy and technology absorption. There are no foreign exchange earnings or outgo for the year under review.





## RISK MANAGEMENT POLICY

As the company is fully owned and operated by Government of Kerala, the element of risk is managed jointly by the company and Government of Kerala. Hence, a separate risk management policy need not be developed for the company.

## CORPORATE SOCIAL RESPONSIBILITY

Corporate Social Responsibility (CSR) provisions under Companies Act, 2013 is not applicable for the company for the financial year 2023-2024.

## DEPOSITS

Deposits accepted during the year;	Nil
Deposits remained unpaid or unclaimed as at the end of the year;	Nil
Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved- (i) at the beginning of the year: (ii) maximum during the year: (iii) at the end of the year:	Not Applicable
The details of deposits which are not in compliance with the requirements of Chapter V of the Act:	Nil

## INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with reference to financial statements.

## COST AUDIT

The provision of Cost audit as per section 148 is not applicable to the Company.



## **DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

## **STATEMENT UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has adopted a policy in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. All employees are covered under the said policy. An Internal Complaints Committee has also been set up to redress complaints received on sexual harassment. During the financial year under review, the Company has not received any complaints of sexual harassment from any employees of the Company.

## **DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the Board of Directors of the Company confirms:-

- (a) That in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures if any.
- (b) That your Directors have selected such accounting policies and applied them consistently and made adjustments and estimates that are reasonable 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 also of Profit and Loss Account of the company for the year ended 31st March 2024.



- (c) That your Directors have taken proper care for the maintenance of adequate accounting records for the purpose of safeguarding the assets of the company and for preventing fraud and other irregularities.
- (d) That your Directors have prepared the annual accounts on a going concern basis.
- (e) That the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## ACKNOWLEDGEMENT

Your Directors express their sincere gratitude to Government of India, Government of Kerala, Ministry of Railways, Public Works Department, KIIFB, banks, consultants, contractors and shareholders for the magnanimous support given to the company.

The Directors also take this opportunity to appreciate the dedicated and sincere services and support rendered by the employees of the company.

**For and on behalf of the Board of Directors of  
Roads and Bridges Development Corporation of Kerala Limited**

Sd/-

**P. A. Mohamed Riyas  
Chairman  
(DIN: 09346209)**

Thiruvananthapuram  
28/03/2025



**N RAJAN & ASSOCIATES,**  
PRACTICING COMPANY SECRETARIES

SRAV HOUSE NO:30  
VENNALA PO  
KOCHI-682028  
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Mobile 8547775349  
Firm Reg. No. S2018KE599100

**SECRETARIAL AUDIT REPORT OF ROADS AND BRIDGES DEVELOPMENT  
CORPORATION OF KERALA LIMITED, KOCHI, FOR THE YEAR ENDED  
31<sup>ST</sup> MARCH 2024**

(PURSUANT TO SECTION 204(1) OF THE COMPANIES ACT 2013 AND RULE 9 OF COMPANIES  
( APPOINTMENT AND REMUNERATION OF PERSONNEL RULES 2014)

To,  
The Members,  
Roads and Bridges Development Corporation of Kerala Ltd.  
Palarivattom, Kochi-682025.

We have conducted secretarial audit of the compliance of applicable statutory provisions and adherence to good corporate governance by Roads and Bridges Development Corporation of Kerala Ltd.(CIN U45203KL1999SGC013314) hereinafter called(the company). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliance and expressing our opinion thereon and also the information provided by the company, its officers and authorized representative during the conduct of secretarial audit, we hereby report that during the period covering the financial year ended 31<sup>st</sup> March 2024, complied with the statutory provisions listed here under and also that the company has proper board process and compliance mechanism in place to the extent in the manner and subject to the reporting made here under.

We have examined the books and papers, minute book, forms and returns and records maintained by Roads and Bridges Development Corporation of Kerala Ltd for the financial ended 31<sup>st</sup> March 2024 according to the provisions of the following Acts.

- 1.The Companies Act 2013 as amended from time to time and rules made thereunder
- 2The secretarial standards issued by the Institute of company secretaries of India to the extent applicable

As informed to us the following laws are applicable to the company:-

- 1)The Companies Act 2013
- 2.National Highways Act 1956
- 3Motor Vehicles Act 1988
- 4Arbitration and Conciliation act 1996
- 5.Environmental Protection Act 1986
6. Contract labour (Regulation and Abolition Act)1970
- 7.Minimum Wages Act 1948
- 8.Employee State Insurance Act 1948
9. Employees Provident Fund Act 1958
10. Other Acts where ever applicable



We report that during the year under review the company has complied with the provisions of the Act rules regulations and guidelines mentioned above. The status of the company during the year has been that of unlisted public company. The company has not been a holding or subsidiary company of another.

We further report that the compliance by the company of applicable financial laws like direct and indirect tax laws has not been reviewed in this audit since the same

has been subject to review by statutory financial audit and other designated professionals.

The changes in the composition of the Board of directors that took place during the year under review were carried out in compliance with the provisions of the Act.

We further report that only three board meetings were held during 2023-24( dates of meeting 23/06/2023,0

18/10/20223 and 28/02/2024) and were not in compliance with Companies Act provisions.

Annual General Meeting for 2023-24 has been held on 28/09/2024and adjourned for want of comments on accounts for 2023-24 from C&AG.

The companies accounts for 2023-24 is yet (04/04/2025) to be filed with ROC Kerala.

In spite of best efforts of the company, appointment to the post of Company Secretary is pending as on the reporting date.

The company has no women director as on the financial year closing date . Appointment of women director is applicable to the company as per section 149(1) of the Companies ACT.

Adequate notice is given to all directors to schedule the board meetings, agenda and detailed proposal on agenda were sent in advance duly complying with the time limits and a system exists for seeking and obtaining further information and clarification on agenda items before the meeting and for meaningful participation at the meeting.

As per the minutes of the meeting, duly recorded and signed by the Chairman, the decision of the board were unanimous and no descending views have been recorded.

During the year the company has not advanced any loans, given guarantees and provided securities to directors and or persons or firms or companies in which directors are interested. The company has not declared dividend during the year under review.

We further report that there are adequate systems processes in the company commensurate with size and nature of the company to monitor and ensure compliance with applicable laws rules and regulations and guidelines.

During the year the company filed necessary forms with Registrar of Companies with additional fee. This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Kochi

Date 27/03/2025

Practicing Company Secretary ( COP 19800)  
Peer ReviewNo3876/23

UDIN A20291G000028530





## AnnexureA

To  
Members,  
Roads and Bridges Development Corporation of Kerala Ltd.  
Palarivattom, Kochi 682025.

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

1. Maintenance of secretarial record 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 audit practices and process as as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records.
- 3.The verification was done on test basis to ensure that correct facts are reflected to in secretarial records. We believe that the process and practices we followed provide a reasonable basis for our opinion.
4. We have not verified the correctness and appropriateness of financial records and books of accounts of the company .
- 5.wherever required we have obtained the management representation about the compliance of laws rules and regulations happening of events etc.
- 6.The compliance of the provisions of corporate and other applicable laws rules regulations standards is the responsibility of the management. Our responsibility was limited to the verification of procedure on test basis.
- 7.The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

Place Kochi

Date27/03/2025

Sd/-

N Rajan COP No.19800

Peer Review No. 3876/23



### Annexure

Reply to the comments of Comptroller and Auditor General of India on Annual Accounts for the year 2023-24

Sl.No.	Comments by C&AG	Reply by the Directors
1	<p>Balance Sheet as at 31 March, 2024</p> <p>B. Assets</p> <p>2. Current Assets</p> <p>d. Other Current Assets (Note 16)</p> <p>Feasibility Study Expenses- ₹22.61 Lakh</p> <p>This includes ₹ 10.48 lakh, pertaining to the construction of an office complex project at Attipra, Thiruvananthapuram. While the company had prepared and submitted the DPR for this Government Complex, it subsequently decided to withdrawn from the project. Government stated (23 December 2017) that the Company's request for reimbursement of the amount could not be considered and thereafter, there was no further follow up on the issue.</p>	<p>The company was given the Administrative Sanction and was entrusted with the construction of a Government office Complex at Attipra, Thiruvananthapuram. Subsequently, the company conducted survey and field investigations and prepared a Detailed Project Report expending an amount of Rs.10.4 lakhs, as directed by the Government. There after the project was abandoned raising concerns regarding the economic feasibility of the project and the company claimed reimbursement of its expenses from Government. However, the Government rejected the request of the company and refused to reimburse the actual expenses incurred by the company for this purpose as per communication reference no- U4/108/2017/Revenue dated 23.12.2017, received from the Government.</p> <p>As pointed out by audit, we will bring the matter to the consideration of the Audit Committee and steps will be taken to write off the amount in consultation with statutory auditors, in the next years accounts.</p>
2	<p>Cash Flow Statements for the year ended 31 March, 2024</p> <p>Cash flow from Operating Activities</p> <p>1. Operating profit before working capital changes - ₹ 242.92 lakh</p> <p>The company did not adjust the net profit for the interest income of ₹790.26 lakh on demand deposits when arriving at the operating cash flow, which was not in accordance with Para 18 of AS 3 on Cash</p>	<p>The company is following the practice of transferring the funds available in the current account with banks to term deposits for earning interest revenue. The bank term deposits of the company are shown under cash and cash equivalents in the Balance Sheet in accordance with Accounting Standard 3 'Cash Flow Statements'</p> <p>As per Para 5.1 of AS-3 "Cash comprises cash on hand and demand deposits with bank".</p>



Sl.No.	Comments by C&AG	Reply by the Directors
	<p>flow statements and resulted in an overstatement of operating profit to that extend. The interest received should have been shown as a Cash flow from Investing activities.</p>	<p>The interest derived on these term deposits does not constitute a cash flow as per Para 7 of the AS 3 which states that "Cash flow excludes movements between items that constitute cash or cash equivalents because these components are part of the cash management of an enterprise rather than part of its operating, investing and financing activities."</p> <p>Para 18 of AS 3 which provides guidelines on reporting Cash flow from Operating activities has been complied by the company in this regard considering the above. It is clear from above that the Bank term deposit and the interest received on them does not qualify for disclosure under Investing activities. Transferring funds from the current account to term deposits is an operating activity and interest earned from such activity is cash flow from operating activity.</p> <p>However, the company will be reconsidering the matter in consultation with our statutory auditors and make suitable changes, if considered necessary, while preparing the financial reports for future periods</p>
3	<p>Cash Flow Statements for the year ended 31 March, 2024</p> <p>Cash flow from Operating Activities</p> <p>2.Cash and Cash Equivalents at the end of the year- ₹ 15358.02 lakh</p> <p>This includes Demand Deposits of ₹ 412.8 lakh kept for adjusting against the expense of reconstruction of Palarivattom flyover on final disposal of court cases, being the security realised from the contractor. As these Demand Deposits are not repayable on demand, they do not qualify to be</p>	<p>The company constructed a flyover at Palarivattom Junction in Ernakulam by availing funds from Kerala Road Fund Board. Due to the defects in construction, the flyover happened to be partially reconstructed and the cost of rehabilitation is to be recovered from the contractor as the bridge was under defect liability period. To meet the cost of rehabilitation, the company invoked the Performance Bank Guarantee of the contractor amounting to ₹ 412.8 lakh. Since the recovery of rehabilitation expenses is under dispute, the company has kept the amount in fixed deposit</p>





Sl.No.	Comments by C&AG	Reply by the Directors
	considered as Cash and Cash Equivalents in line with Para 6 of AS 3 on Cash Flow Statements	<p>with bank and these are shown under cash and cash equivalents in the Balance Sheet in accordance with Accounting Standard 3 'Cash Flow Statements'</p> <p>The company is keeping this amount for adjusting against cost of reconstruction of Palarivattom fly over on final verdict of Hon. High Court in this matter. The fact has been clearly disclosed in the notes to accounts as stipulated in clause No. 45 of AS 3 which provides that 'An enterprise should disclose, together with a commentary by management, the amount of significant cash and cash equivalent balances held by the enterprise that are not available for use by it'</p> <p>Further para 6 of AS 3 deals with 'cash equivalents' only and not deals with "Cash". Our bank term deposits come under "Cash" defined under clause 5.1 as they are callable demand deposits and hence the provisions under para 6 dealing with cash equivalents is not applicable in our case. Further, as per Para 7 of AS 3 Cash flow excludes any movement between items that constitutes cash or cash equivalents.</p> <p>The method of presenting cash flow statements in this regard, followed by the Company is in compliance with Accounting Standard 3</p>



# Korah & Korah

CHARTERED ACCOUNTANTS

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of Roads and Bridges Development Corporation of Kerala Limited**

#### **Report on the audit of the stand-alone Financial Statements**

We have audited the accompanying Financial Statements of **ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and Notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid stand-alone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2024; and
- b) in the case of the Statement of Profit and Loss and the Cash Flow Statement, of the loss and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(9) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements in our Report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

#### **Information Other than the Financial Statements and Auditors' Report Thereon**

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the company's annual report, but does not include the financial statements and our audit report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

1<sup>ST</sup> FLOOR, LUCKY STAR BUILDING, MARKET ROAD, COCHIN - 682 035

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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Emphasis of Matter

*Without qualifying our opinion, we draw attention to the following Notes forming part of the financial statements;*

1. The Company records agency charges on an accrual basis in the books of accounts at the time of submitting the work bill to the funding party, such as the Government or Kerala Infrastructure Investment Fund Board (KIIFB). However, Goods and Services Tax (GST) is paid only when the work bill is actually processed and paid. As a result, the agency commission reported in Form GSTR-1 filed for the financial year 2023-24 is understated compared to the figures in the financial statements as detailed below:

S No.	Particulars	Amount (Rs.)
1	Total Agency Charges as per Financial Statements	3,32,58,874
2	Total Agency Charges on which GST paid as per GSTR-1	1,70,13,951
3	Variance { 1 – 2 }	1,62,44,923

2. The GST Council at its 37th meeting on 20th September, 2019, recommended the phased introduction of electronic invoicing (e-invoicing) under Goods and Services Tax. E-invoicing became mandatory from 01st August 2023, for taxpayers with an aggregate turnover exceeding Rupees Five Crores in any financial year from 2017-18 onwards, as per Notification No. 10/2023-Central Tax dated 10th May, 2023. The company's total turnover for financial year 2022-23 was Rs.12.93 Crores which included Rs.5.40 Crores income from services. As a result, the e-invoicing provisions under the GST Act apply to the company. However, the company did not comply with these requirements during the financial year 2023-24.
3. Refer Note 7 to the financial statements regarding Trade payables, which shows that the company has trade payables outstanding for over three years, totaling Rs.61,05,122/-, which are subject to confirmation. Pending such confirmation, we are unable to ascertain the accuracy of trade payables.
4. Refer Note 8 to financial statements which states that during the year, the Company had receipts from both B2B & B2C Supply for demolition of structures and tree cutting charges amounting to Rs.20,74,255/- for which the company had raised sales journals, filed monthly returns in Form GSTR-1 and remitted GST collected with the Tax Authorities. However the company did not include the same under revenue from operations in the financial statements, hence the revenue for the financial year has been understated to the extent of Rs.20,74,255/-.





## Korah & Korah

CHARTERED ACCOUNTANTS

1st Floor, Lucky Star Building,  
Market Road, Cochin - 682 035  
Tel : 0484 2371811, 2364428,  
Email: info@korahandkorah.com  
website: www.korahandkorah.com

Further, as per the terms with the Kerala Infrastructure Investment Fund Board (KIIFB) the company is obliged to deposit the amount raised through demolition of structures with the Government Treasury, and inform KIIFB about the same. The company is yet to comply with this process and instead it has disclosed these amounts under Other Current Liabilities as 'Advance from customers'.

5. Refer Note 8 to the financial statements, which states that the company had collected Earnest Money Deposits (EMD) for various projects since 2003, totaling Rs.57,81,826/-.

As per the sub-clause (xii) of Rule 2(1)(c) of the Companies (Acceptance of Deposits) Rules, 2014, security deposits received for the performance of contract for supply of goods or provision of services will be deemed as deposits on expiry of fifteen days from the date they become due for refund. It was noted that these EMDs were not repaid till date and hence there is non-compliance with the provisions of Rule 2(1)(c)(xii) of the Companies (Acceptance of Deposits) Rules, 2014.

6. Refer Note 11 to the financial statements relating to Expenditure on Intangible Assets pending capitalisation totaling to Rs.12,06,85,967/-. "Accounting Standard 26 - Intangible Assets", which states that an asset should be recognized if, and only if:

- i. it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise; and
- ii. the cost of the asset can be measured reliably.

The company completed the construction of Kunjippally Railway Over Bridge (ROB) on 15.01.2019. The expenditure incurred for the construction has neither been capitalized nor expensed, but instead it has been disclosed as "Expenditure on Intangible Assets pending Capitalization" in the financial statements. The company is yet to execute a Direct Toll Collection Agreement (DTCA) with the Government of Kerala for toll collection at the specified ROB. As a result, the Management has deferred the capitalization of this expenditure for over 5 years nor has it considered any amortization of this expenditure.

7. Refer Note 13 to the financial statements regarding Trade Receivables, which states that the company has trade receivables outstanding for over three years, totaling Rs.11,84,77,456/-, which are subject to confirmation against which the company has made a provision for doubtful debts to the extent of only Rs.9,14,26,459/-. Pending such confirmation from customers, we are unable to ascertain the realisability of trade receivables.
8. Refer Note 17 to the financial statements, which states that as per Section 206C of the Income-Tax Act, 1961, any person who grants a lease, license, or enters into a contract transferring any right or interest, wholly or partially, in a parking lot, toll plaza, mine, or quarry to another person (excluding public sector companies) for business



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purposes, must collect (Tax Collected at Source) @ 2% of the contract value from the licensee or lessee. This collection should be made at the time of debiting the amount to the licensee or lessee's account or upon receiving payment, whichever is earlier.

The company collects user fees in the form of tolls, which has been disclosed as income in the financial statements. This process involves appointing a contractor at the toll booth, who pays a fixed amount to the company, on which TCS has to be collected. However, the company did not account for TCS when recognizing this income and recording the due entry from the contractor. TCS is only collected and paid when the payment is received by the company, rather than on an accrual (due) basis.

9. Refer Note 18 to the financial statements which states that during the financial year, the company had collected Rs.4,66,780/- rent from shops at the Kalamassery Over Bridge for using the property. Upon completion of the DTCA agreement, the bridge was taken over by the Public Works Department (PWD) without addressing the status of these shops. As a result, the company continues to collect rent on behalf of the PWD, Government of Kerala from these properties and has accounted these rents as income.

The company did not provide for any liability due to the PWD, Government of Kerala in its financial statements.

10. Refer Note 18 to Financial Statements, which states that as per Section 206C of the Income-Tax Act, 1961, every seller of scrap is required to collect TCS (Tax Collected at Source) @ 1% of the sale value from the buyer at the time of debiting the buyer's account or upon receiving payment, whichever is earlier. However, the company sold scrap worth Rs.19,694/- during the financial year 2023-24 without collecting applicable TCS from the parties.
11. Refer Note 23 on Contingent Liabilities not provided for where it has been stated that the Debt Recovery Tribunal (DRT), Ernakulam issued an Order vide OA No. 495/2011 dated 09th June 2023, directing the company to pay a sum of Rs.3,56,78,601/-, with future interest on Rs.3,45,56,896/- @ 12.25% per annum from 01.11.2011 till the date of realization, and a sum of Rs.3,72,475/- due under account Trusteeship fee account with pendente lite and future interest @ 18.75% per annum from 01.11.2011 till the date of realization.

The company did not file any appeal within the Appellate Authorities against the DRT's Order and has provided in its books only the compensation payable. The company has not provided for the penal interest dues up to 31.03.2024.

Our audit opinion is not modified in respect of the above matters.





## **Responsibilities of Management/Those Charged with governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing (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.

With respect to the additional responsibilities for the audit of the financial statements as required under SA 700, refer '**APPENDIX A**'.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the '**ANNEXURE A**', a statement on the matters specified in paragraphs 3 and 4 of the Order.



2. As required by section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion and according to the information and explanation given to us, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, *other than Accounting Standard 15 – “Employee Benefits” (Revised 2005) issued by the Institute of Chartered Accountants of India, relating to the provision for leave salary of Contract and deputation employees which was not valued by the Actuarial Valuer as disclosed under Note 5 and Note 9 forming part of the financial statements.*
- e. Being a Government Company, the provision of Section 164(2) of the Companies Act, 2013 does not apply as per Notification No. G.S.R 463 (E) dated 05th June, 2015 issued by the Department of Company Affairs.
- 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 controls, refer to our separate report in '**ANNEXURE B**'; and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position, except a few cases challenging land acquisitions, which are pending disposal, the financial impact if any, cannot be quantified at this stage.
  - ii. The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
- a. The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have



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been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- b. The Management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - c. Based on audit procedures, we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
  - iv. The Company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
  - v. *The Company has used Tally accounting software for maintaining its books of account which has a feature of recording audit trail (edit log), but the same was not enabled throughout the year for all transactions recorded in the accounting software.*
3. Being a Government Company, the provisions of Section 197 of the Act relating to Managerial Remuneration are not applicable to the company.

For Korah & Korah  
Chartered Accountants  
FRN No. 006138S

Sd/-  
Ravindran V, FCA  
Partner  
M. No. 214242  
UDIN: 24214242BKJKZG5344

Place: Cochin  
Date: 27th September, 2024





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## **'APPENDIX A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED FOR THE YEAR ENDED 31st March, 2024**

### **Auditor's Responsibilities for the Audit of the Financial Statements (Continued...)**

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

- i. 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.
- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- iv. 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.
- v. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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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.

For **Korah & Korah**  
**Chartered Accountants**  
**FRN No. 006138S**

Sd/-  
**Ravindran V, FCA**  
**Partner**  
**M. No. 214242**  
**UDIN: 24214242BKJKZG5344**

Place: Cochin  
Date: 27th September, 2024



**‘ANNEXURE A’ TO THE INDEPENDENT AUDITOR’S REPORT REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING ON ‘REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS’ OF OUR INDEPENDENT AUDIT REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED FOR THE YEAR ENDED 31st MARCH, 2024**

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As required by the Companies (Auditor’s Report) Order, 2020, (“Order”) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (“Act”), and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further report that:

1.
  - a)
    - i. The Company has maintained proper records showing full particulars, except for quantitative details, tagging of assets and situation of Property, Plant and Equipment.
    - ii. The Company has maintained proper records showing full particulars of intangible assets.
    - iii. The Company was unable to provide adequate documentation to confirm that the physical verification of Property, Plant, and Equipment was conducted at reasonable intervals. Management has to take steps to improve the periodic verification of assets.
  - b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does not own any immovable property (other than immovable properties where the Company is the lessee).
  - c) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year and hence this clause is not applicable to the Company.
  - d) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
2. The Company does not have any inventory and hence reporting under clause (ii) (a) of the Order is not applicable.





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3. During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

Hence, the requirement to report on clause 3(iii)(a) to 3(iii)(f) of the Order is not applicable to the Company.

4. As the Company has not granted any loans to the directors and has not made any investments or loans as per the provisions of section 185 and 186 of the Act respectively, clause (iv) of the Order is not applicable.
5. The Company has not accepted any deposits from the public during the year and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and rules framed there under are not applicable. However, the company has collected Earnest Money Deposits (EMD) for various projects since 2003, totalling Rs.57,81,826/-.

As per the sub-clause (xii) of Rule 2(1)(c) of the Companies (Acceptance of Deposits) Rules, 2014, security deposits received for the performance of contract for supply of goods or provision of services will be deemed as deposits on expiry of fifteen days from the date they become due for refund. Hence, the EMDs are not in compliance with the provisions of Rule 2(1)(c)(xii) of the Companies (Acceptance of Deposits) Rules, 2014.

6. The Company is not required to maintain cost records prescribed by the Central Government under sub-section (l) of section 148 of the Act. Accordingly, clause 3(vi) of the Order is not applicable to the company.

7.

- a) The company is consistent in depositing undisputed statutory dues with the appropriate authorities, except for the Goods and Services Tax on agency charges and Tax Collected at Source on Scrap sales. With reference to:

- i. Note 1 in Emphasis of Matter paragraph, the company has not deposited GST amounting to Rs.29,24,086/- on agency commission of Rs.1,62,44,923/- with the Tax Authority.
- ii. Note 9 in Emphasis of Matter paragraph, the company has not collected and deposited TCS amounting to Rs.197/- on Scrap sales of Rs.19,694/- with the Tax Authority.

- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no statutory dues relating to Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues which have not been deposited on account of any dispute, *except the following:*



Name of the Statute	Nature of Dues	Amount (Rs. in lakhs)	Period to which it relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	156.94	AY:2018-19	Joint Commissioner (Appeals)	
Income Tax Act, 1961	Income Tax	297.80	AY:2011-12	Income Tax Appellate Tribunal, Cochin	
Finance Act, 1994	Service Tax	28.84	FY:2012-13 to FY:2014-15	Customs Excise and Service Tax Appellate Tribunal, Bangalore	

8. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the company.

9.

- a) The Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender, *except in the following cases:*

Nature of borrowing	Name of Lender	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Bridge Loan	Government of Kerala	₹100 Crores	Principal	5114 Days	G.O. (Rt) No. 1715/2009/PWD dated 28.11.2009
For clearing the over dues of HUDCO	Government of Kerala	₹56 Crores	Principal	--	As per G.O. (Rt) No. 1715/2009/PWD dated 28.11.2009.  The terms of repayment were not mentioned at the time of granting the loan. Thus, the number of days of delay can't be ascertained.



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- b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) The Company has not obtained any term loans during the year. Accordingly, the requirement to report on clause 3(ix)(c) of the Order is not applicable to the company.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures during the year ended 31st March 2024. Hence clause 3(ix)(e) of the Order is not applicable.
- f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

## 10.

- a) According to the information and explanation given to us and the based on the examination of the records, the company did not raise money by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable to the company.
- b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence the question of whether the requirements of section 42 and section 62 of the Act have been complied with and the funds raised have been used for the purposes for which the funds were raised does not arise. Accordingly, clause 3(x)(b) of the Order is not applicable to the Company.

## 11.

- a) Based on the audit procedures performed and representations obtained from Management, we report that no fraud on or by the Company has been noticed or reported during the period.





- b) No report under sub-section (12) of section 143 of the Act has been filed by the auditors in Form No.ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the Management, there were no whistle-blower complaints received during the year by the company.
12. The Company is not a Nidhi Company in accordance with Nidhi Rules 2014. Accordingly, clause 3(xii) (a) to (c) of the Order is not applicable.
13. In our opinion, and according to the information and explanations given to us, all transactions made by the Company with the related parties are in compliance with sections 177 and 188 of the Act where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- 14.
- a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered the internal audit reports of the company issued till date, for the period under audit.
15. The Company has not entered into any non-cash transactions with directors or persons connected with him during the period under review. Accordingly, clause 3(xv) of the Order is not applicable.
- 16.
- a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) (a) and (b) of the Order is not applicable.
- b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi) (c) of the Order is not applicable.
- c) According to the information and explanation provided to us, there is no core investment company within the Group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly, clause 3(xvi) (d) of the Order is not applicable.
17. The Company has not incurred cash losses in the current and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.



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19. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
20. The Company does not fall within the prescribed limits for the purpose of section 135. Accordingly, clause 3(xx) of the Order is not applicable.
21. The provisions of clause 3(xxi) of the Order are not applicable to stand-alone financial statements, and hence we do not report on the same.

For Korah & Korah  
Chartered Accountants  
FRN: 006138S

Sd/-

Ravindran V, FCA  
Partner  
M. No. 214242  
UDIN: 24214242BKJKZG5344

Place: Cochin  
Date: 27th September, 2024



**‘ANNEXURE B’ TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF ROADS AND BRIDGES DEVELOPMENT CORPORATION  
OF KERALA LIMITED FOR THE YEAR ENDED 31st MARCH, 2024**

**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 ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED (“the Company”) as of 31st March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

**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 on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls 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 with reference to Financial Statements**

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 with reference to Financial Statements**

Because of 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 with reference to financial statements 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 31st March, 2024, based on the internal control with reference to financial statements 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, except in the case of compliance with the statutory provisions in relation to:

- a) Enabling audit trail feature in the accounting software throughout the year.
- b) Companies (Acceptance of Deposits) Rules, 2014 with respect to timely repayment of Earnest Money Deposits (EMD) and other advances.
- c) Goods and Services Tax Act with respect to e-invoicing of customer invoices.
- d) Income-Tax Act with respect to TCS (Tax Collected at Source) on sale value from the buyer with respect to scrap sales.
- e) Conducting physical verification of Property, Plant and Equipment and reconciliation with fixed assets register at regular intervals.

For **Korah & Korah**  
**Chartered Accountants**  
**FRN No. 006138S**

Sd/-

**Ravindran V, FCA**  
**Partner**  
**M No: 214242**  
**UDIN: 24214242BKJKZG5344**

Place: Cochin  
Date: 27th September, 2024





**‘ANNEXURE C’ TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED FOR THE YEAR ENDED 31st MARCH, 2024**

**Replies to the directions from Comptroller and Audit General of India under Section 143(5) of the Companies Act, 2013:**

- 1. Whether the company has system in place to process all the accounting transactions through IT systems? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.**

The company uses a hybrid approach for processing accounting transactions, where vouchers and supporting documents are handled manually before being entered into the IT system. Transactions processed outside the IT system are managed with integrity and efficiency.

- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company’s inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for?**

During the financial year, there was no restructuring/ waiver/ write off of debts/ loans/ interest by any lender.

- 3. Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.**

Based on the information provided, the company has not received any fund in the nature of grants or subsidies from the government or its agencies during the year.

**Reply to Sector-Specific Sub Directions**

**Infrastructure Sector**

- 1. Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided?**

Based on the information and explanations provided to us, the company does not hold ownership of any land. The Company has taken adequate measures to prevent encroachment of idle land controlled by it during construction by way of placing boundary stones and boundary walls, wherever necessary. No land controlled by the Company was encroached, under litigation, not put to use or declared surplus.



# Korah & Korah

CHARTERED ACCOUNTANTS

1st Floor, Lucky Star Building,  
Market Road, Cochin - 682 035  
Tel : 0484 2371811, 2364428,  
Email: info@korahandkorah.com  
website: www.korahandkorah.com

**2. Whether the system in vogue for identification of projects to be taken up under Public Private Partnership is in line with the guidelines/ policies of the Government? Comment on deviation, if any**

Based on the information provided, the company is solely engaged in projects assigned by the Government or other Government Agencies. All such projects are carried out in accordance with the relevant Government guidelines and policies applicable to the company. At present, there are no projects under Public Private Partnership (PPP).

**3. Whether a system for monitoring the execution of works vis-a-vis milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/ losses from contracts, etc., have been properly accounted for in the books**

Based on the information and explanations provided to us, the company regularly monitors each project. Additionally, site visits and review meetings are conducted with all relevant parties, and corrective actions are taken for any deviations. Any gains or losses from these contracts are accounted for in a timely manner.

**4. Whether funds received/ receivable for specific schemes from Central/ State agencies were properly accounted for/utilized? List the cases of deviation.**

Based on the information provided, the company has not received any funds from the government or its agencies during the year for any specific schemes.

**5. Whether the bank guarantees have been revalidated in time?**

According to the information and explanations given to us and based on examination of relevant documents, bank guarantees have been revalidated in time.

**6. Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.**

During the verification of the books of accounts and financial statements, we were not provided with closing balance confirmations for any trade receivables or trade payables. As a result, we are unable to comment on the accuracy of the balances of these accounts. However, the balances of term deposits, bank accounts, and cash are consistent with the confirmations or representations received from the respective parties.

**7. The cost incurred on abandoned projects may be quantified and the amount actually written-off may be mentioned.**

Based on the information and explanations provided to us, the company has not incurred any costs related to abandoned projects, and there were no instances of abandoned projects during the current period.





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However, we draw attention to Note 11 of the Notes to the Annual Financial Statements of F.Y:2023-24 relating to Expenditure on Intangible Assets pending capitalisation totaling to Rs.12,06,85,967/-. The company completed the construction of Kunjippally Railway Over Bridge (ROB) on 15.01.2019. However the Management has deferred the capitalization of this expenditure for over 5 years nor it has considered any amortization of this expenditure in the absence of a Direct Toll Collection Agreement (DTCA) with the Government of Kerala for toll collection at the specified ROB.

For Korah & Korah  
Chartered Accountants  
FRN No. 006138S

Sd/-  
Ravindran V, FCA  
Partner  
M No: 214242  
UDIN: 24214242BKJKZG5344

Place: Cochin  
Date: 27th September, 2024



# ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED

Preethi Buildings, M.V.Road, Palarivattom, Kochi - 682 025

CIN - U45203KL1999SGC013314

## BALANCE SHEET AS AT MARCH 31, 2024

Particulars	Notes	As at 31 March 2024	As at 31 March 2023
Amount ( ₹ in thousands)			
<b>I EQUITY AND LIABILITIES</b>			
<b>1 Share Holders' Funds</b>			
(a) Share Capital	1	11,61,194	11,61,194
(b) Reserves & Surplus	2	(9,32,989)	(8,75,245)
<b>2 Non-current Liabilities</b>			
(a) Long-term borrowings	3	5,60,000	5,60,000
(b) Other long-term liabilities	4	1,03,361	39,172
(c) Long-term provisions	5	7,398	6,618
<b>3 Current Liabilities</b>			
(a) Short-term borrowings	6	10,00,000	10,00,000
(b) Trade payables	7	77,490	2,09,376
(c) Other current liabilities	8	9,22,757	7,01,071
(d) Short-term provisions	9	43,265	8,850
<b>TOTAL</b>		<b>29,42,476</b>	<b>28,11,036</b>
<b>II ASSETS</b>			
<b>1 Non-current Assets</b>			
(a) Property, Plant & Equipment and Intangible Assets			
(i) Property, Plant & Equipment	10	1,803	2,213
(ii) Intangible assets	10	4,24,037	5,05,312
(iii) Expenditure on Intangible Assets pending Capitalisation	11	1,20,686	1,20,686
(b) Other non-current assets	12	660	660
<b>2 Current assets</b>			
(a) Trade receivables	13	41,014	45,425
(b) Cash and cash equivalents	14	15,35,802	16,44,788
(c) Short-term Loans and Advances	15	1,43,596	1,89,121
(d) Other Current Assets	16	6,74,879	3,02,830
<b>TOTAL</b>		<b>29,42,476</b>	<b>28,11,036</b>

*The accompanying notes form integral part of financial statements*

As per our report of even date attached

For Korah & Korah  
Chartered Accountants  
Firm Registration No.006138S

For and on behalf of Board of Directors

Sd/-  
Ravindran V, FCA  
Partner  
Membership No.214242  
UDIN: 24214242BKJKZG5344

Sd/-  
P A Mohamed Riyas  
Chairman  
DIN : 09346209

Sd/-  
Suhas S, IAS  
Managing Director  
DIN : 08540981

Sd/-  
Sibi J Pulloppillil  
Chief Financial Officer

Place : Kochi  
Date : 27-09-2024



# ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED

Preethi Buildings, M.V.Road, Palarivattom, Kochi - 682 025

CIN - U45203KL1999SGC013314

## STATEMENT OF PROFIT AND LOSS FOR THE PERIOD 01 APRIL 2023 TO 31 MARCH 2024

Particulars	Notes	For the year 2023-24	For the year 2022-23
Amount ( ₹ in thousands)			
<b>I Revenue</b>			
Revenue from operations	17	40,415	58,520
Other Income	18	80,543	76,830
<b>Total Income</b>		<b>1,20,957</b>	<b>1,35,350</b>
<b>II Expenses</b>			
Employee Benefit Expenses	19	33,576	32,788
Depreciation and amortisation expenses	20	82,036	83,780
Other Expenses	21	27,038	24,514
<b>Total Expenses</b>		<b>1,42,650</b>	<b>1,41,082</b>
<b>III Profit before exceptional and extraordinary items and tax</b>		<b>(21,693)</b>	<b>(5,732)</b>
<b>IV Exceptional Items -</b>			
Prior Period Items		-	(4)
Intangible Assets written off	22	-	(5,286)
IT Refund&Reversal of Provision for Income Tax		-	1,500
Reversal of Provision for Doubtful Debts		-	248
Provision for interest on bonds		(36,051)	-
<b>V Profit before extraordinary items and tax (III - IV)</b>		<b>(57,744)</b>	<b>(9,274)</b>
<b>VI Extraordinary items</b>		-	-
<b>VII Profit before tax</b>		<b>(57,744)</b>	<b>(9,274)</b>
<b>VIII Tax expense</b>			
(a) Current Tax:		-	-
(b) Deferred Tax		-	-
Net Tax Expense		-	-
<b>IX Profit/(loss) From continuing operations</b>		<b>(57,744)</b>	<b>(9,274)</b>
<b>X Profit/(loss) From discontinuing operations</b>		-	-
<b>XI Tax Expense on Discontinuing operations</b>		-	-
<b>XII Profit/(loss) From discontinuing operations after tax</b>		-	-
<b>XIII Profit/(Loss) for the year</b>		<b>(57,744)</b>	<b>(9,274)</b>
<b>XIV Earnings per equity share:</b>	30		
(a) Earnings Per Equity Share of Nominal Value of ₹ 10 each ( Basic & Diluted) (in ₹)		(0.50)	(0.08)

The accompanying notes form integral part of financial statements

As per our report of even date attached

For Korah & Korah  
Chartered Accountants  
Firm Registration No.0061385

For and on behalf of Board of Directors

Sd/-  
Ravindran V, FCA  
Partner  
Membership No.214242  
UDN : 24214242BKJKZG15344

Sd/-  
P A Mohamed Riyas  
Chairman  
DIN : 09346209

Sd/-  
Suhas S, IAS  
Managing Director  
DIN: 08540981

Sd/-  
Sibi J Pulloppillil  
Chief Financial Officer

Place : Kochi  
Date : 27-09-2024



## ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED

Preethi Buildings, M.V.Road, Palarivattom, Kochi - 682 025

### NOTES ON FINANCIAL STATEMENTS

#### **Background**

Roads and Bridges Development Corporation of Kerala Limited (RBDCK Ltd.) is a corporation established and owned by the Government of Kerala and has been incorporated as a limited company under the Companies Act, 1956 on 23rd September 1999. RBDCK Ltd. mainly deals with the properties and assets comprising movables and immovables including land, road projects, railway overbridge projects, toll collection rights and works under construction.

RBDCK Ltd. is a company under the Public Works Department of Government of Kerala.

#### **<sup>A</sup> SIGNIFICANT ACCOUNTING POLICIES:**

The significant Accounting Policies followed by the company are as stated below:

##### **a. (i) Basis of Accounting**

The financial statements are prepared under historical cost convention and generally on accrual basis, as a going concern and in accordance with the Generally Accepted Accounting Principles (GAAP). The statements comply with the mandatory Accounting Standards referred to in section 133 and other applicable provisions of the Companies Act, 2013.

Arrears on account of pay revision/DA of employees/ officers are accounted only on approval of revised pay scales by the Government.

##### **a. (ii) Use of Estimates**

The preparation of Financial Statements in conformity with the Indian Generally Accepted Accounting Principles (GAAP) requires the management to make certain estimates and assumptions that affect the reported amounts in the Financial Statements and Notes thereto. Actual figures may differ from these estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### **b. Revenue Recognition**

##### **(i) Project Management Fees**

Project Management Fee is generally recognised on Proportionate Completion method based on Progressive billing in the case of projects funded by KIIFFB/Government/Other agencies as per applicable Government orders/MOU/Agreement. In respect of ROB's not covered by MOU/Agreement, Project Management Service income claimed from Railways is accounted on actual receipt only, as in the absence of contractual obligation, there is uncertainty regarding its receipt.

##### **(ii) User fee**

Company collects user fee through Annual contracts awarded to contractors selected on the basis of competitive bidding process. Toll collection through contract is accounted on pro-rata basis. Where for any reason user fee cannot be collected, income in such cases has not been recognised.

##### **(iii) Right of way fees**

Accounts received from utility providers for using the right of way of infrastructure facilities under the control of the company as one time payment are credited to the Statement of Profit and Loss of the year of receipt in compliance of AS-9.

##### **(iv) Interest received**

Interest on deposits are accounted at the rate agreed at the time of deposit on pro-rata basis.

#### **c. Property, Plant & Equipment**

Property, Plant & Equipment are stated at historical cost less accumulated depreciation/amortisation. Cost includes purchase price and other non refundable taxes, levies, costs directly attributable to bring the asset to its present working condition for intended use.

Subsequent expenditure relating to Property, Plant & Equipment are capitalised only when it is probable that future economic benefits associated with them will flow to the company and the cost of the expenditure can be measured reliably. Repairs and maintenance costs are recognised in the Statement of Profit and Loss when they are incurred.

#### **d. Depreciation :**

Depreciation on Property, Plant & Equipment has been provided on written down value method. The useful lives adopted are as prescribed in Schedule II of the Companies Act, 2013. Depreciation for assets purchased/sold during the period is proportionately charged. Depreciation methods, useful lives and residual values are reviewed periodically.



The management estimates the useful life of the assets as follows:

Computer and Accessories	3 years
Electrical Fittings	10 years
Batteries	10 years
Inverter	10 years
Mobile Phone	5 years
UPS	3 years
Television	10 years
Other Plant & Machinery	15 years
Furniture and Fittings	10 years
Motor Cycle	10 years
Car	8 years

**e. Employee Benefits**

a) Short term employee benefits such as salaries, wages, bonus and incentives which fall due within 12 months of the period in which the employee renders the related services which entitles him to avail such benefits are recognised on an undiscounted basis and charged to the Statement of Profit and Loss.

b) Defined Contribution Plans - Contributions made to the recognised Provident Fund is expensed to the Statement of Profit and Loss. The Company's obligation is limited to the amount contributed by it.

Defined Benefit Plans - Gratuity Liability is a defined benefit obligation and provided for on the basis of an Actuarial Valuation on Method calculated at the end of each financial year. Actuarial gains/losses are immediately taken to the Statement of Profit and Loss.

**f. Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight line basis.

**g. Earnings per share**

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

**h. Taxes on income**

Current tax is determined based on the amount of tax payable in respect of taxable income, if any, for the year. Deferred tax is recognized on timing differences; being the difference between the taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years. Deferred tax assets and liabilities have been computed on the timing differences applying the tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date. The net DTA of ₹ 1,168.90 lakhs as at the end of the year represented by unabsorbed depreciation, has not been recognised in the absence of virtual certainty about future profits.

**i. Intangible Assets and Amortisation**

The Company has unexpired Direct Toll Concession Agreement (DTCA) with Kerala Road Fund Board and Public Works Department, Government of Kerala, in respect of nine ROBs. As per the DTCA, the Company has acquired right to collect user fee (toll) for a period of 15 years from the date of its execution/completion of construction. In view of the above, cost of assets for which DTCA was executed has been treated as Intangible Assets as per Accounting Standard 26 on 'Intangible Assets' issued by the Institute of Chartered Accountants of India (ICAI). Cost of land and other direct expenses attributable to each project has been capitalised under respective intangible asset under development. 50% of applicable indirect expenses being staff cost and related expenses during construction period are capitalised to intangible assets in the proportion of net direct cost. All Projects commenced till the last disbursement of loans are considered as applicable project for the purpose of capitalisation of borrowing cost. Share of cost receivable from railways, assistance received from Govt if any and interest and Miscellaneous receipts are deducted in arriving at Net Direct Cost. Assistance from government to a group of Intangible assets under development are apportioned on the basis of year end direct cost of such assets. In terms of Accounting Standard 26, the cost of intangible assets has been amortized over a period of 15 years from the date of DTCA or date of actual completion of the asset whichever is later, being the tenure of concession as per the DTCA. The DDFS E-Office Software procured during the FY 2022-23 has been treated as intangible assets and is being amortised at the rate of 10%(Straightline method) taking the useful life as 10 years.





#### j. Segment Reporting

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the management, in deciding how to allocate resources and assessing performance.

The Company has identified business segments as its primary segment. Business segments are primarily Construction service and Project Management Services. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable.

Segment information						
Particulars	For the year ended 31 March, 2024			For the year ended 31 March, 2023		
	Amount (₹ in thousands)			Amount (₹ in thousands)		
	Business segments		Total	Business segments		Total
	Construction Service	PMCS		Construction Service	PMCS	
Revenue	7,156	33,259	40,415	4,421	54,099	58,520
Inter-segment revenue	-	-	-	-	-	-
Total Revenue	7,156	33,259	40,415	4,421	54,099	58,520
Segment Expenses	87,088	5,805	92,893	84,732	6,660	91,392
Segment result	(79,932)	27,454	(52,478)	(80,311)	47,439	(32,872)
Unallocated Corporate Expense			48,751	-	-	45,267
Operating Profit	(79,932)	27,454	(1,01,229)	(80,311)	47,439	(78,140)
Interest Expense	-	-	-	-	-	-
Interest Income	-	-	79,537	-	-	72,409
Tax expense	-	-	-	-	-	-
Profit from ordinary Activities	(79,932)	27,454	(21,693)	(80,311)	47,439	(5,731)
Prior Period Items			-			(4)
Loss on impairment of asset			-			-
Interest on userfee waived	-	-	-	-	-	(5,286)
IT Refund&Provision for Income tax written back	-	-	-	-	-	1,500
Provision for Doubtful debts	-	-	-	-	-	248
Provision for Interest on Bonds			(36,051)			-
Net profit for the year	(79,932)	27,454	(57,744)	(80,311)	47,439	(9,274)
Particulars	For the year ended 31 March, 2024			For the year ended 31 March, 2023		
	Business segments		Total	Business segments		Total
	Construction Service	PMCS		Construction Service	PMCS	
	Construction Service	PMCS		Construction Service	PMCS	
Segment assets	5,86,984	2,73,941	8,60,924	6,75,342	2,84,567	9,59,909
Unallocable assets	-	-	20,81,552	-	-	18,51,127
Total assets	5,86,984	2,73,941	29,42,476	6,75,342	2,84,567	28,11,036
Segment liabilities	15,70,223	9,72,534	25,42,757	15,71,243	8,25,480	23,96,723
Unallocable liabilities	-	-	3,99,719	-	-	4,14,312
Total liabilities	15,70,223	9,72,534	29,42,476	15,71,243	8,25,480	28,11,036
<u>Other information</u>						
Capital expenditure (allocable)	Nil	Nil	Nil	Nil	Nil	Nil
Capital expenditure	Nil	Nil	Nil	Nil	Nil	Nil
Depreciation and amortisation (allocable)	81,275	Nil	81,275	82,892	Nil	82,892
Depreciation and amortisation (unallocable)	760	Nil	760	887	Nil	887
Other significant non-cash expenses (allocable)	Nil	Nil	Nil	Nil	Nil	Nil
Other significant non-cash expenses (unallocable)	Nil	Nil	Nil	Nil	Nil	Nil



#### k. Impairment:

All Property, Plant & Equipment and Intangible assets are assessed for any indication of impairment at the end of each financial year. On such evaluation, the impairment (being the excess of carrying value over the recoverable value of the asset), if any, would be charged to the Statement of Profit and Loss.

Construction of ROBs under cost sharing with Railways are prioritized and taken up by the government mainly based on public interest. These ROB works are entrusted with the company and government allows the company to collect toll under DTCA. As the projects are taken up in public interest, the economic viability of the projects under DTCA may not be positive. Subsequent to completion of projects, collection of toll had to be abandoned in certain ROBs due to public protest. In such instances the viability gap was funded by the government / local authority. In respect of all the projects, government vide GO -(Rt)No.1715/2009/PWD dated 28/11/09 has affirmed that it will fund the viability gap. On this basis management is of opinion that the intangible assets of the company represented by the cost of construction of ROBs does not suffer from impairment on account of short fall in future revenue earning capacity as compared to the amount to be amortised. As there is no tool to estimate future revenues from toll collection, deficiency if any on this account cannot be ascertained reasonably.

#### l. Provisions , Contingent Liabilities & Contingent Assets

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

### B NOTES FORMING PART OF FINANCIAL STATEMENTS

#### NOTE 1 : SHARE CAPITAL

Break up of share capital	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>Authorised Capital:</b> 14,00,00,000 (P.Y 14,00,00,000) Equity shares of ₹ 10 each	14,00,000	14,00,000
<b>Issued, Subscribed and Fully paid up Capital:</b> 11,61,19,407 (P.Y11,61,19,407) Equity shares of ₹ 10 each fully paid up	11,61,194	11,61,194
	11,61,194	11,61,194

#### Reconciliation statement of shares

Particulars	Current Year	Previous Year
No: of equity shares at the beginning of the year	11,61,19,407	11,61,19,407
Additions/ Deletions during the year	-	-
No: of equity shares at the end of the year	11,61,19,407	11,61,19,407

#### Details of shareholders holding more than 5% shares

Name	Current Year		Previous Year	
	Number of shares	% of share holding	Number of shares	% of share holding
Government of Kerala	6,24,25,000	53.76%	6,24,25,000	53.76%
KRFB	5,36,94,400	46.24%	5,36,94,400	46.24%
<b>Total</b>	<b>11,61,19,400</b>	<b>100.00%</b>	<b>11,61,19,400</b>	<b>100.00%</b>

#### Disclosures of Shareholding of Promoters - Shares held by the Promoters:

As on 31 March 2024-

As on 31 March 2024		1
Sl. No.		
Promoter name		Government of Kerala
Class of Shares		Equity shares
At the end of the year	No. of Shares	6,24,25,000
	% of total shares	53.76%
At the beginning of the year	No.of Shares	6,24,25,000
	% of total shares	53.76%
% Change during the year		



#### NOTE 2 : RESERVES AND SURPLUS

	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>Profit &amp; Loss Account</b>		
Opening Balance	(8,75,245)	(8,65,971)
(+) Net profit/(net loss) for the current year	(57,744)	(9,274)
<b>Total</b>	<b>(9,32,989)</b>	<b>(8,75,245)</b>

#### NOTE 3 : LONG TERM BORROWINGS

	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>Unsecured</b>		
Loan from Government of Kerala	5,60,000	5,60,000
	<b>5,60,000</b>	<b>5,60,000</b>

##### Terms of Repayment of Loans

Loan from Government - ₹ 56 Crores sanctioned vide GO -(Rt)No.1715/2009/PWD dated 28/11/09 ,though Government has not specified any repayment terms on principal and interest, considering the circumstances under which the loan is given and the conduct of the government, the loan has been classified as unsecured Long Term loan. The company has not availed any other loans from banks/ financial institutions as on date.

#### NOTE 4: OTHER LONG-TERM LIABILITIES

	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>Payable On Property, Plant &amp; Equipment-Retention Money</b>		
Consultancy fee	4,187	3,797
Work Bill	30,168	22,943
<b>Advance From Customers</b>		
Rent Deposit	260	252
Security deposit	68,746	12,181
	<b>1,03,361</b>	<b>39,172</b>

#### NOTE 5: LONG TERM PROVISIONS

	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>Provision for Employee Benefits</b>		
Provision for Gratuity	4,812	4,288
Provision for EL Surrender	2,586	2,330
<b>Total</b>	<b>7,398</b>	<b>6,618</b>

#### NOTE 6: SHORT-TERM BORROWINGS

	Current Year	Previous Year
	Amount (₹ in thousands)	
Loan from Government of Kerala (Unsecured)	10,00,000	10,00,000
<b>Total</b>	<b>10,00,000</b>	<b>10,00,000</b>

Interest free loan was due for payment on 01.04.2010

#### NOTE 7: TRADE PAYABLES

	Current Year	Previous Year
	Amount (₹ in thousands)	
a.Due to Micro, Small and Medium Enterprises	Nil	Nil
b.Others		
Creditors for Expenses	2,634	2,600
Liability for Work Bill Claims	71,898	2,02,345
Dues to Contractors	2,958	4,431
	<b>77,490</b>	<b>2,09,376</b>

Based on the information available with the Company as at the year-end, there are no balances due to undertakings defined under Micro, Small and Medium Enterprises Development Act, 2006.





**Trade Payable ageing schedule:**

As on 31 March 2024:

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 6 months	6 months- 1 Year	1-2 years	2-3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
<b>Creditors for expenses</b>	-	-	-	-	-	-	-
Internal Audit Fee Payable	135	-	-	-	-	-	135
Statutory Audit Fee Payable	225	-	-	-	-	-	225
Tax Audit Fee Payable	30	-	-	-	-	-	30
Pension Contribution Payable	282	-	-	-	-	-	282
Secretarial Audit Fee Payable	25	-	-	-	-	-	25
Salary Payable	1,931	-	-	-	-	-	1,931
LIC Payable	2	-	-	-	-	-	2
SLI Payable	5	-	-	-	-	-	5
<b>Amount withheld</b>	-	-	-	276	13	-	3,147
<b>Work Bill Payable</b>	-	-	-	31,053	11,127	26,281	68,462
<b>Dues to Contractors</b>	-	-	-	-	-	-	2,958
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-	-
<b>Total</b>	<b>2,634</b>	<b>-</b>	<b>-</b>	<b>31,329</b>	<b>11,140</b>	<b>26,281</b>	<b>77,490</b>

₹ in thousands

As on 31 March 2023:

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 6 months	6 months- 1 Year	1-2 years	2-3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
<b>Creditors for expenses</b>	-	-	-	-	-	-	-
Internal Audit Fee Payable	75	-	-	-	-	-	75
Statutory Audit Fee Payable	200	-	-	-	-	-	200
Tax Audit Fee Payable	30	-	-	-	-	-	30
Pension Contribution Payable	189	-	-	-	-	-	189
Secretarial Audit Fee Payable	25	-	-	-	-	-	25
Salary Payable	2,072	-	-	-	-	-	2,072
LIC Payable	2	-	-	-	-	-	2
SLI Payable	6	-	-	-	-	-	6
Professional Fee Payable	-	-	-	-	-	-	-
<b>Amount withheld</b>	-	-	-	13	-	-	3,159
<b>Work Bill Payable</b>	-	-	1,93,776	-	-	640	1,99,185
<b>Dues to Contractors</b>	-	-	-	-	1,699	709	4,431
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-	-
<b>Total</b>	<b>2,600</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>1,699</b>	<b>1,349</b>	<b>2,09,376</b>

₹ in thousands



#### NOTE 8: OTHER CURRENT LIABILITIES

	Current Year	Previous Year
	Amount (₹ in thousands)	
(a) Land Acquisition Fund received from Government	12,721	12,721
(b) Other Payables		
1. Statutory Remittances		
Taxes and Duties payable	2,990	11,357
Employees Contribution to P F	129	142
Employers Contribution to P F	56	58
Employees Contribution to NPS	17	12
Employers Contribution to NPS	24	17
2. Payable on Acquisition of Property, Plant & Equipment		
Consultancy Fee Payable	24,462	23,365
Retention money on work bill	6,355	7,742
Retention money on consultancy fee	3,922	3,922
Retention for overquoted items	10,617	7,674
3. Trade Deposit Received	5,782	3,882
4. Advance from Customers		
Fund for AP-SP Road Resurfacing	6,943	6,943
Auction receipts	657	547
KIIFB Centage Charges Advance	2,19,898	2,44,206
KIIFB -Land Cost	4,54,481	2,28,225
KIIFB -Contingency Charges for LA	3,238	2,289
KIIFB -Demolition of Structures&Tree Cutting	5,764	3,799
KIIFB -Miscellaneous Receipts	-	-
KIIFB -Railway Reimbursement	83,978	83,978
KIIFB Projects Construction	64,337	-
KIIFB Projects -Utility Shifting	3,584	345
Userfee Collection received in advance	-	47
Govt-DPR Charges for 41 ROB's	122	1,000
Infopark Phase II Project	53	53
5.Others		
Security Deposit	1,010	51,683
Unallocated interest received on Mobilisation advance	1,160	1,160
Other payables	6,887	2,333
Assistance from Government for projects	3,570	3,570
<b>Total</b>	<b>9,22,757</b>	<b>7,01,071</b>

Security deposit includes ₹ 4,12,79,884/- realised from RDS Projects Ltd., contractors for construction of Palarivattom Flyover, by invoking their performance security Bank Guarantee and interest accrued on this amount upto 31/3/2024, ₹ 1,40,01,500/-. This amount is retained to adjust against the cost of reconstruction of Palarivattom Flyover as per GO(MS)No.52/2019/PWD dated 25/10/19 on finalisation of liability of the contractor in this account.

Out of the unutilised amount of ₹ 10 lakhs received from Government for DPR preparation for 41 ROB's, the Government resumed ₹ 8.77 lakhs during February 2024 and not recredited yet was adjusted against Govt. DPR charges advance during the year.

There are no amounts due and outstanding, to be credited to Investor Education & Protection Fund as at 31st March 2024.

The Company was appointed as special purpose vehicle for implementation of certain infrastructure projects in the state under Kerala Infrastructure Investment Fund Board M/s KIIFB is sanctioning 20% of eligible centage charges as advance for meeting preconstruction activities with the condition that the amount will be adjusted against centage charges due on execution of the project. The unallocated portion of this advance amounting to ₹ 21.98 crores and payments made for pre-construction activities are included in the Balance Sheet for future allocation to respective projects on starting construction.

#### NOTE 9: SHORT-TERM PROVISIONS

	Current Year	Previous Year
	Amount (₹ in thousands)	
a. Provision for Employee benefits		
Provision for Gratuity	292	1,588
Provision for EL Surrender	223	562
b. Provisions- Others		
Income Tax	6,700	6,700
Interest on Bond	35,679	0
Trustee fee	372	0
<b>Total</b>	<b>43,265</b>	<b>8,850</b>

The company issued non-convertible bonds worth ₹ 25.00 crores during the year 2001 and redeemed the entire bonds alongwith committed interest during the year 2008-09. The bond holders and trustees claimed additional interest and penal interest for the delay in payment of principal and interest and raised dispute before the Debt Recovery Tribunal, (DRT) and the Tribunal ordered payment of a total amount of ₹ 3,60,51,075/- along with interest till the date of actual payment. Provision has been created for the entire amount Ordered by the DRT except interest, in the accounts even though the company received legal opinion that there is reasonable scope for filing petition before the H'ble High Court and there are good chances for getting relaxation in the order of the DRT.



# ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED

## NOTE 10: PROPERTY, PLANT & EQUIPMENT

NOTE 10: PROPERTY, PLANT & EQUIPMENT									
Description	Gross block				Depreciation/ Amortisation			( ₹ in thousands)	
	As at April 01, 2023	Additions / Adjustments	during the year Deletions/ adjustments	As at March 31, 2024	Up to April 01, 2023	For the year	Deletions/ adjustments	Up to March 31, 2024	As at March 31, 2024
1. Tangible assets									
Computer and Accessories	4,340	199	-	4,539	3,771	367	-	4,139	400
Plant and Machinery	3,176	77	-	3,252	2,568	121	-	2,689	563
Furniture and fittings	2,198	75	-	2,272	1,961	43	-	2,004	268
Motor vehicles	5,381	-	-	5,381	4,579	229	-	4,809	572
Sub total	15,093	351	-	15,444	12,880	760	-	13,641	1,803
2. Intangible assets									
Road	81,700	-	-	81,700	81,700	(0)	-	81,700	-
River bridge	28,101	-	-	28,101	28,101	0	-	28,101	-
Road overbridges	22,52,882	-	-	22,52,882	17,49,957	81,016	-	18,30,973	4,21,909
Computer Software	2,010	-	-	2,010	8	201	-	209	1,801
Toll Booth	9,687	-	-	9,687	9,302	58	-	9,360	327
Sub total	23,74,380	-	-	23,74,380	18,69,067	81,275	-	19,50,343	4,24,037
Total for the year									
23,89,473	351	-	-	23,89,824	18,81,945	82,036	-	19,63,980	4,25,841
Previous Year	23,87,066	2,407	-	23,89,473	17,92,879	83,780	-	18,81,945	5,07,527
									5,94,184

Note: None of the above assets have been revalued during the year.





**NOTE 11: EXPENDITURE ON INTANGIBLE ASSETS PENDING CAPITALISATION**

	Current Year	Previous Year
	Amount (₹ in thousands)	
Advertisement Charges	213	213
Contract Work in Progress	1,18,376	1,18,376
Cost of Land	18,837	18,837
General Administrative Overheads Pending Capitalisation	4,202	4,202
Project Management Fees	5,860	5,860
Utility Shifting Expenses	2,261	2,261
Land Survey Expenses	10	10
Valuation Fees	40	40
<b>Total (A)</b>	<b>1,49,798</b>	<b>1,49,798</b>
Less:		
Railway's share of Road Over Bridges Cost	25,067	25,067
Grant in aid from Government Of Kerala	3,816	3,816
Interest on Advance / Retention Money	229	229
<b>Total (B)</b>	<b>29,112</b>	<b>29,112</b>
<b>BALANCE (A-B)</b>	<b>1,20,686</b>	<b>1,20,686</b>

The expenditure on intangible assets pending capitalisation represents the cost of Construction of ROB at Kunjippally, completed in the FY 2018-19. As no DTCA was executed for this project, the amount expended so far is shown as Expenditure on intangible assets pending capitalisation. The request of the company to execute DTCA is pending with the Government for final decision.

**NOTE 12 : OTHER NON-CURRENT ASSETS**

	Current Year	Previous Year
	Amount (₹ in thousands)	
Security Deposits	660	660
<b>Total</b>	<b>660</b>	<b>660</b>

**NOTE 13: TRADE RECEIVABLES**

	Current Year	Previous Year
	Amount (₹ in thousands)	
Debts outstanding for more than six months from the date they became due :		
(Secured, considered good)		
(a) Toll Collection Receivable from contractors	19,936	19,757
(Unsecured, considered good)		
(a) Toll Collection Receivable from contractors	172	5,277
(b) Share of cost on fixed asset receivable	20,052	20,052
(Unsecured, considered doubtful)		
(a) Toll Collection Receivable from contractors	14,627	14,627
(b) Agency Charges Receivable	13,200	13,200
(c) Compensation for Ponnurrunni ROB receivable	63,600	63,600
(Others:Secured, Considered good less than six months)		
(a) Toll Collection Receivable from contractors	853	339
Sub Total	<b>1,32,440</b>	<b>1,36,852</b>
Less: Provision for doubtful debts	(91,426)	(91,426)
<b>Total</b>	<b>41,014</b>	<b>45,425</b>

**Share of cost on Road Overbridges receivable from Railways**

Construction of Road overbridges at 19 locations are covered by MOU between Government of Kerala and Railways, construction of all of which are completed and hence 100% share of cost of Railways has been recognised as receivable (₹ 444.75 Lakhs (PY ₹ 444.75 Lakhs)). In respect of 20 ROB's which are not covered by MOU, 50% of the difference between estimated cost or actual cost whichever is lower of approach portion and estimated cost of Railway portion as per approved norms of Railways has been recognised as receivable (₹ 244.23 Lakhs (PY ₹ 244.23 Lakhs)).

As per MOU dated 2/3/2016 with Cochin Corporation, RBDCK stopped userfee collection from ROB at Ponnurrunni and in turn the corporation agreed to pay an amount of Rs 12.74 crores in four equal yearly installments along with 9.5% interest. Based on the request of the corporation, the Government vide letter No.PWD-D2/144/2017-PWD dated 2/12/2019, waived the payment of interest by the corporation and hence no interest has been accounted.



**Trade Receivable ageing schedule:**

**As on 31 March 2024:**

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 6 months	6 months - 1 year	1-2 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	-	853	304	236	12,570	1,32,440
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>853</b>	<b>304</b>	<b>236</b>	<b>12,570</b>	<b>1,32,440</b>

**As on 31 March 2023:**

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 6 months	6 months - 1 year	1-2 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	-	339	-	13,469	85,918	1,36,852
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>339</b>	<b>-</b>	<b>13,469</b>	<b>85,918</b>	<b>1,36,852</b>



#### NOTE 14: CASH AND CASH EQUIVALENTS

	Current Year	Previous Year
	Amount (₹ in thousands)	
Balance with Scheduled Banks in:		
Current Accounts	5,086	1,95,909
Demand Deposits	15,30,705	14,47,997
Balance with Government Treasury in:		
PSTSB Account	-	878
Savings account	-	0
Cash in hand	11	5
<b>Total</b>	<b>15,35,802</b>	<b>16,44,788</b>

Demand Deposits amounting to ₹ 138.20 crores as on 31/03/2024 have maturity period more than 12 months from the Balance Sheet Date. Demand deposits include ₹ 4,12,79,884/- kept for adjusting against the expenses of reconstruction of palarivattom flyover on final disposal of court cases, being the security realised from the contractor.

#### NOTE 15: SHORT-TERM LOANS AND ADVANCES

	Current Year	Previous Year
	Amount (₹ in thousands)	
Loans and advances to related parties	Nil	Nil
<b>Other</b>		
<b>Secured, considered good</b>		
Mobilisation Advance to Contractors	31,160	68,670
Advance to Contractors against material at site	55,043	52,822
<b>Unsecured, considered good</b>		
Palakkad District Panchayat	34	34
Seaport Airport Second Phase HMT to NAD	4,931	4,931
Consultancy Fee Advance	5,107	5,607
Employees Compensation Commission Deposit	809	809
Land Acquisition Advance-Funded Projects	50	50
Promotion expenses	14,828	-
KIIFB Projects-Construction	-	5,109
Kanjangad ROB	20,413	11,005
Stimulus Package Bridges	4,747	33,552
Eroor ROB	3,218	3,218
Other Loans, Advances and Deposits	3,256	3,313
<b>Total</b>	<b>1,43,596</b>	<b>1,89,121</b>

Mobilisation advance of ₹ 12.57 crores at 10% rate of interest, released to the contractor for 10 ROB works, M/SSPL Infrastructure Ltd subject to the conditions set out in the agreement with them as per guidelines of KIIFB. Recovery of this advance from their work bills have already been started so as to complete the recovery on upto date value of work crosses 80% of the contract value.

#### NOTE 16: OTHER CURRENT ASSETS

	Current Year	Previous Year
	Amount (₹ in thousands)	
<b>(Unsecured considered good)</b>		
TDS	48,604	54,920
Advance Income Tax	4,347	4,347
Interest on Mobilisation Advance Receivable	14,751	14,751
Interest Accrued on Demand Deposits	37,541	36,838
Feasibility Study Expenses	2,261	2,261
Advertisement Charges L A	47	47
Valuation fees-Funded Projects	273	273
Utility Shifting-Funded Projects	9,127	3,794
Hire Charges of material	3,631	3,631
KIIFB-DPR Charges	89,704	82,431
KIIFB-Land Acquisition Expenses	35	29
Other Receivables	16,950	19,602
Service tax under protest	1,158	1,158
Project Preconstruction Expenses	1,636	1,636
Land Cost- Funded projects	436	436
Utility Shifting-KIIFB Projects	-	0
Prepaid Expenses	695	323
Fuel Charges Prepaid	104	-
Government Fund Resumed	4,03,492	20,881
Second Tier Quality Check	2,950	2,500
Advertisement Charges-KIIFB Projects	5,992	4,893
Boundary stone laying expenses -KIIFB	1,827	1,671
Survey Charges-KIIFB Funded projects	740	362
KIIFB Centage Charges Receivable	28,577	46,047
<b>Total</b>	<b>6,74,879</b>	<b>3,02,830</b>



TDS of ₹ 4,86,03,280/- is the cumulative figure of tax deducted and deposited by various parties during the previous years, and retained by the Income Tax department for adjustment against the pending demands on the company for previous years. Since the pending demands are under dispute, no adjustments are made in the accounts.

Feasibility study expenses include ₹ 10,47,850/- spent for initial project study and DPR preparation for an office complex at Attipara, Thiruvananthapuram for the Government. Later on as per decision in the 52nd meeting of the Board of Directors, the company has withdrawn from the project and claimed reimbursement of the amount expended, from Government. Pending decision from Government, no provision has been made in the accounts.

The Government resumed ₹ 4034.91 lakhs from TSB account on 30-03-2024, and recredited to the TSB account on 03-04-2024. Government also resumed 8.77 lakhs from PSTSB A/c which was not recredited.

#### NOTE 17: REVENUE FROM OPERATIONS

INCOME FROM SERVICES	Current Year	Previous Year
	Amount (₹ in thousands)	
Project Management Fees	33,259	54,099
User Fee	7,156	4,421
<b>Total</b>	<b>40,415</b>	<b>58,520</b>

The Company has unexpired DTCA with Government of Kerala and KRFB as on 31/3/2024. Of the above, the company could collect user fee from seven ROB's only. Toll could not be collected from others despite executing Direct Toll concession agreement for all the projects, due to public resistance. Revenue has not been recognised in respect of such projects.

#### NOTE 18: OTHER INCOME

	Current Year	Previous Year
	Amount (₹ in thousands)	
Interest Received		
On bank deposits	79,026	68,245
Others	511	4,164
Miscellaneous Income	686	4,402
Rent	320	20
Right of Way Fees	-	0
<b>Total</b>	<b>80,543</b>	<b>76,830</b>

#### NOTE 19: EMPLOYEE BENEFIT EXPENSES

	Current Year	Previous Year
	Amount (₹ in thousands)	
Salary and Allowances	31,349	30,782
Provident Fund and Pension Contribution	2,136	1,911
Staff welfare Expenses	91	94
<b>Total</b>	<b>33,576</b>	<b>32,788</b>

#### NOTE 20: DEPRECIATION AND AMORTISATION EXPENSE

	Current Year	Previous Year
	Amount (₹ in thousands)	
Amortisation on Intangible Assets	81,275	82,892
Depreciation	760	887
<b>Total</b>	<b>82,036</b>	<b>83,780</b>

#### NOTE 21: OTHER EXPENSES

	Current Year	Previous Year
	Amount (₹ in thousands)	
Project preconstruction expenses	-	-
Consultancy Fees	4,365	4,027
DPR Charges	-	805
KIIFB-PMC Fees	415	1,487
Payment to Auditor:		
Audit Fees	250	200
Tax Audit Fee	30	30
Internal Audit Fees	150	150
Secretarial Audit fees	25	25
Advertisement Charges	1,331	822
CGST/SGST- Reversal of ITC on proportionate basis	719	142
Electricity Charges	347	328
Interest on TDS	0	-
Legal and Professional Charges	8	20
Postage and Telephone	192	206
Printing and Stationery	227	230
Rates and Taxes	6	17





Rent	1,971	1,891
Lease Rent	200	200
Repairs and Maintenance (ROB)	5,092	1,120
Repairs and Maintenance (others)	253	158
Interest on GST	-	-
Travelling and Conveyance	1,481	1,790
Retainership Fees	720	720
Vehicle Expenses	1,200	1,327
Inauguration Expense	1,024	261
Boundary stone laying expenses-Funded Projects	-	52
Foundation stone laying expenses-Funded Projects	1	-
Survey Charges-Funded Projects	-	27
Interest on user fee waived	2,716	6,447
Other Expenses	4,312	2,031
<b>Total</b>	<b>27,038</b>	<b>24,514</b>

**NOTE NO 22: Intangible Assets written off**

	Current Year	Previous Year
	Amount (₹ in thousands)	
Intangible Asset written off	-	5,286
<b>Total</b>	<b>-</b>	<b>5,286</b>

The Government waived the accumulated interest on KRFB loan during the year 2021-22. The company had credited the entire interest amount to the Statement of Profit & Loss instead of crediting the capitalised portion of interest to the respective intangible asset (Palakkad Town ROB). During the year 2022-23, the said interest amount of ₹ 52.86 lakhs has been written off from the cost of Intangible Asset based on the comment of the CAG.

**NOTE 23:**

**a) Contingent Liabilities Not Provided For**

i) In the case of land acquisition made on behalf of the Government for the construction of road over bridges, landowners have filed petitions in courts for enhanced compensation and amount of such claims cannot be quantified, as the Revenue authorities have not intimated the details. Further all LAR claims from the year 2012 onwards are being met directly by government on the basis of GO No.24404 H2/2012/PWD dated 26.11.2012. Hence company is not expecting any liability in this regard in future.

ii) The Income Tax Authorities have raised demands to the tune of ₹ 415.19 lakhs in respect of assessment year 2011-12 against which the company has filed appeals. It is expected to get favourable orders and hence no provision has been made in the accounts, for the same.

iii) The Service tax department issued demand notice for an amount of ₹ 11.58 lakhs and the company deposited the amount under protest. The appeal filed by the company before the appellate tribunal is still pending for disposal.

iv) The company issued non-convertible bonds worth ₹ 25.00crores during the year 2001 and redeemed the entire bonds alongwith committed interest during the year 2008-09. The bond holders and trustees claimed additional interest and penal interest for the delayed period for payment of principal and interest and raised dispute before the debt recovery tribunal, and obtained order for payment of the claim amount along with interest till the date of actual payment. The interest computed as per order of the DRT upto 31.03.2024 is ₹ 5,34,29,646.59/- for which no provision was made in the accounts as the company received legal opinion that there is reasonable scope for filing petition before the H'ble High Court and there are good chances for getting relaxation in the order of the DRT.

**NOTE 24:**

i) Balances of Trade payables, Trade receivables, Current liabilities, other current assets, Loans and Advances are subject to confirmation/reconciliation.

ii) In the opinion of the Management, the current assets and loans & advances shown in the Balance Sheet are fully realizable in the ordinary course of business.

iii) The company has expended ₹ 430.12 crores for developing the intangible assets of the company and received ₹ 80.81 crores from Government/ Government agencies and ₹ 106.99 crores from Railways, which were deducted from the cost of the respective assets to arrive at the net cost which is shown as Intangible Assets. The Present policy of Government is to construct all infrastructure projects under Government funding without collecting toll, no further DTCA is expected to be executed in future and hence all current projects are treated as funded projects.

iv) The company completed construction of a flyover at Palarivattom under KRFB funding, during the year 2016. Some defects were noticed on the flyover during defect liability period and the Government, vide GO(MS)52/2019/PWD dated 25/10/19 ordered to rehabilitate the bridge by M/S DMRC and RBDCK to recover the cost from RDS Projects Ltd, the original contractor. Accordingly, RBDCK has filed petition before the commercial court, Ernakulam for recovery of ₹ 24.07 crores being the cost reported by DMRC which is pending.

v) CIF value of imports during the year	NIL	NIL
Earnings in foreign exchange	NIL	NIL
Expenditure in foreign currency	NIL	NIL
Amount remitted during the year in foreign currency	NIL	NIL

**25. Disclosure in accordance with AS-15 on Employee Benefits**

**(a) Defined Contribution Plans :** During the year , the following amounts have been recognised in the statement of Profit and loss on account of defined contribution plan

Particulars	Amount(₹ in thousands)
Employers Contribution to PF	698
Pension Contribution	1,439

**(b) Defined benefit plans- Leave Plan in respect of the regular Employees of the Company**

The Leave plan of the Company is a defined benefit scheme for its employees which is payable while in service or on exit of the employee as per the Company's Rules. The value of the permissible accumulation leave balance is payable in any case on attaining superannuation.



### Summary of Results

Particulars	Amount(₹ in thousands)
Present Value of Obligations as at the end of the period	2,809
Fair Value of Plan Assets as at the end of the period	-
Opening Net Liability-Regular	1,916
Opening Net Liability-Others	977
Expenses as per Annexure	988
Contribution / Benefits paid	(1,959)
Net Liability	1,922
Provision-Others	886
<b>Closing Net Liability</b>	<b>2,809</b>

The calculations have been made as on 31.03.2024 based on the data supplied on the membership details of the plan and particulars of Plan assets. The liability side has been valued as per actuarial basis for regular employees stated above and plan is operated unfunded and so there are no assets to value.

### Membership Summary-Regular

Particulars	Current Year
Number of Employees	8
Average monthly salary(₹ in thousands)	67
Average Age	53.88
Superannuation Age	58
Average service left (Years)	4.12

### Key Assumptions

Particulars	Current Year	Previous Year
Mortality Table	Indian Assured Lives Mortality (2012-14) - Ultimate table	Indian Assured Lives Mortality (2012-14) - Ultimate table
Attrition Rate	5%	5%
Discount Rate	7.18% p.a	7.32% p.a
Inter Valuation Leave Accrual	Annual Leave -30 days p.a	Annual Leave -30 days p.a
Rate of increase in compensation level	5.00% p.a	5.00% p.a
Rate of Return on Plan Assets	Not applicable	Not applicable
Expected Average Remaining Working Lives of Employees (years)	4.12	3.82

Project Unit Credit Actuarial method was applied to assess the Plan liabilities owing to all forms of admissible exit and accumulation of the benefits . The Plan is a Defined Benefit Scheme and is operated in terms of the Plan Rules of the Company. This plan is neither funded nor insured and so there are no Plan Assets to value.

### Reconciliation of opening and closing balances of the present value of the defined benefit obligations :

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Present Value of Obligations at the beginning of the period	2,893	3,351
Interest Cost	-	134
Past Service Cost (non-vested)	-	-
Past Service Cost (vested)	-	-
Current Service Cost	-	236
Benefits Paid	(1,959)	(1,694)
Actuarial (gain) / loss	988	(111)
Present Value of Obligations at the end of the period- Regular	1,922	1,916
Provision-Others	886	977.00
Present Value of Obligations at the end of the period- Net	2,809	2,893

### Net Asset / Liability to be recognised in the Balance Sheet

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Present Value of Obligations at the end of the period	2,809	2,893
Fair Value of Plan Assets at the end of the period	-	-
Funded Status	2,809	2,893
Unrecognised Actuarial (gains)/ losses	-	-
Net (Asset) / Liability Recognised in Balance Sheet	2,809	2,893

### Expenses Recognised in the Statement of Profit and Loss

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Current Service Cost	-	236
Past Service Cost	-	-
Interest Cost	-	134
Expected Return on Plan Assets	-	-
Curtailment Cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Net Actuarial (gain) / loss recognised in the period	988	(111)
Expenses Recognised in the Statement of Profit and	988	259



#### Movement in liability recognised in Balance Sheet

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Opening Net Liability	2,893	3,351
Expense as above	988	29
Contribution / Benefits Paid	(1,959)	(1,694)
Closing Net Liability	1,922	1,916
Add: Provision- Others	886	977
Closing Net Liability	2,809	2,893

The above disclosures are based on information furnished by the Independent Actuary in terms of regular employees.

#### (c) Defined benefit plans- Gratuity Plan in respect of the Employees of the Company

The Gratuity plan of the Company is a defined benefit scheme for its employees which is payable on exit of the employee after completion of atleast 5 years of service. However any exit due to death or total disability to do any gainful employment this service minimum is ignored. The benefit is payable in any case on attaining superannuation.

#### Summary of Results

Particulars	Amount (₹ in thousands)
Present Value of Obligations as at the end of the period	5,103
Fair Value of Plan Assets as at the end of the period	-
Opening Net Liability	5,876
Expenses as per Annexure	608
Contribution paid	(1,381)
Closing Net Liability	5,103

The calculations have been made as on 31.03.2024 based on the data supplied on the membership details of the plan and particulars of Plan assets. The liability side has been valued as per actuarial basis stated above and plan has no assets as it is neither funded nor insured.

#### Membership Summary

Particulars	Current Year
Number of Employees	8
Average salary (₹ in thousands)	64
Average Past Service	18.13
Average Age	53.69
Superannuation Age	58

#### Key Assumptions

Particulars	Current Year	Previous Year
Mortality Table	Indian Assured Lives Mortality (2012-14) -Ultimate	Indian Assured Lives Mortality (2012-14) -
Attrition Rate	5%	5%
Discount Rate	7.18% p.a	7.32% p.a
Rate of increase in compensation level	5.00% p.a	5.00% p.a
Rate of return on Plan Assets	Not Applicable	Not Applicable
Expected Average Remaining Working Lives of Employees (years)	4.31	3.95

Project Unit Credit actuarial method was applied to assess the Plan liabilities owing to all forms of admissible exit. The benefit part was taken as defined in terms of The payment of Gratuity Act or the Company Gratuity Rules whichever more favourable to the beneficiaries. Gratuity ceiling has been taken at ₹ 20 lakhs.

#### Reconciliation of opening and closing balances of the present value of the defined benefit obligations:

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Present Value of Obligations at the beginning of the period	5,875.99	7,265.09
Interest Cost	379.59	429.67
Past Service Cost (non-vested)	-	-
Past Service Cost (vested)	-	-
Current Service Cost	243.11	299.61
Benefits Paid	(1,380.74)	(557.22)
Actuarial (gain) / loss	(14.45)	(1,561.16)
Present Value of Obligations at the end of the period	5,103	5,876

#### Net Asset / Liability to be recognised in the Balance Sheet

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Present Value of Obligations at the end of the period	5,103	5,876
Fair Value of Plan Assets at the end of the period	-	-
Funded Status	(5,103)	(5,876)
Unrecognised Actuarial (gains)/ losses	-	-
Net (Asset) / Liability Recognised in Balance Sheet	5,103	5,876



#### Expenses Recognised in the Statement of Profit and Loss

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Current Service Cost	243	300
Past Service Cost	-	-
Interest Cost	380	430
Expected Return on Plan Assets	-	-
Curtailement Cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Net Actuarial (gain) / loss recognised in the period	(14)	(1,561)
Expenses Recognised in the Statement of Profit and Loss	608	(832)

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
Opening Net Liability	5,876	7,265
Expense as above	608	(832)
Contribution / Benefits Paid	(1,381)	(557)
Closing Net Liability	5,103	5,876

The above disclosures are based on information furnished by the independent Actuary.

In the case of Deputation and Contract employees, earned leave surrender is the only liability of the company, for which provision has been created for the amount that may become payable during the subsequent year as per their respective terms of employment.

#### 26. Related Party Transactions as per AS 18- Remuneration of Directors And Key Managerial Personnel

Name of Key Managerial Personnel	Nature of Transaction	Current Year	Previous Year
		Amount (₹ in thousands)	
Suhas S IAS MD	Salary & Allowances	1,658	1,478
	Electricity and water charges	65	168
	House Rent	656	623
Sibi J Pulloppillil- Chief Financial Officer	Salary & Allowances	2,154	1,951
Sreenath S - Company Secretary	Salary & Allowances	119	847

#### 27. The company is providing project management services for constructing several projects for Government of Kerala and other government agencies.

	Current Year	Previous Year
	Amount (₹ in thousands)	
Amount of revenue recognized during the year	33,259	54,099
Direct expenditure incurred for the above	4,365	4,027
Profit/(Loss) recognized	28,893	50,071
Agency charges receivable from Government	9,407	2,927
Consultancy fee payable to Kitco	4,484	5,260
Amount receivable from Palakkad District Panchayath	34	34
Amount receivable from Govt. of Kerala	4,931	4,931

#### 28. Disclosure as per AS 19 -LEASES

##### Company as lessor :

(The Company has entered into cancellable operating lease agreements as a lessor for a space having an area of 169.8 square metres below South Kalamassery ROB. the lease rentals recognised as income in the Statement of Profit and Loss during the year under cancellable operating lease are as follows.

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	
(b) Lease Income (Included in miscellaneous income under note 18)	466.78	438.86
(c) Property, Plant & Equipment		
Gross Carrying Amount of leased assets	1.00	1.00
Accumulated Depreciation	Nil	Nil
Accumulated Impairment Losses	Nil	Nil
Depreciation Recognised in Statement of Profit and Loss for the period	Nil	Nil
Impairment Losses Recognised in Statement of Profit and Loss for the period	Nil	Nil
Impairment Losses Reversed in Statement of Profit and Loss for the period	Nil	Nil
As the Company has not incurred any cost on constructing shop rooms under the bridge, the asset is accounted on nominal value.		
(d) Total contingent rent recognised as income in the Statement of Profit and Loss for the period	Nil	Nil
(e) Accounting policy adopted in respect of initial direct cost	N A	N A





#### Company as lessee:

Operating lease are mainly in the nature of lease of office premises- (of HO, Trivandrum and Kannur regional offices) with no restrictions and are renewable/ cancellable at the option of either of the parties. There is no escalation clause in the lease agreement. There are no sub-leases. There are no restrictions imposed by lease arrangements. The aggregate amount of operating lease payments recognised in the Statement of Profit and Loss is ₹ 19,71,142/-. The company has not recognised any contingent rent as expense in the Statement of Profit and Loss.

#### Future Minimum lease payments

Not later than 1 year(in ₹)	1-5 Years(in ₹)	More than 5 years
19,71,142/-	86,73,024/-	10-15% escalation in current rent

29. The Government vide GO (Rt) No.1347/2012/PWD dated 28/7/2012 sanctioned lease of 0.4226 hectares of land in Block No.9, Resurvey No.344/1 of Kakkanad village of Kanayannur Taluk in Ernakulam District to the company for construction of office complex for a period of 30 years at an yearly rent of ₹ 2,00,000/-

#### Future Minimum lease payments

Not later than 1 year(in ₹)	1-5 Years(in ₹)	More than 5 years(in ₹)
2,00,000/-	8,00,000/-	26,00,000/-

#### 3. Earnings Per share

The company reports basic and Diluted Earnings per Share in accordance with AS 20. Basic Earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding at the end of the year. Diluted Earnings per share have been computed using the weighted average number of equity shares and potential equity shares outstanding at the end of the year. The effect of antidilutive potential shares are ignored in computing Diluted Earnings Per Share.

	Current Year	Previous Year
	Amount (₹ in thousands)	Amount (₹ in thousands)
(a) Profit/(Loss) after tax	(57,744)	(9,274)
(b) Number of Equity Shares in thousands	1,16,119	1,16,119
(c) Potential Equity shares	-	-
(d) Weighted average number of equity shares in thousands	1,16,119	1,16,119
(e) Nominal value of shares (₹)	10	10
<b>Basic/ Diluted earnings per share (in ₹)</b>	<b>(0.50)</b>	<b>(0.08)</b>

#### 31. Computation of Deferred Tax Asset/Liability

Particulars	Current Year	Previous Year
	Amount (₹ in thousands)	Amount (₹ in thousands)
<b>Deferred tax asset:</b>		
Expenses Disallowed on account of Non deduction of Tax	20	21
On account of Provision for Doubtful Debts disallowed	9,373	(64)
On account of timing difference on Gratuity	(555)	(506)
On account of leave Surrender	(193)	(229)
<b>Total Deferred Tax Assets</b>	<b>8,645</b>	<b>(778)</b>
<b>Deferred tax liability</b>		
On account of Depreciation	(3,037)	(11,578)
<b>Total Deferred Tax Liability</b>	<b>(3,037)</b>	<b>(11,578)</b>
On account of Unabsorbed Depreciation	1,05,208	2,44,327
<b>Net Deferred Tax Assets/(Liability)</b>	<b>1,16,890</b>	<b>2,55,127</b>

Deferred Tax being asset is not recognized since there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax can be realised.

#### 32. Details of Provisions Pursuant to Accounting Standard - 29 - Provisions, Contingent Liabilities and Contingent Assets.

Particulars	Amount						(₹ in thousands)	
	Opening Balance		Provision made during the year		Utilized during the year		Closing Balance	
	01.04.2023	01.04.2022	2023-24	2022-23	2023-24	2022-23	31.3.2024	31.03.2023
Gratuity	5,876	7,265	(772)	(1,389)	-	-	5,104	5,876
Income Tax	6,700	8,200	-	-	-	1,500	6,700	6,700
Interest on Bond			35,679				35,679	-
Trustee fees			372				372	-
Leave encashment- Regular	1,916	2,715	6	(799)	-	-	1,922	1,916
Leave encashment- Others	977	636	886	977	977	636	887	977



### 33. Additional Regulatory Information

#### (a) Financial Ratios As on 31st March 2024

	Numerator	Denominator	FY 2023-24	FY 2022-23	% of Variance
<b>Liquidity Ratio</b>					
Current Ratio (times)	Current Assets	Current Liabilities	1.17	1.14	2.82
<b>Solvency Ratio</b>					
Debt Equity Ratio (times)	Total Debt	Share holders' Equity	6.84	5.46	25.20
Debt Service Coverage Ratio (times)	Earnings available for debt service	Debt Service	11.19	35.65	-68.62
<b>Profitability Ratio</b>					
Net profit ratio (%)	Profit after Tax	Net Sales	-142.88	-15.85	801.44
Return on Equity Ratio (%)	Profit after Tax	Average Shareholders Equity	-22.46	-3.19	604.13
Return on Capital employed (%)	Profit before Interest and Tax	Capital Employed	-4.64	-0.76	511.02
Return on Investment (%)	Earnings before Interest and Tax	Total Investment	-3.18	-0.50	535.57
<b>Utilization Ratio</b>					
Trade Receivables Turnover Ratio (times)	Total Sales	Average Trade Receivables	0.94	1.21	-22.72
Inventory Turnover Ratio (times)	Cost of Goods Sold	Average Inventory	NA	NA	
Trade Payables Turnover Ratio (times)	Total Purchases	Average Trade Payables	NA	NA	
Net capital turnover ratio (times)	Total Sales	Average Working Capital	0.13	0.27	-51.29

#### Note on Financial Ratios

Major reason for the variation in financial ratios by more than 25% is due to the creation of provision of bond interest based on the Order of the Debt Recovery Tribunal dated 09.06.2023.

#### Notes:

- The company did not have any transaction with struck off companies under section 248 or 560 of the Companies Act, 2013/1956.
- No charges registerable under the Act were created/satisfied on the assets of the company during the year.
- The company has complied with the no. of layers prescribed u/s 2(87) read with the applicable rules.
- There is no scheme of arrangements that has been approved in terms of sections 230 to 237 of the Companies Act, 2013.
- The company has not advanced/loaned/invested or received funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- No proceedings have been initiated against the company for holding benami property under the Benami Transactions (Prohibition) Act, 1988.
- The company is not covered under section 135 of Companies Act, 2013.
- The company has not traded or invested in Crypto currency or Virtual Currency during the year.

34. The management has initiated the process of identifying enterprises which have provided goods and services to the company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The company has not received any intimation from its vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

35. The Company does not have any pending litigations which would impact its financial position, except a few cases challenging land acquisitions, which are pending disposal, the financial impact if any, cannot be quantified at this stage.

36. The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.

37. Previous year figures are regrouped /recast/reclassified where ever necessary to conform to the classification of the current year.

As per our report of even date attached

**For Korah & Korah**  
**Chartered Accountants**  
**Firm Registration No.0061385**

Sd/-  
Ravindran V, FCA  
Partner  
Membership No.214242  
UDIN: 24214242BKJKZG5344

Place : Kochi  
Date : 27-09-2024

**For and on behalf of Board of Directors**

Sd/-  
P A Mohamed Riyas  
Chairman  
DIN : 09346209

Sd/-  
Sibi J Pulloppillil  
Chief Financial Officer

Sd/-  
Suhas S, IAS  
Managing Director  
DIN: 08540981



# ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED

Preethi Buildings, M.V.Road, Palarivattom, Kochi - 682 025

CIN - U45203KL1999SGC013314

## CASH FLOW STATEMENT FOR THE PERIOD 01 APRIL 2023 TO 31 MARCH 2024

	For the year 2023-24	For the year 2022-23
	Amount ( ₹ in thousands)	
<b>Cash flows from operating activities</b>		
Net profit before taxation	(57,744)	(9,274)
Adjustments for:		
Depreciation/ Amortisation	82,036	83,780
Loss on Impairment of Assets	-	5,286
Profit on sale of Property, Plant and Equipment	-	-
<b>Operating profit before working capital changes</b>	<b>24,292</b>	<b>79,792</b>
Decrease/ (Increase) in Trade Receivables	4,411	6,121
Decrease/ (Increase) in Loans and advances	45,525	2,25,774
Decrease/ (Increase) in Other Current Asset	(3,72,049)	(15,394)
Decrease/ (Increase) in Other Non Current Asset	-	-
Increase/ (Decrease) in Trade payables	(1,31,886)	(93,414)
Increase/ (Decrease) in Current Liabilities and Short term Provisions	2,56,102	1,63,451
Increase/ (Decrease) in Long term Liabilities and Long term Provisions	64,969	15,025
<b>Cash generated from operations</b>	<b>(1,08,636)</b>	<b>3,81,354</b>
Direct taxes paid (net of refunds)	-	-
<b>Net cash from/ (used in) operating activities</b>	<b>(1,08,636)</b>	<b>3,81,354</b>
<b>Cash flows used in investing activities</b>		
Purchase of Property, Plant and Equipment	(351)	(2,407)
Interest received	-	-
Work in Progress	-	-
Intangible Assets under development	-	-
Sale of Property, Plant and Equipment	-	-
<b>Net cash used in investing activities</b>	<b>(351)</b>	<b>(2,407)</b>
<b>Cash flows from financing activities</b>		
Increase/ (Decrease) in Share Capital	-	-
Increase in Securities Premium	-	-
Repayment of Unsecured loans	-	-
Increase/ (Decrease) in borrowings	-	-
Proceeds from Issuance of Share Capital	-	-
Interest paid	-	-
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(1,08,986)</b>	<b>3,78,947</b>
Cash and cash equivalents at the beginning of the year	16,44,788	12,65,841
<b>Cash and cash equivalents at the end of the year</b>	<b>15,35,802</b>	<b>16,44,788</b>
<b>Notes:</b>		
1) Cash and Cash Equivalents include, (as per Schedule 14)		
- Cash in hand	11	5
- Balances with Scheduled banks & Treasury	15,35,791	16,44,783
- Balances with Scheduled banks in Fixed Deposit	-	-
<b>Cash and Cash Equivalents at the end of the year</b>	<b>15,35,802</b>	<b>16,44,788</b>

As per our report of even date attached

For Korah & Korah  
Chartered Accountants  
Firm Registration No.0061385

For and on behalf of Board of Directors

Sd/-  
Ravindran V, FCA  
Partner  
Membership No.214242  
UDIN: 24214242BKJK2G5344

Sd/-  
P A Mohamed Riyas  
Chairman  
DIN : 09346209

Sd/-  
Suhas S, IAS  
Managing Director  
DIN: 08540981

Sd/-  
Sibi J Pulloppillil  
Chief Financial Officer

Place : Kochi  
Date : 27-09-2024



सत्यमेव जयते

**OFFICE OF THE ACCOUNTANT GENERAL (AUDIT-II), KERALA,  
THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER  
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF  
ROADS AND BRIDGES DEVELOPMENT CORPORATION OF KERALA LIMITED FOR THE  
YEAR ENDED 31 MARCH 2024.**

The preparation of financial statements of **Roads and Bridges Development Corporation of Kerala Limited** for the year ended **31 March 2024** 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 Auditors 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 **27 September 2024**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Roads and Bridges Development Corporation of Kerala Limited** for the year ended **31 March 2024** 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.

Based on my supplementary audit, I would like to highlight the following significant matters under Section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report:

**A. COMMENTS ON FINANCIAL POSITION**

**Balance Sheet as at March 31, 2024.**

**Assets - Current Assets-Other Current Assets ₹6,748.79 lakh (Note 16)**

**Feasibility study expenses - ₹22.61 lakh.**

The above item of 'Feasibility study expenses' include an amount of ₹ 10.48 lakh, pertaining to the construction of an office complex project at Attipra, Thiruvananthapuram. While the company had prepared and submitted the DPR for this Government Complex, it subsequently decided to withdraw from the project. Government stated (23 December 2017) that the Company's request for reimbursement of the amount could not be considered and thereafter, there was no further follow up on the issue.





Thus, the non-provision of this doubtful amount has resulted in overstatement of 'Other Current Assets' by ₹10.48 lakh, with corresponding understatement of loss.

**B. COMMENTS ON CASH FLOW STATEMENT**

**1. Cash flows from operating activities**

**Operating profit before working capital changes - ₹242.92 lakh.**

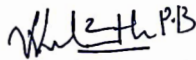
The company did not adjust the net profit for the interest income of ₹790.26 lakh on demand deposits when arriving at the operating cash flow, which was not in accordance with Para 18 of AS 3 on Cash Flow Statements and resulted in an overstatement of operating profit to that extent. The interest received should have been shown as a Cash flow from investing activities.

**2. Cash and Cash Equivalents at the end of the year- ₹15358.02 lakh**

This includes Demand Deposits of ₹412.80 lakh kept for adjusting against the expenses of reconstruction of Palarivattom flyover on final disposal of court cases, being the security realised from the contractor. As these Demand Deposits are not repayable on demand, they do not qualify to be considered as Cash and Cash Equivalents in line with Paragraph 6 of AS 3 on Cash Flow Statements.

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

**Dated: 12-03-2025  
Thiruvananthapuram**

  
**VISHNUKANTH P.B.  
ACCOUNTANT GENERAL (AUDIT-II), KERALA**